

Fangda Carbon New Materials Technology Co., Ltd.

First Quarter Report for 2026

The Board of Directors and all directors of the Company warrant that this announcement contains no false statements, misleading information or material omissions, and accept legal responsibility for the truthfulness, accuracy and completeness of its contents.

Important Notice:

The Company's Board of Directors, directors and senior management warrant that the contents of this quarterly report are true, accurate and complete, and that there are no false statements, misleading representations or material omissions, and they accept individual and joint legal liability in this regard.

The Company's chief executive, the person in charge of accounting and the head of the accounting department (accounting supervisor) warrant that the financial information contained in this quarterly report is true, accurate and complete.

Have the first-quarter financial statements been audited?

Yes No

I. Key Financial Data

(a) Key Accounting Data and Financial Indicators

Applicable Not applicable

Unit: Yuan Currency: CNY

Items	Current reporting period	Previous Year	YOY (%)
Revenue	992,792,253.67	850,331,610.98	16.75
Total profit	7,866,443.34	5,572,673.18	41.16
Net profit attributable to shareholders of the listed company	8,859,024.75	6,941,360.18	27.63
Net profit attributable to shareholders of the listed company, excluding non-recurring gains and losses	10,087,518.26	38,703,917.70	-73.94
Net cash flow from operating activities	-204,852,803.73	-205,043,809.10	Inapplicable
Basic earnings per share (RMB/share)	0.0023	0.0018	27.78
Diluted earnings per share (RMB/share)	0.0023	0.0018	27.78
Weighted average return on equity (%)	0.05	0.04	Increased by 0.01%

	At the end Current reporting period	At the end of Previous Year	YOY (%)
Total assets	20,783,359,785.74	20,643,089,105.80	0.68
Equity attributable to shareholders of the listed company	16,336,427,171.90	16,116,806,927.71	1.36

(2) Non-recurring items and amounts

Applicable Not applicable

Unit: Yuan Currency: CNY

非经常性损益项目	本期金额	说明
Gains or losses on the disposal of non-current assets, including the reversal of impairment losses previously recognised;	-314,541.07	
Government grants recognised in profit or loss for the period, except for those that are closely related to the company's ordinary course of business, comply with national policy provisions, are granted in accordance with established criteria, and have a continuing impact on the company's profit or loss	7,778,367.64	
Gains or losses arising from changes in the fair value of financial assets and financial liabilities held by non-financial enterprises, and gains or losses arising from the disposal of financial assets and financial liabilities, other than those arising from effective hedging transactions related to the company's normal business operations;	-6,711,499.71	
Fees for the use of funds charged to non-financial enterprises and recognised in profit or loss for the period;		
Gains or losses arising from entrusting others to invest or manage assets;		
Gains or losses arising from external entrusted loans;		
Losses on assets arising from force majeure events, such as natural disasters;		
Reversals of impairment provisions for receivables tested individually;		
Gains arising where the cost of an enterprise's investment in a subsidiary, associate or joint venture is less than the fair value of the investee's identifiable net assets at the time of acquisition;		
The net profit or loss of a subsidiary for the period from the beginning of the period to the date of the business combination under common control;		
Gains or losses on non-monetary asset exchanges;		
Gains or losses arising from debt restructuring;		
One-off expenses incurred by the entity due to the discontinuation of relevant business activities, such as expenditure on employee		

redundancy;		
One-off impacts on current period profit or loss resulting from adjustments to laws and regulations relating to taxation, accounting, etc.;		
Share-based payment expenses recognised on a one-off basis due to the cancellation or amendment of an equity incentive scheme;		
For cash-settled share-based payments, gains or losses arising from changes in the fair value of employee benefits payable after the vesting date;		
Gains or losses arising from changes in the fair value of investment property measured using the fair value model;		
Gains arising from transactions where the transaction price is grossly unfair;		
Gains or losses arising from contingent events unrelated to the company's normal business operations;		
Fiduciary management fees received from entrusted operations;		
Other non-operating income and expenses not included in the above items;	1,822,127.62	
Other items of income or loss that meet the definition of non-recurring gains or losses;		
Less: Income tax effect	3,093,622.86	
Impact on minority interests (after tax)	709,325.13	
Total	-1,228,493.51	

(3) Changes in key accounting data and financial indicators, and the reasons for such changes

Project Name:	Percentage change (%)	Main reason:
Total Profit:	41.16	Investment income from the disposal of long-term equity investments increased during the reporting period.
Net Profit Attributable to Shareholders of the Listed Company, Excluding Non-recurring Gains and Losses	-73.94	Due to fluctuations in raw material prices during the reporting period, costs increased compared to the same period last year.

Applicable Not applicable

II. Shareholder Information

(I) Table showing the total number of ordinary shareholders, the number of preference shareholders whose voting rights have been restored, and the shareholdings of the top ten shareholders

Unit: Shares

Total number of ordinary shareholders at the end of the reporting period	203,952	Total number of preference shareholders with voting rights restored at the end of the reporting period (if any)	N/A			
Shareholdings of the top 10 shareholders (excluding shares lent through the securities lending and borrowing scheme)						
Shareholder Name:	Shareholder type:	Number of shares held	Percentage of shares held (%)	Number of restricted shares held	Pledge, staking status or freezing status	
					Status of Equity	Number
Liaoning Fangda Group Industrial Co., Ltd.	Domestic non-state-owned legal entity	1,524,413,321	37.86	0	Pledge	718,708,590
Fangda Carbon New Materials Technology Co., Ltd. (Special Securities Account for Share Buybacks)	Domestic non-state-owned legal entity	209,113,465	5.19	0	None:	
Hong Kong Central Clearing Co., Ltd.	Other	46,900,006	1.16	0	None:	
China Everbright Bank Co., Ltd. – China Merchants Anben Zengli Bond Securities Investment Fund\	Other	26,194,700	0.65	0	None:	
Bank of China Limited – China Merchants Credit Enhancement Bond Securities Investment Fund\	Other	24,505,100	0.61	0	None:	
Agricultural Bank of China Limited – CSI 500 Exchange-Traded Open-Ended Index Securities Investment Fund\	Other	20,777,272	0.52	0	None:	
National Social Security Fund Portfolio 602\	Other	19,234,700	0.48	0	None:	
Fang Wei\	Domestic natural person	18,480,200	0.46	0	None:	
China Pacific Life Insurance Co., Ltd. – Traditional – General Insurance Product\	Other	17,599,909	0.44	0	None:	
China Pacific Property Insurance Co., Ltd. – Traditional – General Insurance Product – 013C – CT001 Shanghai	Other	12,500,000	0.31	0	None	
Shareholdings of the top 10 shareholders with no lock-up restrictions (excluding shares lent through the securities lending and borrowing scheme)						

Shareholder name	Number of unrestricted tradable shares held	Type and Number of Shares	
		Type of Share	Number
Liaoning Fangda Group Industrial Co., Ltd.	1,524,413,321	RMB ordinary shares	1,524,413,321
Fangda Carbon New Materials Technology Co., Ltd. Share Repurchase Special Securities Account	209,113,465	RMB ordinary shares	209,113,465
Hong Kong Central Clearing Co., Ltd.	46,900,006	RMB ordinary shares	46,900,006
China Everbright Bank Co., Ltd. – China Merchants Anben Zengli Bond Securities Investment Fund	26,194,700	RMB ordinary shares	26,194,700
Bank of China Limited – China Merchants Credit Enhancement Bond Securities Investment Fund	24,505,100	RMB ordinary shares	24,505,100
Agricultural Bank of China Limited – CSI 500 Exchange-Traded Open-Ended Index Securities Investment Fund	20,777,272	RMB ordinary shares	20,777,272
National Social Security Fund Portfolio 602	19,234,700	RMB ordinary shares	19,234,700
Fang Wei	18,480,200	RMB ordinary shares	18,480,200
China Pacific Life Insurance Co., Ltd. – Traditional – General Insurance Product	17,599,909	RMB ordinary shares	17,599,909
China Pacific Property Insurance Co., Ltd. – Traditional – General Insurance Product – 013C – CT001 Shanghai	12,500,000	RMB ordinary shares	12,500,000
Explanation of Affiliated Relationships or Acting in Concert Among the Above Shareholders	Among the aforementioned shareholders, Liaoning Fangda Group Industrial Co., Ltd. and Mr Fang Wei, a natural person shareholder, are acting in concert; the nature of any associated relationships or concerted action among the remaining shareholders is unknown.		
Explanation of the Participation of the Top 10 Shareholders and the Top 10 Unrestricted Shareholders in Margin Trading and Securities Lending and Borrowing Transactions (if any)	The Company's shareholder, Mr Fang Wei, does not hold shares in the Company through an ordinary securities account, but holds 18,480,200 shares through a margin trading collateral securities account with CITIC Securities Co., Ltd.		

III. Other Matters to Note

Other important information regarding the Company's operating performance during the reporting period that investors should be aware of

Applicable Not applicable

1. On 9 January 2026, 1 April 2026 and 17 April 2026 respectively, the Company convened board meetings and general meetings of shareholders to approve the application to the National Association of Financial Market Institutional Investors (NAFMII) for the registration and issuance of a unified registered debt financing instrument with a maximum principal amount not exceeding

RMB 1 billion (including RMB 1 billion). The relevant intermediaries are continuing to advance the bond issuance process in accordance with bond regulatory requirements and their respective duties.

2. On 9 February 2026, the Company convened the 19th Extraordinary Meeting of the 9th Board of Directors, at which it reviewed and approved the “Proposal on the Acquisition of Equity and Related Party Transaction”, agreeing that the Company would use its own funds to acquire 100% of the equity in Tianjin Tongda Huanyu Logistics Co., Ltd. (hereinafter referred to as “Tongda Huanyu”) held by Tianjin Yishang Group Co., Ltd., with the transaction consideration amounting to RMB 319,187,000. In March 2026, the Company completed the relevant commercial registration procedures for this equity transaction and paid the full purchase price for 100% of the equity in Tongda Huanyu in accordance with the terms of the “Equity Transfer Agreement for Tianjin Tongda Huanyu Logistics Co., Ltd.” Concurrently, the Company included Tianjin Tongda Huanyu Logistics Co., Ltd. within the scope of its consolidated financial statements and adjusted certain opening balances in the financial statements for the first quarter of 2026.

IV. Quarterly Financial Statements

(I) Type of audit opinion

Applicable Not applicable

(II) Financial Statements

Consolidated Balance Sheet

As at 31 March 2026

Prepared by: Fangda Carbon New Materials Co., Ltd.

Unit: CNY Currency: RMB Audit status: Unaudit

Items	31 March 2026	31 December2025
Current Assets:		
Cash and cash equivalents;	5,106,159,245.17	5,586,047,008.19
Settlement reserves;		
Loans granted;		
Financial assets held for trading;	888,370,159.26	1,085,144,460.27
Derivative financial assets;		
Notes receivable;	529,618,450.17	503,613,085.23
Trade receivables;	560,677,554.74	410,621,061.35
Receivables financing;	231,233,722.57	188,078,872.75
Prepayments;	146,795,223.31	56,535,755.07
Premiums receivable;		
Reinsurance receivables;		
Reinsurance contract reserves;		
Other receivables;	103,702,954.04	251,830,042.48

Of which: Interest receivable		
Dividends receivable		
Financial assets under repurchase agreements		
Inventories	1,554,924,367.54	1,578,434,462.23
Of which: Data resources		
Contract assets	14,461,373.21	14,461,373.21
Assets held for sale		
Non-current assets due within one year	463,247,832.51	460,244,893.67
Other current assets	24,617,890.07	27,083,058.54
Total current assets	9,623,808,772.59	10,162,094,072.99
Non-current Assets:		
Loans and advances;		
Debt investments;		
Other debt investments;		
Long-term receivables;		
Long-term equity investments;	6,650,105,206.24	6,380,807,323.67
Investments in other equity instruments;		
Other non-current financial assets;	258,301,110.77	282,805,189.74
Investment property;		
Property, plant and equipment;	3,327,999,393.13	2,903,025,235.84
Construction in progress;	196,464,629.24	179,684,654.29
Biological assets held for production;		
Oil and gas assets;		
Right-of-use assets;		
Intangible assets;	593,210,514.26	597,483,613.04
Of which: Data resources;		
Development expenditure		
Of which: Data resources		

Goodwill		
Deferred expenses	4,444,947.08	94,999.16
Deferred tax assets	86,963,991.37	83,480,664.81
Other non-current assets	42,061,221.06	53,613,352.26
Total non-current assets	11,159,551,013.15	10,480,995,032.81
Total assets	20,783,359,785.74	20,643,089,105.80
Current Liabilities:		
Short-term borrowings;	811,233,262.04	801,143,527.25
Borrowings from the central bank;		
Interbank borrowings;		
Financial liabilities held for trading;		
Derivative financial liabilities;		
Notes payable;	140,628,936.09	156,659,498.99
Trade payables;	476,950,246.48	449,206,073.71
Advances received;		
Contract liabilities;	219,272,015.44	202,955,434.98
Proceeds from financial assets sold under repurchase agreements;		
Deposits and interbank placements;		
Proceeds from securities trading on behalf of others;		
Proceeds from underwriting securities on behalf of others		
Accrued staff remuneration	39,940,104.80	44,051,971.75
Taxes payable	17,610,652.47	17,444,073.42
Other payables	257,143,817.70	382,394,186.55
Of which: Interest payable		
Dividends payable	9,958,836.44	9,958,836.44
Fees and commissions payable		
Reinsurance payables		

Liabilities held for sale		
Non-current liabilities due within one year	404,800,000.00	5,621,691.11
Other current liabilities	197,910,675.22	185,091,956.52
Total current liabilities	2,565,489,710.24	2,244,568,414.28
Non-current Liabilities:		
Insurance contract reserves		
Long-term borrowings	222,500,000.00	624,600,000.00
Bonds payable		
Of which: Preference shares		
Perpetual bonds		
Lease liabilities		
Long-term payables		
Long-term employee benefits payable		
Provisions		
Deferred income	240,666,292.67	245,157,475.37
Deferred tax liabilities	64,849,517.45	62,567,141.51
Other non-current liabilities	73,688,505.31	65,688,505.31
Total non-current liabilities	601,704,315.43	998,013,122.19
Total liabilities	3,167,194,025.67	3,242,581,536.47
Shareholders' equity:		
Paid-in capital (or share capital)	4,025,970,368.00	4,025,970,368.00
Other equity instruments		
Of which: Preference shares		
Perpetual bonds		
Capital reserve	1,980,578,063.22	1,967,914,792.45
Less: Treasury shares	1,094,973,456.24	1,300,035,900.58
Other comprehensive income	44,981,124.08	44,982,265.06
Special reserves	8,895,227.99	15,858,582.68

Retained earnings	1,444,762,859.21	1,444,762,859.21
General risk provision		
Retained earnings	9,926,212,985.64	9,917,353,960.89
Total equity attributable to the parent company (or shareholders' equity)	16,336,427,171.90	16,116,806,927.71
Minority interests	1,279,738,588.17	1,283,700,641.62
Total equity (or shareholders' equity)	17,616,165,760.07	17,400,507,569.33
Total liabilities and equity (or shareholders' equity)	20,783,359,785.74	20,643,089,105.80

Legal Representative: Zhang Tianjun Chief Accountant: Gou Yanli Head of Accounting Department: Tan Hong

Note: The figures as at 31 December 2025 include the financial data of Tianjin Tongda Huanyu Logistics Co., Ltd., a wholly-owned subsidiary included in the scope of the consolidated financial statements, and therefore differ from the figures in the 2025 Annual Report.

Consolidated Income Statement

For the period from 1 January to 31 March 2026

Prepared by: Fangda Carbon New Materials Co., Ltd.

Unit: CNY Currency: RMB Audit status: Unaudit

Items	First Quarter of 2026	First Quarter of 2025
I. Total Operating Revenue	992,792,253.67	850,331,610.98
Of which: Operating Revenue	992,792,253.67	850,331,610.98
Interest Income		
Premiums Earned		
Fees and Commission Income		
II. Total Operating Costs	1,020,128,669.58	850,842,943.89
Of which: Operating Costs	898,867,260.91	738,213,260.14
Interest Expense		
Fees and Commission Expense		
Surrender Refunds		
Net Claims Expense		
Net Provision for Insurance Liabilities		

Policy Dividend Expense		
Reinsurance expenses;		
Taxes and surcharges;	13,537,755.01	11,958,764.81
Selling expenses;	20,002,834.58	28,770,708.86
Administrative expenses;	85,121,921.38	81,324,224.43
Research and development expenses;	19,188,642.59	15,712,141.67
Finance costs;	-16,589,744.89	-25,136,156.02
Of which: Interest expense;	6,465,570.94	6,041,734.91
Interest income;	25,567,559.03	29,714,817.42
Add: Other income;	7,679,542.05	11,758,956.81
Investment income (losses to be entered with a '-' sign);	96,437,050.84	21,839,514.24
Of which: Investment income from associates and joint ventures;		
Gains on derecognition of financial assets measured at amortised cost;		
Foreign exchange gains (losses to be entered with a '-' sign);		
Gains (losses indicated by a '-' sign) on net exposure hedging		
Gains (losses indicated by a '-' sign) on changes in fair value	-72,069,391.58	-27,063,354.02
Credit impairment losses (losses indicated by a '-' sign)	48,163.75	11,070.00
Impairment losses on assets (losses indicated by a '-' sign)		
Gains (losses indicated by a '-' sign) on disposal of assets	1,501,082.05	-258,896.13
III. Operating profit (losses to be entered with a '-' sign)	6,260,031.20	5,775,957.99
Add: Non-operating income	2,556,925.79	2,008,889.83
Less: Non-operating expenses	950,513.65	2,212,174.64
IV. Total profit (total losses to be entered with a '-' sign)	7,866,443.34	5,572,673.18
Less: Income tax expense	2,969,472.04	4,161,153.78
V. Net profit (net loss to be entered with a '-' sign)	4,896,971.30	1,411,519.40

(1) Classification by going concern status		
1. Net profit from continuing operations (net loss to be indicated with a '-')		
2. Net profit from discontinued operations (net loss to be indicated with a '-')		
(2) Classification by ownership		
1. Profit (or loss) attributable to owners of the parent (a net loss is indicated by a '-' sign)	8,859,024.75	6,941,360.18
2. Profit (or loss) attributable to minority interests (a net loss is indicated by a '-' sign)	-3,962,053.45	-5,529,840.78
VI. Net other comprehensive income after tax	-1,140.98	-987.83
(a) Net other comprehensive income after tax attributable to owners of the parent	-1,140.98	-987.83
1. Other comprehensive income that cannot be reclassified to profit or loss		
(1) Changes in the remeasurement of defined benefit plans		
(2) Other comprehensive income under the equity method that cannot be transferred to profit or loss		
(3) Changes in the fair value of other equity investments		
(4) Changes in the fair value of the entity's own credit risk		
2. Other comprehensive income reclassified to profit or loss:		
(1) Other comprehensive income under the equity method that is eligible for reclassification to profit or loss:		
(2) Changes in the fair value of other debt investments:		
(3) Amounts reclassified from financial assets to other comprehensive income:		
(4) Credit impairment provisions for other debt investments:		
(5) Cash flow hedge reserves:		
(6) Foreign currency Exchange differences:	-1,140.98	-987.83
(7) Other		

(ii) Net amount of other comprehensive income attributable to minority shareholders, net of tax		
VII. Total comprehensive income	4,895,830.32	1,410,531.57
(i) Total comprehensive income attributable to owners of the parent	8,857,883.77	6,940,372.35
(ii) Total comprehensive income attributable to minority shareholders	-3,962,053.45	-5,529,840.78
VIII. Earnings per share:		
(I)Basic EPS	0.0023	0.0018
(II)Dilluted EPS(Yuan/Share)	0.0023	0.0018

Legal Representative: Zhang Tianjun Chief Accountant: Gou Yanli Head of Accounting Department: Tan Hong

Consolidated statement of cash flows

For the year ended 31 March 2026

Unit: Yuan Currency: RMB Audit status: Unaudited

Items	2026 First Quarter	2025 First Quarter
I. Cash flows from operating activities:		
Cash received from the sale of goods and the provision of services;	850,195,428.33	713,701,036.74
Net increase in customer deposits and interbank deposits;		
Net increase in borrowings from the central bank;		
Net increase in funds borrowed from other financial institutions;		
Cash received from premiums on original insurance contracts;		
Net cash received from reinsurance operations		
Net increase in policyholder deposits and investment funds		
Cash received from interest, fees and commissions		
Net increase in funds borrowed		
Net increase in funds from repurchase agreements		
Net cash received from acting as an agent in securities trading		

Tax refunds received	17,883.48	1,213,551.06
Other cash received from operating activities	335,068,872.08	76,296,777.13
Subtotal of cash inflows from operating activities	1,185,282,183.89	791,211,364.93
Cash paid for the purchase of goods and services	861,999,680.64	673,284,451.81
Net increase in loans and advances to customers		
Net increase in deposits with the central bank and interbank deposits		
Cash paid for claims under original insurance contracts		
Net increase in funds lent		
Cash paid for interest, fees and commissions		
Cash paid for policy dividends		
Cash paid to and on behalf of employees	180,862,085.18	193,243,183.15
Taxes and duties paid	58,366,875.76	51,773,740.22
Cash paid for other operating activities	288,906,346.04	77,953,798.85
Subtotal of cash outflows from operating activities	1,390,134,987.62	996,255,174.03
Net cash flow from operating activities	-204,852,803.73	-205,043,809.10
II. Cash flows from investing activities:		
Cash received from the recovery of investments;	6,453,655,933.17	431,362,464.96
Cash received from investment income;	11,308,760.78	117,926.00
Net cash recovered from the disposal of property, plant and equipment, intangible assets and other long-term assets;	403,668.12	556,270.33
Net cash received from the disposal of subsidiaries and other business units;		
Cash received from other activities related to investing activities;		
Subtotal: Cash inflows from investing activities	6,465,368,362.07	432,036,661.29

Cash paid for the acquisition of property, plant and equipment, intangible assets and other long-term assets	494,118,917.66	18,286,220.09
Cash paid for investments	6,511,290,002.76	774,011,319.25
Net increase in loans secured by pledges		
Net cash paid for the acquisition of subsidiaries and other business units		
Cash paid for other items related to investing activities		
Subtotal: Cash outflows from investing activities	7,005,408,920.42	792,297,539.34
Net cash flow from investing activities	-540,040,558.35	-360,260,878.05
III. Cash flows from financing activities:		
Cash received from investment contributions:		
Of which: Cash received by subsidiaries from minority shareholders:		
Cash received from borrowings:	586,350,010.81	1,162,634,725.76
Cash received from other financing activities:	240,752,266.35	
Subtotal: Cash inflows from financing activities:	827,102,277.16	1,162,634,725.76
Cash paid for repayment of debt:	563,685,966.17	1,055,396,893.99
Cash paid for dividends, profits or interest:	7,659,518.89	7,814,151.93
Of which: dividends and profits paid by subsidiaries to minority shareholders;		
Cash paid for other items related to financing activities;		
Subtotal of cash outflows from financing activities;	571,345,485.06	1,063,211,045.92
Net cash flow from financing activities;	255,756,792.10	99,423,679.84
IV. Effect of exchange rate changes on cash and cash equivalents;	-2,169,848.75	3,291,022.28
V. Net increase in cash and cash equivalents;	-491,306,418.73	-462,589,985.03

Add: Opening balance of cash and cash equivalents;	5,479,168,509.08	5,394,411,958.13
VI. Closing balance of cash and cash equivalents	4,987,862,090.35	4,931,821,973.10

Note: The opening balance of cash and cash equivalents includes the financial data of Tianjin Tongda Huanyu Logistics Co., Ltd., a wholly-owned subsidiary included in the scope of the consolidated financial statements, representing an increase of RMB 453.46 compared with the closing balance of cash and cash equivalents for the year ended 2025.

(III) From 2026, the first-time adoption of new accounting standards or interpretations thereof will involve adjustments to the financial statements as at the beginning of the year of first-time adoption;

Applicable Not applicable

Hereby announced;

The Board of Directors of Fangda Carbon New Materials Technology Co., Ltd.

30 April 2026