上海实业环境控股有限公司
SIIC ENVIRONMENT HOLDINGS LTD.

# SIIC ENVIRONMENT HOLDINGS LTD.

# 上海實業環境控股有限公司*

*(Incorporated in the Republic of Singapore with limited liability)*
**(Hong Kong stock code: 807)**
**(Singapore stock code: BHK)**

## Unaudited Condensed Interim Financial Statements and Dividend Announcement for the Six Months Ended 30 June 2026

This overseas regulatory announcement is issued pursuant to Part XIVA of the Securities and Futures Ordinance and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

This report is prepared in accordance with the relevant regulations of The Singapore Exchange Securities Trading Limited and the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. This results announcement contains financial information based on Singapore Financial Reporting Standards (International) and International Financial Reporting Standards, and have not been reviewed by auditors. Shareholders and public investors should exercise caution when trading in the shares of the Company.

By Order of the Board
**SIIC Environment Holdings Ltd.**
**Mr. Ji Guanglin**
Executive Director

Singapore and Hong Kong, 13 August 2026

*As at the date of this announcement, the chairman of the board of Directors and the executive Director is Mr. Zhou Yuding; the executive Directors are Mr. Ji Guanglin, Mr. Wang Xiwang and Mr. Yang Xing; and the independent non-executive Directors are Dr. Kimmis Pun Kim Ming, Mr. An Hongjun and Mr. Zhong Ming.*

* *For identification purpose only*

# SIIC ENVIRONMENT HOLDINGS LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No: 200210042R)

Unaudited Condensed Interim Financial Statements and Dividend Announcement for the Six Months Ended 30 June 2026

13 August 2026

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SIIC Environment Holdings Ltd.
(Incorporated in the Republic of Singapore)
(Company Registration No. 200210042R)

# Six Months of Financial Year 2026 Financial Statements and Dividend Announcement

## Business Review

The board of SIIC Environment Holdings Ltd. (the "Company") is pleased to announce the unaudited interim results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2026 ("1HFY2026"). The Group's net profit attributable to shareholders for the period amounted to RMB 325.2 million, a decrease of 5.5%.

Total revenue of the Group increased by 0.2% to RMB 3,185.0 million, gross profit decreased by 1.5% to RMB 1,238.8 million.

As at 30 June 2026, the Group's cash and cash equivalents stood at a healthy RMB 2.85 billion.

## Review of Interim Results

The audit committee has reviewed the Company's unaudited consolidated interim results for the six months ended 30 June 2026.

## Corporate Governance

The Company has complied with all the code provisions set out in the Corporate Governance Code contained in Appendix C1 to the Rules Governing the Listing of Securities on The Stock Exchange of the Hong Kong Limited (the "SEHK") throughout the six months ended 30 June 2026.

PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

**1(a) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

| | Note | 6 Months Ended | | Changes |
|---|---|---|---|---|
| | | 30.6.26 (Unaudited) | 30.6.25 (Unaudited) | |
| | | RMB'000 | RMB'000 | % |
| Revenue | 5 | 3,185,021 | 3,177,120 | 0.2 |
| Cost of sales | | (1,946,233) | (1,919,969) | 1.4 |
| **Gross profit** | | 1,238,788 | 1,257,151 | (1.5) |
| Other income | | 23,212 | 49,105 | (52.7) |
| Other gains and losses | | 3,049 | 5,402 | (43.6) |
| Selling and distribution costs | | (40,919) | (40,127) | 2.0 |
| Administrative expenses | | (317,176) | (272,260) | 16.5 |
| Finance expenses | | (285,646) | (350,104) | (18.4) |
| Share of results of joint ventures | | 4,067 | 1,911 | 112.8 |
| Share of results of associates | | (361) | 291 | N.M. |
| **Profit before tax** | | 625,014 | 651,369 | (4.0) |
| Income tax expense | 6 | (134,648) | (97,854) | 37.6 |
| **Profit for the period** | 7 | 490,366 | 553,515 | (11.4) |
| | | | | |
| **Other comprehensive income (loss):** | | | | |
| *Items that will not be reclassified subsequently to profit or loss:* | | | | |
| Exchange difference arising from translation | | 877 | (36,515) | N.M. |
| Fair value change on investments in equity instruments designated as at FVTOCI | | - | (10,400) | N.M. |
| Total other comprehensive income (loss) for the period, net of tax | | 877 | (46,915) | N.M. |
| **Total comprehensive income for the period** | | 491,243 | 506,600 | (3.0) |
| | | | | |
| **Profit for the period attributable to:** | | | | |
| Owners of the Company | | 325,210 | 344,258 | (5.5) |
| Non-controlling interests | | 165,156 | 209,257 | (21.1) |
| | | 490,366 | 553,515 | (11.4) |
| | | | | |
| **Total comprehensive income attributable to:** | | | | |
| Owners of the Company | | 326,087 | 297,343 | 9.7 |
| Non-controlling interests | | 165,156 | 209,257 | (21.1) |
| | | 491,243 | 506,600 | (3.0) |
| | | | | |
| **Earnings per share for profit for the period attributable to the owners of the Company during the period:** | | | | |
| -Basic (RMB in cent) | 15 | 12.63 | 13.37 | (5.5) |
| -Diluted (RMB in cent) | 15 | 12.63 | 13.37 | (5.5) |

**N.M. – Not Meaningful**

**1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**

| | Note | Group | | Company | |
|---|---|---|---|---|---|
| | | As at 30.6.26 (Unaudited) | As at 31.12.25 (Audited) | As at 30.6.26 (Unaudited) | As at 31.12.25 (Audited) |
| | | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| **Current assets** | | | | | |
| Cash and cash equivalents | | 2,845,783 | 3,448,112 | 45,787 | 149,417 |
| Pledged bank deposits | | 57,235 | 40,747 | - | - |
| Trade and other receivables | 8 | 8,256,023 | 7,187,564 | 773 | 801 |
| Bills receivables | | 1,723 | 864 | - | - |
| Prepayments | | 49,956 | 49,504 | 923 | 3,003 |
| Inventories | | 249,238 | 275,930 | - | - |
| Concession assets - current portion | 9 | 765,363 | 870,079 | - | - |
| Amounts due from customers for contract work | | 3,436 | 26,317 | - | - |
| Amounts due from subsidiaries | | - | - | 444,012 | 181,234 |
| Amounts due from joint venture | | - | 22,000 | - | - |
| Amounts due from associates | | 3,520 | 6,203 | - | - |
| Financial assets at fair value through profit or loss | | 9,183 | 9,649 | - | - |
| **Total current assets** | | 12,241,460 | 11,936,969 | 491,495 | 334,455 |
| **Non-current assets** | | | | | |
| Financial assets at fair value through other comprehensive income | | - | - | - | - |
| Prepayments | | 416,774 | 421,480 | - | - |
| Concession assets - non-current portion | 9 | 15,524,990 | 17,803,767 | - | - |
| Property, plant and equipment | | 406,572 | 416,752 | - | - |
| Right-of-use assets | | 54,717 | 48,772 | 4,340 | 5,786 |
| Intangible assets | 10 | 14,571,740 | 12,562,839 | 7,334 | 4,181 |
| Long term receivables | | 74,223 | 85,521 | - | - |
| Deferred tax assets | | 95,150 | 91,585 | - | - |
| Investment in subsidiaries | | - | - | 12,129,912 | 11,962,681 |
| Interest in joint ventures | | 481,994 | 477,927 | 354,141 | 354,141 |
| Interest in associates | | 114,322 | 114,683 | - | - |
| Goodwill on consolidation | | 457,241 | 457,241 | - | - |
| Amounts due from associates | | 36,001 | 32,391 | - | - |
| **Total non-current assets** | | 32,233,724 | 32,512,958 | 12,495,727 | 12,326,789 |
| **Total assets** | | 44,475,184 | 44,449,927 | 12,987,222 | 12,661,244 |

**1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year. – cont'd**

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION – cont'd**

| | Note | Group | | Company | |
|---|---|---|---|---|---|
| | | As at 30.6.26 (Unaudited) | As at 31.12.25 (Audited) | As at 30.6.26 (Unaudited) | As at 31.12.25 (Audited) |
| | | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| **Current liabilities** | | | | | |
| Trade and other payables | 11 | 3,114,383 | 3,535,367 | 50,553 | 66,813 |
| Tax payable | | 137,911 | 160,386 | - | - |
| Amounts due to customers for contract work | | 17,647 | 10,610 | - | - |
| Amounts due to subsidiaries | | - | - | 359,530 | 359,530 |
| Bank and other borrowings | 12 | 5,056,632 | 3,654,904 | 3,663,457 | 2,373,500 |
| Lease liabilities | | 10,246 | 11,124 | 2,935 | 2,892 |
| **Total current liabilities** | | 8,336,819 | 7,372,391 | 4,076,475 | 2,802,735 |
| **Non-current liabilities** | | | | | |
| Bank and other borrowings | 12 | 16,640,033 | 18,002,859 | 2,326,500 | 3,380,957 |
| Deferred tax liabilities | | 2,264,230 | 2,256,447 | - | - |
| Other non-current liabilities | | 197,847 | 114,035 | - | - |
| Lease liabilities | | 38,369 | 42,766 | 1,615 | 3,094 |
| **Total non-current liabilities** | | 19,140,479 | 20,416,107 | 2,328,115 | 3,384,051 |
| **Capital, reserves and non-controlling interests** | | | | | |
| Share capital | 13 | 6,604,723 | 6,604,723 | 6,604,723 | 6,604,723 |
| Retained earnings | | 4,800,445 | 4,657,534 | (22,091) | (130,265) |
| Other reserves | | (200,964) | (232,385) | - | - |
| **Equity attributable to owners of the Company** | | 11,204,204 | 11,029,872 | 6,582,632 | 6,474,458 |
| Non-controlling interests | | 5,793,682 | 5,631,557 | - | - |
| **Total equity** | | 16,997,886 | 16,661,429 | 6,582,632 | 6,474,458 |
| **Total liabilities and equity** | | 44,475,184 | 44,449,927 | 12,987,222 | 12,661,244 |

**1(b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, please specify the following at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:**

Please refer to Note 12 to the Condensed Interim Consolidated Financial Statements.

**1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**

| | For 6 Months Ended | |
|---|---|---|
| | **30.6.26 (Unaudited)** | **30.6.25 (Unaudited)** |
| | **RMB'000** | **RMB'000** |
| **Operating activities:** | | |
| Cash receipts from customers | 2,720,349 | 2,896,595 |
| Cash paid to suppliers and employees | (1,633,887) | (1,601,002) |
| Payments to suppliers related to construction in connection with concession assets | (181,065) | (299,903) |
| Interest received | 5,705 | 7,025 |
| Income taxes paid | (363,701) | (371,223) |
| **Net cash flows generated from operating activities** | 547,401 | 631,492 |
| **Investing activities:** | | |
| Purchase of property, plant and equipment | (39,934) | (13,908) |
| Purchase of intangible assets, net of amount on credit terms | (364,179) | (239,699) |
| Prepayment for property, plant and equipment and intangible assets, net | (61,371) | (14,374) |
| Proceeds from disposal of property, plant and equipment | 104 | 17,850 |
| Proceeds from disposal of intangible assets | - | 381,497 |
| Proceeds from disposal of an associate | - | 119,658 |
| Dividend received | 24,614 | 2,700 |
| Net cash outflow on acquisition of subsidiaries | (295,551) | - |
| Net cash inflow on disposal of a subsidiary | - | 1,770 |
| **Net cash (used in) generated from investing activities** | (736,317) | 255,494 |
| **Financing activities:** | | |
| Proceeds from bank and other borrowings | 3,012,007 | 5,787,187 |
| Repayment of bank and other borrowings | (2,928,226) | (5,009,537) |
| Interest paid | (293,922) | (366,037) |
| Principal and interest elements of lease payments | (10,087) | (5,148) |
| Dividend paid to equity shareholders | (151,755) | (157,479) |
| Dividend paid to non-controlling interest in subsidiaries | (46,731) | (2,122) |
| Contribution from non-controlling interests upon additional capital injection in subsidiaries | 21,800 | 1,400 |
| Acquisition of non-controlling interests | - | (22,750) |
| Increase in pledged bank deposits | (16,488) | (22,934) |
| **Net cash (used in) generated from financing activities** | (413,402) | 202,580 |
| Net (decrease) increase in cash and cash equivalents | (602,318) | 1,089,566 |
| Cash and cash equivalents at beginning of period | 3,448,112 | 2,918,241 |
| Effects of exchange rate changes on cash and cash equivalents | (11) | 4,580 |
| **Cash and cash equivalents at end of period** | 2,845,783 | 4,012,387 |

**1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year. – cont'd**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS – cont'd**

| | **For 6 Months Ended** | |
|---|---|---|
| | **30.6.26 (Unaudited)** | **30.6.25 (Unaudited)** |
| | **RMB'000** | **RMB'000** |
| **Cash and cash equivalents at end of period** | | |
| Cash and bank balances | 2,903,018 | 4,102,888 |
| Less: Pledged bank deposits | (57,235) | (90,501) |
| Cash and cash equivalents | 2,845,783 | 4,012,387 |

Note A:

In accordance with the application of SFRS(I) INT 12 *Service Concession Arrangements* and SFRS(I) 1-7 *Statement of Cash Flows*, the movement in the concession assets has been classified under operating activities. The movement in the receivables under service concession arrangements was mainly arising from the construction and/or purchase of new or existing water treatment and waste incineration facilities in 1HFY2026.

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

## CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

| GROUP | Share capital | Retained earnings | Other reserves, total | General reserve | Investment revaluation reserve | Translation reserve | Effects of changes in ownership interest in subsidiaries where there is no change in control | Merger reserve | Equity attributable to owners of the Company | Non-controlling interests | Total equity |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| **Balance at 1 Jan 26 (Audited)** | 6,604,723 | 4,657,534 | (232,385) | 1,030,231 | (13,400) | (1,120,795) | 71,894 | (200,315) | 11,029,872 | 5,631,557 | 16,661,429 |
| Profit for the period | - | 325,210 | - | - | - | - | - | - | 325,210 | 165,156 | 490,366 |
| <u>Other comprehensive income</u> | | | | | | | | | | | |
| Exchange differences arising on translation | - | - | 877 | - | - | 877 | - | - | 877 | | 877 |
| Other comprehensive income for the period, net of tax | - | - | 877 | - | - | 877 | - | - | 877 | - | 877 |
| Total comprehensive income for the period | - | 325,210 | 877 | - | - | 877 | - | - | 326,087 | 165,156 | 491,243 |
| <u>Transactions with owners recognised directly in equity</u> | | | | | | | | | | | |
| Acquisition of subsidiaries | - | - | - | - | - | - | - | - | - | 2,835 | 2,835 |
| NCI upon proportional capital injection in a subsidiary | - | - | - | - | - | - | - | - | - | 21,800 | 21,800 |
| Dividends declared to NCI | - | - | - | - | - | - | - | - | - | (27,666) | (27,666) |
| Dividends declared to equity shareholders | - | (151,755) | - | - | - | - | - | - | (151,755) | - | (151,755) |
| Total | - | (151,755) | - | - | - | - | - | - | (151,755) | (3,031) | (154,786) |
| <u>Other</u> | | | | | | | | | | | |
| Transfer to general reserve | - | (30,544) | 30,544 | 30,544 | - | - | - | - | - | - | - |
| Total | - | (30,544) | 30,544 | 30,544 | - | - | - | - | - | - | - |
| **Balance at 30 Jun 26 (Unaudited)** | 6,604,723 | 4,800,445 | (200,964) | 1,060,775 | (13,400) | (1,119,918) | 71,894 | (200,315) | 11,204,204 | 5,793,682 | 16,997,886 |

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. – cont'd**

**CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY – cont'd**

| GROUP | Share capital | Retained earnings | Other reserves, total | General reserve | Investment revaluation reserve | Translation reserve | Effects of changes in ownership interest in subsidiaries where there is no change in control | Merger reserve | Equity attributable to owners of the Company | Non-controlling interests | Total equity |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| **Balance at 1 Jan 25 (Audited)** | 6,604,723 | 4,388,207 | (357,861) | 855,926 | - | (1,084,451) | 70,979 | (200,315) | 10,635,069 | 5,447,441 | 16,082,510 |
| Profit for the period | - | 344,258 | - | - | - | - | - | - | 344,258 | 209,257 | 553,515 |
| Other comprehensive loss | | | | | | | | | | | |
| Exchange differences arising on translation | - | - | (36,515) | - | - | (36,515) | - | - | (36,515) | - | (36,515) |
| Fair value change on investments in equity instruments designated as at FVTOCI | - | - | (10,400) | - | (10,400) | - | - | - | (10,400) | - | (10,400) |
| Other comprehensive loss for the period, net of tax | - | - | (46,915) | - | (10,400) | (36,515) | - | - | (46,915) | - | (46,915) |
| Total comprehensive income for the period | - | 344,258 | (46,915) | - | (10,400) | (36,515) | - | - | 297,343 | 209,257 | 506,600 |
| Transactions with owners recognised directly in equity | | | | | | | | | | | |
| Acquisition of NCI | - | - | 915 | - | - | - | 915 | - | 915 | (1,556) | (641) |
| NCI upon proportional capital injection in a subsidiary | - | - | - | - | - | - | - | - | - | 1,400 | 1,400 |
| Dividends declared to NCI | - | - | - | - | - | - | - | - | - | (29,958) | (29,958) |
| Dividends declared to equity shareholders | - | (157,479) | - | - | - | - | - | - | (157,479) | - | (157,479) |
| Total | - | (157,479) | 915 | - | - | - | 915 | - | (156,564) | (30,114) | (186,678) |
| Other | | | | | | | | | | | |
| Transfer to general reserve | - | (55,213) | 55,213 | 55,213 | - | - | - | - | - | - | - |
| Total | - | (55,213) | 55,213 | 55,213 | - | - | - | - | - | - | - |
| **Balance at 30 Jun 25 (Unaudited)** | 6,604,723 | 4,519,773 | (348,648) | 911,139 | (10,400) | (1,120,966) | 71,894 | (200,315) | 10,775,848 | 5,626,584 | 16,402,432 |

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. – cont'd**

**CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY – cont'd**

| **COMPANY** | **Share capital** | **Accumulated losses** | **Total equity** |
|---|---|---|---|
| | **RMB'000** | **RMB'000** | **RMB'000** |
| **Balance at 1 Jan 26 (Audited)** | 6,604,723 | (130,265) | 6,474,458 |
| Profit for the period, representing total comprehensive income for the period | - | 259,930 | 259,930 |
| Transactions with owners recognised directly in equity | | | |
| Dividend declared to equity shareholders | - | (151,756) | (151,756) |
| **Balance at 30 Jun 26 (Unaudited)** | 6,604,723 | (22,091) | 6,582,632 |

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year. – cont'd**

**CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY – cont'd**

| **COMPANY** | **Share capital** | **Accumulated losses** | **Total equity** |
|---|---|---|---|
| | **RMB'000** | **RMB'000** | **RMB'000** |
| **Balance at 1 Jan 25 (Audited)** | 6,604,723 | (64,764) | 6,539,959 |
| Profit for the period, representing total comprehensive income for the period | - | 162,527 | 162,527 |
| Transactions with owners recognised directly in equity | | | |
| Dividend declared to equity shareholders | - | (157,479) | (157,479) |
| **Balance at 30 Jun 25 (Unaudited)** | 6,604,723 | (59,716) | 6,545,007 |

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

### 1. CORPORATE INFORMATION

SIIC Environment Holdings Ltd. (the "Company") is a public limited company, incorporated and domiciled in the Republic of Singapore and is dual listed on the Singapore Exchange Securities Trading Limited (the "SGX-ST") and The Stock Exchange of Hong Kong Limited (the "SEHK"). These condensed interim consolidated financial statements as at and for the six months ended 30 June 2026 comprise the Company and its subsidiaries' (collectively, "the Group"). The registered office and principal place of business of the Company is located at One Temasek Avenue, #37-02 Millenia Tower, Singapore 039192. There were no changes to the principal activities of the Group.

### 2. BASIS OF PREPARATION

The unaudited condensed interim consolidated financial statements for the six months ended 30 June 2026 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)") 1-34 *Interim Financial Reporting* issued by the Accounting Standards Committee under the Accounting and Corporate Regulatory Authority and the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules"). The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last audited annual financial statements for the year ended 31 December 2025.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s.

The condensed interim financial statements are presented in Renminbi ("RMB") which is the Company's functional currency.

The condensed interim consolidated statement of cash flows has been changed to be presented using the direct method. Compared with the indirect method, which reconciles profit before tax to cash generated from operations, the direct method presents actual operating cash receipts and payments, providing more detailed information about the Group's actual operating cash flows. Management believes that this presentation provides information that is more relevant and useful to users of the financial statements in understanding and evaluating the Group's cash flows.

### 2.1 New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

## 2. BASIS OF PREPARATION - cont'd

### 2.2 Use of judgements and estimates

The preparation of the condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amount of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed interim consolidated financial statements, the significant judgements made by management in applying the Group's accounting policies and key sources of estimation uncertainty were the same as those that applied to the audited consolidated financial statements for the year ended 31 December 2025.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

- Note 9 – Receivables under service concession arrangements

Management has determined that there is no impairment loss for the Group's goodwill on consolidation as at 30 June 2026.

### 2.3 Financial Risk Management Objectives and Policies

The Group and the Company are exposed to financial risks arising from its operations and the use of financial instruments. The key financial risks include (i) foreign currency risk; (ii) interest rate risk; (iii) liquidity risk; and (iv) credit risk. The Board of Directors reviews and agrees policies and procedures for the management of these risks, which are executed by the Financial Director and Management.

The condensed interim consolidated financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's audited annual financial statements as at 31 December 2025.

There have been no changes in the risk management policies since year end.

## 3. SEASONAL OPERATIONS

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

## 4. SEGMENT INFORMATION

The Group is organised into business segments based on their products and services, and has reportable segments as follows:

(i) Water and Sludge Treatment:

Principal activities include construction, management and operation of water and sludge related infrastructure under service concession arrangements and management and operation of water and sludge related infrastructure under non-service concession arrangements and financial income under service concession arrangements.

(ii) Water Supply:

Principal activities include construction, management and operation of water supply related infrastructure under service concession arrangements.

(iii) Waste Incineration:

Principal activities include construction, management and operation of waste incineration related infrastructure under service concession arrangements.

Other operations include design and consultancy on the projects and installation of water meters. None of these segments meets any of the quantitative thresholds for determining reportable segments for the financial period ended 30 June 2026 and 31 December 2025.

Management monitors the operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. The Group's financing is managed on a Group basis and are not allocated to operating segments. Unallocated assets/liabilities mainly comprise of corporate assets and liabilities, and interest receivable and payable.

Segment capital expenditure is the total cost incurred during the period to acquire property, plant and equipment and intangible assets other than goodwill.

Transfer prices between operating segments are on agreed-term basis in a manner similar to transactions with third parties.

4. **SEGMENT INFORMATION - cont'd**

**Segment revenue and results**

The following is an analysis of the Group's revenue and results by operating segments:

Six Months Ended 30 June 2026 (Unaudited)

| All amount in RMB'000 | Water and Sludge Treatment | Water Supply | Waste Incineration | Total for Reportable Segments | Unallocated | Consolidated |
|---|---|---|---|---|---|---|
| Revenue | 2,531,327 | 431,467 | 222,227 | 3,185,021 | - | 3,185,021 |
| Reportable segment profit from operations | 822,610 | 12,531 | 105,291 | 940,432 | (55,759) | 884,673 |
| Finance income | - | - | - | - | 7,405 | 7,405 |
| Finance expenses | - | - | - | - | (285,646) | (285,646) |
| Other non-operating income | (12,816) | 17,053 | 297 | 4,534 | 10,342 | 14,876 |
| Share of results of associates | (361) | - | - | (361) | - | (361) |
| Share of results of joint ventures | - | - | 4,067 | 4,067 | - | 4,067 |
| Income tax expense | (111,302) | (6,862) | (3,521) | (121,685) | (12,963) | (134,648) |
| Profit after tax | 698,131 | 22,722 | 106,134 | 826,987 | (336,621) | 490,366 |
| Segment depreciation and amortisation | 329,991 | 77,615 | 29,378 | 436,984 | 467 | 437,451 |
| Segment non-cash income | - | - | - | - | - | - |
| Segment non-cash expenses | (18,527) | - | - | (18,527) | - | (18,527) |

## 4. SEGMENT INFORMATION - cont'd

### Segment revenue and results – cont'd

Six Months Ended 30 June 2025 (Unaudited)

| **All amount in RMB'000** | **Water and Sludge Treatment** | **Water Supply** | **Waste Incineration** | **Total for Reportable Segments** | **Unallocated** | **Consolidated** |
|---|---|---|---|---|---|---|
| Revenue | 2,578,313 | 386,576 | 212,231 | 3,177,120 | - | 3,177,120 |
| Reportable segment profit from operations | 864,906 | 42,225 | 100,787 | 1,007,918 | (22,248) | 985,670 |
| Finance income | - | - | - | - | 13,910 | 13,910 |
| Finance expenses | - | - | - | - | (350,104) | (350,104) |
| Other non-operating income | (18,053) | 23,160 | 288 | 5,395 | (5,704) | (309) |
| Share of results of associates | 291 | - | - | 291 | - | 291 |
| Share of results of joint ventures | - | - | 1,911 | 1,911 | - | 1,911 |
| Income tax expense | (76,685) | (17,126) | (6,893) | (100,704) | 2,850 | (97,854) |
| Profit after tax | 770,459 | 48,259 | 96,093 | 914,811 | (361,296) | 553,515 |
| Segment depreciation and amortisation | 300,665 | 90,394 | 28,923 | 419,982 | 400 | 420,382 |
| Segment non-cash income | - | - | - | - | - | - |
| Segment non-cash expenses | (48,866) | (281) | (4,346) | (53,493) | - | (53,493) |

## 4. SEGMENT INFORMATION - cont'd

### Segment assets and liabilities

The following is an analysis of the Group's assets and liabilities by operating segments:

At 30 June 2026 (Unaudited)

| All amount in RMB'000 | Water and Sludge Treatment | Water Supply | Waste Incineration | Total for Reportable Segments | Unallocated | Consolidated |
|---|---|---|---|---|---|---|
| Segment assets | 32,776,094 | 4,704,973 | 5,982,845 | 43,463,912 | 405,773 | 43,869,685 |
| Interest in joint ventures | - | - | 481,994 | 481,994 | - | 481,994 |
| Interest in associates | 80,076 | - | - | 80,076 | 34,246 | 114,322 |
| Financial assets at fair value through profit or loss | 9,183 | - | - | 9,183 | - | 9,183 |
| Total assets | 32,865,353 | 4,704,973 | 6,464,839 | 44,035,165 | 440,019 | 44,475,184 |
| Segment liabilities | 15,463,482 | 1,693,873 | 4,059,334 | 21,216,689 | 6,260,609 | 27,477,298 |
| Segment capital expenditure | 228,719 | 16,253 | 3,640 | 248,612 | 3,581 | 252,193 |

## 4. SEGMENT INFORMATION - cont'd

### Segment assets and liabilities - cont'd

At 31 December 2025 (Audited)

| All amount in RMB'000 | Water and Sludge Treatment | Water Supply | Waste Incineration | Total for Reportable Segments | Unallocated | Consolidated |
|---|---|---|---|---|---|---|
| Segment assets | 32,519,227 | 4,833,718 | 5,977,492 | 43,330,437 | 517,231 | 43,847,668 |
| Interest in joint ventures | - | - | 477,927 | 477,927 | - | 477,927 |
| Interest in associates | 80,437 | - | - | 80,437 | 34,246 | 114,683 |
| Financial assets at fair value through profit or loss | 9,649 | - | - | 9,649 | - | 9,649 |
| Total assets | 32,609,313 | 4,833,718 | 6,455,419 | 43,898,450 | 551,477 | 44,449,927 |
| Segment liabilities | 15,804,816 | 1,829,730 | 4,109,179 | 21,743,725 | 6,044,773 | 27,788,498 |
| Segment capital expenditure | 776,130 | 142,425 | 10,707 | 929,262 | 145 | 929,407 |

## 5. REVENUE

| | 6 months ended 30 June | |
|---|---|---|
| | 2026 | 2025 |
| | RMB'000 | RMB'000 |
| | (Unaudited) | (Unaudited) |
| Construction revenue | 204,676 | 271,607 |
| Operating and maintenance income from services concession arrangements | 2,146,053 | 2,122,182 |
| Financial income from service concession arrangements | 421,884 | 527,871 |
| Service income | 214,572 | 119,594 |
| Other revenue | 197,836 | 135,866 |
| | 3,185,021 | 3,177,120 |
| Timing of revenue recognition: | | |
| At a point in time | 2,146,053 | 2,122,182 |
| Over time | 1,038,968 | 1,054,938 |
| | 3,185,021 | 3,177,120 |

## 6. TAXATION

| | 6 months ended 30 June | |
|---|---|---|
| | 2026 | 2025 |
| | RMB'000 | RMB'000 |
| | (Unaudited) | (Unaudited) |
| Current tax: | | |
| Current year | 139,946 | 146,940 |
| Under (Over) provision in respect of prior periods | 19,388 | (30,372) |
| Deferred tax: | | |
| Current year | (24,703) | (20,019) |
| Under provision in respect of prior periods | 17 | 1,305 |
| | 134,648 | 97,854 |

The corporate income tax applicable to the Singapore companies of the Group is 17% (six months ended 30 June 2025: 17%).

Under the Law of the People's Republic of China ("PRC") on Enterprise Income Tax ("EIT") and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% from 1 January 2008 onwards. In accordance with the "Income Tax Law of the PRC for Enterprises with Foreign Investment and Foreign Enterprises", certain subsidiaries, engaging in public infrastructure projects, are entitled to full exemption from EIT for the first three years and a 50% reduction in EIT for the next three years of generating operating income.

## 7. PROFIT FOR THE PERIOD

Profit for the period has been arrived at after charging (crediting):

| | 6 months ended 30 June | |
|---|---|---|
| | **2026** | **2025** |
| | **RMB'000** | **RMB'000** |
| | **(Unaudited)** | **(Unaudited)** |
| (Reversal of) Loss allowance for trade receivables, net | (11,034) | 106,229 |
| Provision (Reversal) of loss allowance for non-trade receivables, net | 29,561 | (53,000) |
| Depreciation of property, plant and equipment | 27,960 | 31,891 |
| Amortisation of intangible assets | 403,423 | 383,952 |
| Depreciation of right-of-use assets | 6,068 | 4,539 |
| Gain on disposal of property, plant and equipment | (72) | (647) |
| Gain on disposal of intangible assets | - | (48,164) |
| Loss (Gain) on disposal of a subsidiary | 877 | (1,361) |
| Gain on disposal of an associate | - | (11,916) |
| Finance income | (7,405) | (13,910) |
| Finance expenses | 285,646 | 350,104 |
| Share of results of associates | 361 | (291) |
| Share of results of joint ventures | (4,067) | (1,911) |
| Fair value loss on financial assets at fair value through profit and loss | - | 264 |
| Foreign exchange gain, net | (4,011) | (29,696) |

## 8. TRADE AND OTHER RECEIVABLES

The following is an aged analysis of trade receivables, net of loss allowance, excluding other receivables, presented based on the invoice date at the end of the reporting period:

| | 30 June 2026 RMB'000 (Unaudited) | 31 December 2025 RMB'000 (Audited) |
|---|---|---|
| Within 30 days | 925,484 | 796,265 |
| Within 31 to 60 days | 365,238 | 651,969 |
| Within 61 to 90 days | 383,881 | 375,100 |
| Within 91 to 180 days | 998,691 | 1,032,078 |
| Within 181 to 365 days | 2,131,627 | 1,398,787 |
| Over 365 days | 2,637,566 | 2,148,934 |
| | 7,442,487 | 6,403,133 |

## 9. CONCESSION ASSETS

Consideration given by the grantor for a service concession arrangement is accounted for as an intangible asset (operating concessions) or a financial asset (concession assets) or a combination of both, as appropriate. The financial asset component is as follows:

| | 30 June 2026 RMB'000 (Unaudited) | 31 December 2025 RMB'000 (Audited) |
|---|---|---|
| Concession assets: | | |
| Current portion | 765,363 | 870,079 |
| Non-current portion | 15,524,990 | 17,803,767 |
| | 16,290,353 | 18,673,846 |
| Expected collection schedule is analysed as follows: | | |
| Within 1 year | 765,363 | 870,079 |
| Within 2 to 5 years | 3,793,456 | 3,639,587 |
| Over 5 years | 11,731,534 | 14,164,180 |
| | 16,290,353 | 18,673,846 |

## 10. INTANGIBLE ASSETS

During the period, the Group's additions of intangible assets amounted to RMB 235,091,000 (Six Months ended 30 June 2025: RMB 219,010,000).

## 11. TRADE AND OTHER PAYABLES

The following is an aged analysis of trade payables presented based on the invoice date at the end of the reporting period:

| | 30 June 2026 RMB'000 (Unaudited) | 31 December 2025 RMB'000 (Audited) |
|---|---|---|
| Within 30 days | 262,421 | 769,011 |
| Within 31 to 60 days | 298,363 | 137,121 |
| Within 61 to 90 days | 94,726 | 55,008 |
| Within 91 to 180 days | 106,685 | 76,527 |
| Within 181 to 365 days | 250,709 | 272,485 |
| Over 365 days | 742,526 | 775,913 |
| | 1,755,430 | 2,086,065 |

## 12. BANK AND OTHER BORROWINGS

| | Group | | Company | |
|---|---|---|---|---|
| | 30 June 2026 RMB'000 (Unaudited) | 31 December 2025 RMB'000 (Audited) | 30 June 2026 RMB'000 (Unaudited) | 31 December 2025 RMB'000 (Audited) |
| Amount repayable within one year or on demand: | | | | |
| Secured | 1,121,468 | 1,103,555 | - | - |
| Unsecured | 3,935,164 | 2,551,349 | 3,663,457 | 2,373,500 |
| | 5,056,632 | 3,654,904 | 3,663,457 | 2,373,500 |
| Amount repayable after one year: | | | | |
| Secured | 10,527,638 | 10,768,429 | - | - |
| Unsecured | 6,112,395 | 7,234,430 | 2,326,500 | 3,380,957 |
| | 16,640,033 | 18,002,859 | 2,326,500 | 3,380,957 |

**Details of any collateral**

The bank and other borrowings are secured/guaranteed on concessionary arrangements, trade receivables (relating to concessionary arrangements) collection rights, guarantees by subsidiaries, guarantees by third party company and/or secured by a corporate guarantee by SIIC Environment Holdings Ltd..

## 13. SHARE CAPITAL

| | Group and Company | |
|---|---|---|
| | Number of ordinary shares | Amount RMB'000 |
| **Issued and paid up share capital** | **(Unaudited)** | **(Unaudited)** |
| At 1 January 2025, 31 December 2025 and 30 June 2026 | 2,575,665,726 | 6,604,723 |

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restriction. The ordinary shares have no par value.

Neither the Company nor any of its subsidiaries has redeemed, purchased or sold any of the Company's listed securities for the financial period ended 30 June 2026.

## 14. DIVIDENDS

A final one-tier tax exempt dividend of S$0.011 per ordinary share in respect of the financial year ended 31 December 2025 was approved in the annual general meeting held on 29 April 2026 and paid out on 30 May 2026.

## 15. NET ASSET VALUE AND EARNINGS PER SHARE

| | Group | | Company | |
|---|---|---|---|---|
| | 30 June 2026 (Unaudited) | 31 December 2025 (Audited) | 30 June 2026 (Unaudited) | 31 December 2025 (Audited) |
| Number of shares in issue to calculate net asset value per share | 2,575,665,726 | 2,575,665,726 | 2,575,665,726 | 2,575,665,726 |
| Net asset value per ordinary share (RMB in cent) | 435.14 | 428.23 | 255.57 | 251.37 |

| | 6 Months Ended 30 June | |
|---|---|---|
| | 2026 (Unaudited) | 2025 (Unaudited) |
| Profit for the period attributable to the Owners of the Company (RMB'000) | 325,210 | 344,258 |
| Weighted average number of shares in issue to calculate the basis and diluted earnings per share | 2,575,665,726 | 2,575,665,726 |
| Earnings per share for profit for the period attributable to the owners of the Company during the period: | | |
| -Basic (RMB in cent) | 12.63 | 13.37 |
| -Diluted (RMB in cent) | 12.63 | 13.37 |

## 16. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Except as detailed in the following tables below, the directors of the Company consider that the carrying amounts of all other financial assets and financial liabilities that are recorded at amortised cost in the consolidated financial statements to approximate their fair value, due to their short-term nature, that they are floating rate instruments that are re-priced to market interest rates on or near the end of the reporting period, or the discount rate used to amortise the instruments approximates the prevailing market interest rates.

The Group classifies financial assets measured at fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

a) Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
b) Inputs other than quoted prices included within Level 1 which are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (Level 2); and
c) Inputs for the assets or liabilities which are not based on observable market data (unobservable inputs) (Level 3).

### (i) Fair value of financial assets that are measured at fair value on a recurring basis

| **Financial assets** | **Fair value** | | **Fair value hierarchy** |
|---|---|---|---|
| | **30 June 2026** | **31 December 2025** | |
| | **RMB'000 (Unaudited)** | **RMB'000 (Audited)** | |
| **Financial assets at FVTOCI** | | | |
| Unlisted equity security | - | - | Level 3 |
| **Financial assets at FVTPL** | | | |
| Listed equity security | 2,677 | 3,143 | Level 1 |
| Put option of unlisted equity security | 6,506 | 6,506 | Level 3 |

## 16. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS - cont'd

**(ii) Fair value of the Group's financial assets and financial liabilities that are not measured at fair value on a recurring basis and whose carrying amounts are not reasonable approximation of fair value**

| | 30 June 2026 | | 31 December 2025 | |
|---|---|---|---|---|
| | Carrying amount | Fair value | Carrying amount | Fair value |
| | RMB'000 (Unaudited) | RMB'000 (Unaudited) | RMB'000 (Audited) | RMB'000 (Audited) |
| **Financial assets** | | | | |
| Concession assets | 15,804,246 | 16,118,626 | 17,880,817 | 18,438,719 |

The fair values of concession assets as disclosed in the table above are classified under level 3 of the fair value hierarchy and the fair values are estimated by discounting expected future cash flows at prevailing interest rate or borrowings rate as at the end of the reporting period.

There was no transfer amongst Levels 1, 2 and 3 in both periods.

## 17. ACQUISITION OF SIGNIFICANT SUBSIDIARIES

**Acquisition of Anshan Qingchang Water Affairs Co., Limited and Anshan Qinglang Water Affairs Co., Limited (the "Anshan Companies")**

On 30 March 2026, through its indirect subsidiary, Longjiang Environmental Protection Group Co., Ltd., the Group entered into a sale and purchase agreement with counterparties, Qingdao Shuang'an Green Technology Investment Co., Limited and Qingdao Qing'an Technology Investment Co., Limited, to acquire 100% equity interests in Anshan Qingchang Water Affairs Co., Limited and Anshan Qinglang Water Affairs Co., Limited at a consideration of RMB 270,000,000.The consideration was determined with reference to the aggregate identifiable net assets of the acquired equity interests of approximately RMB 270,000,000. The acquisition was funded from the Group's internal resources. As at the end of the reporting period, the Group had paid cash consideration of RMB 243,000,000 to the vendors.

Anshan Qingchang Water Affairs Co., Limited principally operates one wastewater treatment plant with a designed capacity of 80,000 tonnes per day. Anshan Qinglang Water Affairs Co., Limited principally operates one wastewater treatment plant with a designed capacity of 150,000 tonnes per day, comprising a BOT project of 100,000 tonnes per day and a commissioned operation project of 50,000 tonnes per day. The businesses are located in Liaoning Province, the People's Republic of China.

## 17. ACQUISITION OF SIGNIFICANT SUBSIDIARIES - cont'd

The purchase price allocation ("PPA") exercises in respect of the above acquisition will be completed by December 2026. Details of the assets acquired, liabilities recognised and consideration transferred in respect of the above acquisition are as follows:

| | Anshan Qingchang RMB'000 (unaudited) | Anshan Qinglang RMB'000 (unaudited) |
|---|---|---|
| **Consideration** | | |
| Cash paid | 134,235 | 108,765 |
| Consideration payable | 14,915 | 12,085 |
| Total | 149,150 | 120,850 |
| | | |
| **Fair value of assets acquired and liabilities recognised at the date of acquisition** | | |
| Trade and other receivables | 62,695 | 55,315 |
| Prepayments | 283 | 773 |
| Cash and cash equivalents | 1,139 | 3,840 |
| Inventories | 5 | 3 |
| Concession assets - current portion | 4,834 | 4,879 |
| Concession assets - non-current portion | 103,122 | 98,041 |
| Trade and other payables | (3,543) | (21,253) |
| Income tax payable | (1,672) | (1,571) |
| Deferred tax liabilities | (6,987) | (7,674) |
| Bank borrowings | (10,726) | (11,503) |
| | 149,150 | 120,850 |
| | | |
| **Goodwill arising on acquisition** | | |
| Consideration | 149,150 | 120,850 |
| Less: Net assets acquired | (149,150) | (120,850) |
| | - | - |
| | | |
| **Net cash outflow arising from acquisition** | | |
| Cash consideration paid | 134,235 | 108,765 |
| Less: Cash and cash equivalents acquired | (1,139) | (3,840) |
| Net cash outflow on acquisition | 133,096 | 104,925 |

## 18. SUBSEQUENT EVENTS

The Group has evaluated all events that occurred after the reporting date through the date when the condensed interim financial statements were issued. The Management of the Group determined that there were no reportable subsequent events to be disclosed.

## OTHER INFORMATION REQUIRED BY SGX LISTING RULE APPENDIX 7.2

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Please refer to Note 13 of the Notes to the Condensed Interim Consolidated Financial Statements.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

As at 30 June 2026, there were no treasury shares held (31 December 2025: Nil). Total number of issued shares as at 30 June 2026 was 2,575,665,726 (31 December 2025: 2,575,665,726).

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

There were no sales, transfers, disposal, cancellation and/or use of treasury shares during the financial period reported on.

**1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

There were no sales, transfers, cancellation and/or use of subsidiary holdings during the financial period reported on.

**2. Whether the figures have been audited or reviewed, and in accordance with which standard or practice.**

The figures have not been audited or reviewed.

**3. Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of matter).**

Not applicable.

**3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:**

**(a) Updates on the efforts taken to resolve each outstanding audit issue.**
**(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

**This is not required for any audit issue that is a material uncertainty relating to going concern.**

Not applicable.

**4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as that of the audited financial statements for the year ended 31 December 2025.

**5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

No such change in the accounting policies and methods of computation.

**6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

Please refer to Note 15 of the Notes to the Condensed Interim Consolidated Financial Statements.

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the**

**(a) current financial period reported on; and**
**(b) immediately preceding financial year.**

Please refer to Note 15 of the Notes to the Condensed Interim Consolidated Financial Statements.

**8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**

**(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
**(b) any material factors that affect the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**STATEMENT OF COMPREHENSIVE INCOME**

**Overall Review**

For the six months ended 30 June 2026, the Group's revenue was RMB 3,185.0 million, representing an increase of 0.2%, as compared to RMB 3,177.1 million for the same period in 2025.

For the six months ended 30 June 2026, the Group's profit for the period was RMB 490.4 million, representing a decrease of 11.4%, as compared to RMB 553.5 million for the same period in 2025.

For the six months ended 30 June 2026, the profit attributable to owners of the Company was RMB 325.2 million, representing a decrease of 5.5%, as compared to RMB 344.3 million for the same period in 2025.

## 8. A review of the performance of the group – cont'd.

### (A) Revenue

**Construction Revenue**

For the six months ended 30 June 2026, construction revenue was RMB 204.7 million, representing a decrease of 24.6%, as compared to RMB 271.6 million for the same period in 2025. The decrease in revenue was mainly due to the completion of major construction projects in FY2025 and the commencement of new major construction projects are expected in 2HFY2026.

**Operating and Maintenance Income from Service Concession Arrangements/ Financial Income from Service Concession Arrangements**

For the six months ended 30 June 2026, the aggregate income was RMB 2,567.9 million, representing a decrease of 3.1%, as compared to RMB 2,650.1 million for the same period in 2025. The decrease was due to lower financial income of water treated for the period.

**Service Income**

For the six months ended 30 June 2026, service income was RMB 214.6 million, representing an increase of 79.4%, as compared to RMB 119.6 million for the same period in 2025. The increase in service income is mainly due to the contribution of new service projects.

**Other Revenue**

For the six months ended 30 June 2026, other revenue was RMB 197.8 million, representing an increase of 45.5%, as compared to RMB 135.9 million for the same period in 2025. The increase in other revenue was mainly due to an increase in the volume of ad-hoc installation works.

### (B) Gross Profit ("GP") / Gross Profit Margin ("GPM")

For the six months ended 30 June 2026, the Group's GP was RMB 1,238.8 million, representing a decrease of 1.5%, as compared to RMB 1,257.2 million for the same period in 2025. The decrease in GP was primarily caused by the decrease in construction revenue.

For the six months ended 30 June 2026, GPM was 38.9%, representing a decrease of 0.7%, as compared to 39.6%, for the same period in 2025. The decline was primarily attributable to shifts in revenue mix.

## 8. A review of the performance of the group – cont'd.

### (C) Other Income

For the six months ended 30 June 2026, other income was RMB 23.2 million, representing a decrease of 52.7%, as compared to RMB 49.1 million for the same period in 2025. The decrease was mainly due to decrease in volume of work and services not related to core business activities.

### (D) Other Gains and Losses

For the six months ended 30 June 2026, other gains and losses amounted to a gain of RMB 3.0 million, representing a decrease of 43.6%, as compared to a gain of RMB 5.4 million for the same period in 2025. The decrease was mainly due to lower foreign exchange gain recorded in the six months ended 30 June 2026 .

### (E) Selling and Distribution Costs

For the six months ended 30 June 2026, selling and distribution costs were RMB 40.9 million, representing an increase of 2.0%, as compared to RMB 40.1 million for the same period in 2025. The increase was mainly due to higher repair and maintenance costs.

### (F) Administrative Expenses

For the six months ended 30 June 2026, administrative expenses were RMB 317.2 million, representing an increase of 16.5%, as compared to RMB 272.3 million for the same period in 2025. The increase was mainly due to rising in costs during the period.

### (G) Finance Expenses

For the six months ended 30 June 2026, finance expenses were RMB 285.6 million, representing a decrease of 18.4%, as compared to RMB 350.1 million for the same period in 2025. The decrease was due to the financing structure being continuously optimized by the replacement of higher interest rate loans with lower interest rate loans during the six month ended 30 June 2026.

## 8. A review of the performance of the group – cont'd.

**(H) Share of Results of Associates/ Share of Results of Joint Ventures**

The share of results of associates and joint ventures using the equity method represents the Group's share of results in investments which are accounted for using equity method.

The share of results of joint ventures in 1HFY2026 increased as compared to 1HFY2025 was mainly due to higher contribution from joint ventures.

The share of results of associates in 1HFY2026 decreased as compared to 1HFY2025 was mainly due to lower contribution from associates.

**(I) Income Tax Expenses**

For the six months ended 30 June 2026, income tax expense was RMB 134.6 million, representing an increase of 37.6%, as compared to RMB 97.9 million for the same period in 2025. The lower income tax expense in prior period was due to the reversal of overprovision of current tax and deferred tax in the previous period.

**STATEMENTS OF FINANCIAL POSITION**

**(J) Current Assets**

Current assets as at 30 June 2026, amounted to RMB 12.24 billion, representing an increase of 2.6%, as compared to RMB 11.94 billion as at 31 December 2025. The increase in current assets was mainly due to the rise in trade receivables related to the revenue generated in the first half of 2026.

**(K) Non-current Assets**

Non-current assets as at 30 June 2026, amounted to RMB 32.23 billion, showing a slight decrease of 0.9%, as compared to RMB 32.51 billion as at 31 December 2025. The decrease in non-current assets was mainly due to decrease in non-current concession assets.

**(L) Current Liabilities**

Current liabilities as at 30 June 2026, amounted to RMB 8.33 billion, representing an increase of 13.0%, as compared to RMB 7.37 billion as at 31 December 2025. The increase was primarily due to the increasing of trade and other payables and short-term borrowings.

**(M) Non-current Liabilities**

Non-current liabilities as at 30 June 2026, amounted to RMB 19.14 billion, representing a decrease of 6.2%, as compared to RMB 20.42 billion as at 31 December 2025. The decrease was mainly due to repayment of long-term borrowings.

## 8. A review of the performance of the group – cont'd.

**STATEMENT OF CASH FLOWS**

As at 30 June 2026, the Group's cash and cash equivalents stood at RMB 2.85 billion, representing a decrease of 17.5%, as compared to RMB 3.45 billion as at 31 December 2025.

Net Cash generated from Operating Activities: Net cash of RMB 547.4 million was generated from the Group's operating activities.

Net Cash used in Investing Activities: Net cash of RMB 736.3 million was used in the Group's investing activities, primarily due to addition of intangible assets related to the concession arrangement and acquisition of subsidiaries during the period.

Net Cash used in Financing Activities: Net cash of RMB 413.4 million was used in the Group's financing activities, mainly due to repayment of bank and other borrowings plus interest paid and dividends paid.

## 9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

No forecast or prospect statement has been previously disclosed to shareholders.

## 10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

In the first half of 2026, the People's Republic of China ("China") continued to promote the construction of a Beautiful China, with various tasks of ecological and environmental governance being implemented in an orderly manner. The Report on the Work of the Government (2026) proposed to pursue green transformation driven by the "dual carbon" goals (carbon peaking and carbon neutrality goals), and make concerted efforts to cut carbon emissions, reduce pollution, pursue green development and boost economic growth. It is planned to reduce carbon dioxide emissions per unit of GDP by approximately 3.8% in 2026, whilst implementing the dual control system for both carbon emissions and carbon emission intensity. China will continue to fight the tough battle of pollution prevention and control, and carry out ecological conservation and restoration. "two high" projects (projects with high energy consumption and high emissions) will be strictly regulated to promote industrial carbon reduction; green industries such as hydrogen energy, energy storage and green fuels will be developed. With the accelerated construction of a new electric power system, the national carbon market is expected to be expanded; with the principle of establishing the new before abolishing the old, China will balance energy security and orderly progress of carbon peaking, and consolidate the foundation for low-carbon development during the 15th Five-Year Plan period. In June 2026, the State Council issued the 15th Five-Year Plan for Building a Beautiful China (《美麗中國建設"十五五"規劃》), which advocates for firmly establishing and putting into practice the philosophy that lucid waters and lush mountains are invaluable assets, deepening efforts to protect the blue sky, clear water and pure land, and comprehensively implementing precise, scientific and lawful-based pollution control. Guided by the goals of carbon peaking and carbon neutrality, China will coordinate industrial restructuring, pollution control, ecological conservation and climate change response, persistently deepen efforts in pollution prevention and control and ecosystem improvement, step up green transformation in overall economic and social development, and consolidate the ecological foundation for the great rejuvenation of the Chinese nation. The Group will seize the window of opportunity featured by favorable industry policies, steadily advance the construction and quality enhancement of the existing projects, and simultaneously explore high-quality investment opportunities for new projects. At present, the Group's "One Mountain and One River" benchmark projects have achieved outstanding results in respect of construction and operation. The benchmark solid waste treatment project, Shanghai Baoshan Renewable Energy Utilization Center, is now operating smoothly, and the core sewage treatment project, Qingpu Xicen Water Purification Plant, is operating steadily on a commercial basis. Moving forward, the Group will continue to optimize its business layout across all regions, further explore the market, and expand its business scale to consolidate its leadership in the domestic water and environmental protection industries.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months. – cont'd.**

On the water policy front, in March 2026, the National People's Congress approved and issued the Outline of the 15th Five-Year Plan (《"十五五"規劃綱要》), which stipulates the core development and governance objectives of water affairs for the years 2026 to 2030. Specifically, the Outline proposes the upgrading and reconstruction of urban sewage treatment plants, raise effluent discharge standards, and strengthen the large-scale recycling and reuse of treated wastewater; to advance efforts across all regions to eliminate black-odor water bodies in both urban and rural areas, conduct inspections and remediation of sewage outfalls into rivers, and refine the governance of small and medium-sized rivers, reinforce the risk-elimination projects for dilapidated reservoirs, so as to strengthen the capacity to prevent and mitigate flood and drought disasters. In March 2026, the Shanghai Municipal Government issued the Notice on Organizing the Application for the 2026 Special Support Projects for Water Conservation and Emission Reduction (《2026年節水減排專項扶持項目申報通知》), which specifies the scope of support and application requirements for municipal-level special water subsidies. The support targets are water conservation and emission reduction projects that were completed and implemented in compliance with regulations from 2022 to 2025, covering industrial water-saving technological transformation, on-site wastewater reuse within plant premises, municipal wastewater resource utilization, rainwater harvesting and utilization, and other unconventional water source development projects. Priority shall be given to large-scale reclaimed water reuse projects in industrial parks and water-intensive enterprises, leading the city's industrial sector to reduce water consumption, and decrease the withdrawal of fresh water, and enhancing the utilization rate of urban unconventional water sources. In June 2026, the State Council issued the 15th Five-Year Plan for Building a Beautiful China (《美麗中國建設"十五五"規劃》), which proposes to establish the "Three Waters Coordination" ("water resources, water environment, and water ecology"); consolidate the achievements in remediating urban black-odor water bodies, establish a long-term inspection and source-tracing mechanism to prevent any recurrence; and attach great importance to tackling the remediation of small and micro water bodies in townships and villages, so as to basically eliminate black-odor water bodies across all townships. The Plan proposes to intensify the risk prevention and control at centralized drinking water sources, regularly implement inspections to identify potential hazards and clean up and remediate sources of pollution, systematically advance the prevention and control of groundwater pollution and the management of ecological flow in river basins, restore the aquatic ecosystems of rivers, lakes and wetlands, comprehensively enhancing the water environment quality and ecological carrying capacity of river basins.

On the sewage treatment front, the Group has consistently aligned itself with the national strategic directives, fully carried out the green and low-carbon development plans, and leveraged technological innovation to enhance the quality of its wastewater treatment operations whilst reducing carbon emissions. With continuous introduction of new energy-saving processes and low-carbon treatment solutions, the Group has reduced carbon emissions from wastewater treatment projects across all regions. With the low-carbon practices in core water services business, the Group has supported the delivery of national carbon peaking and carbon neutrality goals, and has cooperated with the industry to create a green and low-carbon industrial ecosystem.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months. – cont'd.**

In terms of green financing, in January 2026, the People's Bank of China (PBOC) comprehensively upgraded the carbon emission reduction support tool, increasing industrial energy-saving retrofits, green technological transformation of traditional industries, and new-type energy storage supporting facilities. The interest rate on the one-year relending facility was lowered to 1.25%, with an annual operation quota of RMB800 billion, to be disbursed on a quarterly basis. The PBOC updated the rules for recognizing green assets as collateral, incorporated loans for low-carbon plant retrofitting and energy storage supporting facilities into its pool of eligible collateral, and introduced differentiated assessment of banks' green credit performance. By leveraging low-cost and targeted long-term funding, the PBOC has continued to reduce enterprises' green transformation costs, covering a full chain of new energy, industrial low-carbon initiatives, and energy-saving equipment. This fills the gap in low-cost financing channels for the transformation of high energy-consuming industries and refine the monetary policy toolkit of direct green finance instruments. Accompanied by the releases of numerous support policies, the Group's financing channels have been continuously broadened, effectively decreasing its overall financing costs and optimizing capital allocation efficiency, as well as providing robust support for the Group to expand its operating scale and advance the implementation of varied new projects.

Looking ahead, the Group will precisely capture national policy trends and changes in the industry and market, remain steadfast in focusing on its core responsibilities and primary businesses, and expand its business footprint in a steady manner. In the meantime, the Group will continue to deepen lean operation management, uphold innovation-driven development, and accelerate the development of digital and smart systems, thereby comprehensively propelling the enhancement of its industrial value. Leveraging the capital endowments of its dual-listing in Singapore and Hong Kong, the Group will actively expand domestic and international environmental protection business presence, thereby contributing to building a Beautiful China through its professional industrial expertise and commitment.

## 11. Dividend

**If a decision regarding dividend has been made:**

**(a) Whether an interim (final) ordinary dividend has been declared (recommended): and**

**(b) Amount Per Share For Current Financial Period Reported On**

None.

**(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the Dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Not applicable.

**(d) The date the dividend is payable.**

Not applicable.

**(e) The date on which Registrable Transfers received by the company (up to 5.00 p.m.) will be registered before entitlements.**

Not applicable.

## 12. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

The Company did not declare any dividend as the Company requires cash to fund its capital expenditure and investment in projects.

## 13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

No IPT mandate has been obtained from shareholders.

## 14. Confirmation by Directors pursuant to Rule 705(5) of the SGX-ST Listing Manual

We, Ji Guanglin and Wang Xiwang, do hereby confirm on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the period ended 30 June 2026, to be false or misleading, in any material aspect.

## 15. Confirmation that the issuer has procured undertakings from all its directors and executive officers

The Company confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

**BY ORDER OF THE BOARD**
**Mr. Ji Guanglin**
**Executive Director**
**13 August 2026**