TPV TECHNOLOGY CO., LTD.

2025 ANNUAL REPORT (SUMMARY)

Part I Important Notes

This English summary is provided for the convenience of investors. It is based on the Annual Report of TPV Technology Co., Ltd. originally published in Chinese. To obtain a full understanding of the Company's operating results, financial position and future development plans, investors are encouraged, if possible, to peruse the full text of the Annual Report, as disclosed on the media designated by the China Securities Regulatory Commission (the "CSRC"). Should there be any inconsistency or misinterpretation between this summary and the complete report, the latter shall prevail.

The Board meeting at which this Annual Report was reviewed was attended in person by all the directors.

Modified audit opinion:

☐ Applicable √ Not applicable

Dividend distribution plan or plan for converting capital reserves into share capital for this reporting period reviewed by the Board of Directors:

☐ Applicable √ Not applicable

The Company has no plan for dividend distribution either in the form of cash or bonus shares, or plan for converting capital reserves into share capital.

Dividend distribution plan of preferred shares for this reporting period approved by the Board of Directors:

☐ Applicable √ Not applicable

Accumulated Deficits of the Parent Company as of the End of the Reporting Period:

As audited by Zhongshen Zhonghuan Certified Public Accountants (Special General Partnership), the net profit attributable to shareholders of the parent company in the consolidated financial statements for the year 2025 was RMB -784.4002 million, and the net profit in the parent company's financial statements was RMB -8.4737 million. The undistributed profits in the consolidated financial statements were RMB -3,168.8546 million, and the undistributed profits in the parent company's financial statements were RMB -3,330.7599 million.

Given that the undistributed profits in both the consolidated financial statements and the parent company's financial statements at the end of 2025 were negative, the Company does not meet the prescribed conditions for profit distribution. Therefore, the Company will not distribute profits, will not issue bonus shares, and will not convert any capital reserve into share capital.

Part II Key Corporate Information

1. Corporate Information

Stock Abbreviation	TPV Technology	Stock Code	000727
Stock Exchange for Stock Listing	Shenzhen Stock Exchange		
Contact Information	Board Secretary	Securities Representatives	
Name	Guo Zhen	Xu Xin, Deng Wentao	
Telephone	0755-36358633	025-66852685	
Office Address	No. 33 Tianyou Road, Qixia District, Nanjing		
Email Address	stock@tpv-tech.com		

2. Main Business of the Company during the Reporting Period

The Company focuses on the smart display business, primarily engaged in the research and development, manufacturing, sales, and services of smart displays and related products, including monitors, televisions, and AVA (audio, video, and accessories) devices.

(1) Main Product Categories

Monitors: The Company has held the world's No. 1 market share in monitors for 22 consecutive years. We develop, manufacture, and sell a wide variety of monitors, ranging from traditional PC monitors to gaming monitors and large-format professional displays. Serving both individual consumers and business clients, we aim to offer comprehensive display solutions across diverse industries, scenarios, and sizes. Notably, our AOC brand has retained the sales championship in the Chinese monitor market for 16 consecutive years and in the global gaming monitor market for 7 consecutive years.

TVs: The Company independently innovates and develops advanced smart TV technologies

tailored to evolving market demands and user needs. We create smart TV products with distinct styles that satisfy consumers' demands for premium audio-visual experiences. The product lineup covers high-end categories such as OLED, Mini LED, and UHD TVs. The Company is propelling the evolution of TVs into smart home interaction centers, maintaining our TV market share at the global forefront over the long term.

AVA: The Company globally distributes Philips-branded AVA products such as headphones, speakers, and various other consumer electronics, aiming to build an integrated audio-visual ecosystem.

(2) Business Model

The Company pursues a dual-track business model that encompasses both our own-brand business and our smart manufacturing business. We not only manufacture for numerous renowned TV and PC brands but also distribute products of our own brands—AOC, AGON, and Envision—across multiple regions worldwide. Furthermore, the Company holds the exclusive rights to manufacture and sell Philips monitors, TVs, and AVA products in authorized countries and regions across the world.

(3) Industry Position

The Company has established a strong foothold in the global monitor industry, maintaining a leading position through continuous innovation and a commitment to quality. Transitioning from a monitor manufacturer into a provider of comprehensive display solutions, the Company leverages cutting-edge technologies and advanced smart manufacturing capacity to drive ongoing breakthroughs in innovation and shape industry trends. Simultaneously, building on our robust foundation in monitor business—from market resources to R&D and business development—the Company has also achieved steady growth in TV business, securing top positions in several emerging markets worldwide. As the world’s largest monitor manufacturer and a leading smart manufacturer of LCD TVs, the Company enjoys a strong reputation for our products both domestically and internationally, earning widespread recognition from business clients and consumers alike. Supported by robust R&D capabilities, extensive technological reserves, a solid quality management system, and excellent after-sales service, the Company has established significant brand awareness and market influence within the industry.

According to statistics from DISCIEN, the Company ranked No. 1 in global monitor ODM shipments and No. 2 in global monitor brand shipments in 2025. According to market research data, the Company also ranked among the top globally in both TV ODM shipments and TV brand shipments in 2025.

3. Key Financial Information

(1) Key Accounting Data and Financial Indicators of the Past Three Years

Whether the Company needs to adjust retrospectively or restate the accounting data of its previous year?

☐ Yes √ No

Unit: RMB

	End of 2025	End of 2024	YoY Change (%)	End of 2023
Total assets	34,607,620,736.41	34,563,362,876.66	0.13%	33,727,685,680.19
Net assets attributable to the listed company's shareholders	2,025,200,010.15	2,978,072,867.73	-32.00%	2,918,940,064.99
	2025	2024	YoY Change (%)	2023
Operating revenue	54,258,947,806.61	55,229,798,118.47	-1.76%	54,596,943,941.82
Net profit attributable to the listed company's shareholders	-784,400,247.84	93,506,952.65	-938.87%	277,587,525.89
Net profit attributable to the listed company's shareholders after deducting non-recurring gains and losses	-675,449,499.95	33,036,454.33	-2,144.56%	324,798,671.58
Net cash flow from operating activities	-1,020,396,026.31	-376,882,532.96	--	2,786,820,136.81
Basic earnings per share (RMB/share)	-0.1732	0.0206	-940.78%	0.0613
Diluted earnings per share (RMB/share)	-0.1732	0.0206	-940.78%	0.0613
Weighted average return on net assets (%)	-31.36%	3.17%	-34.53%	9.96%

(2) Key Financial Information by Quarter

Unit: RMB

	Q1	Q2	Q3	Q4
Operating revenue	12,261,623,656.58	12,683,350,751.81	13,949,306,070.84	15,364,667,327.38
Net profit attributable to the listed company's shareholders	-169,848,765.36	-322,358,682.53	-109,407,588.38	-182,785,211.57
Net profit attributable to the listed company's shareholders after deducting non-recurring gains and losses	-152,642,714.20	-238,740,838.42	-142,463,037.07	-141,602,910.26
Net cash flow from operating activities	-453,460,136.98	-1,348,142,600.63	-1,513,178,964.26	2,294,385,675.56

Do the above financial indicators or their sums differ significantly from those previously disclosed in the Company's quarterly and half-year reports?

☐ Yes √ No

4. Share Capital and Shareholder Information

(1) Numbers of Ordinary Shareholders and Preferred Shareholders with Resumed Voting Rights as well as Shareholdings of Top 10 Shareholders

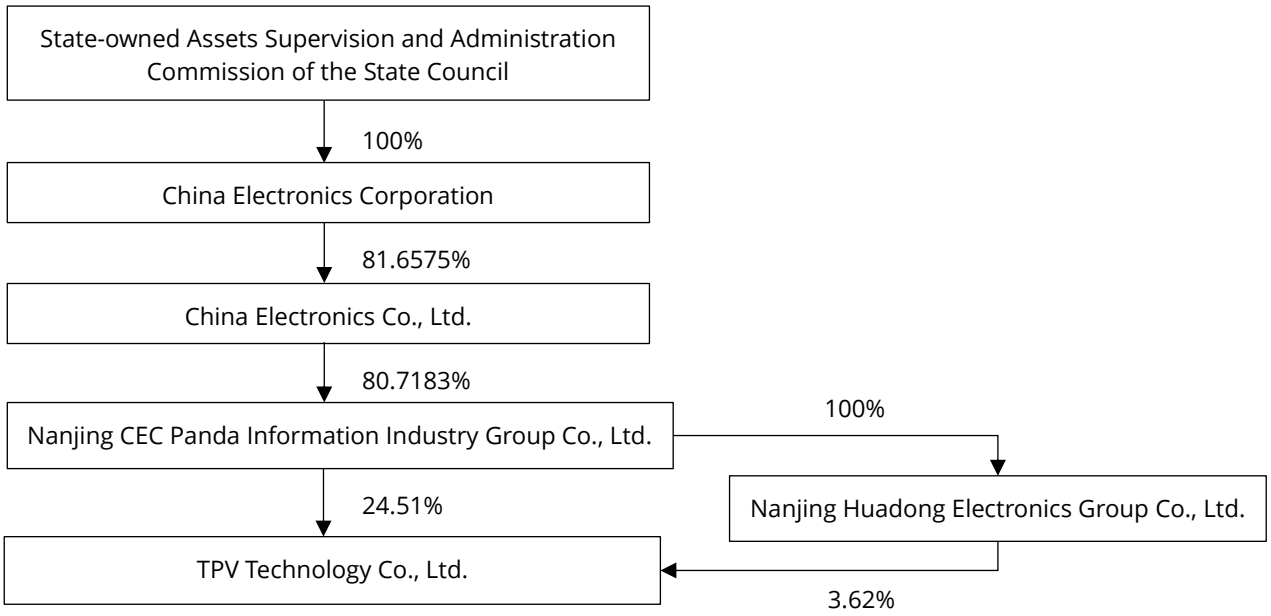
Unit: share

Number of ordinary shareholders at the end of the reporting period	142,082	Number of ordinary shareholders at the month-end prior to the disclosure of the Annual Report	132,478	Number of preferred shareholders with resumed voting rights at the end of the reporting period	0	Number of preferred shareholders with resumed voting rights at the month-end prior to the disclosure of the Annual Report	0

Top 10 Shareholders (excluding shares lent through securities refinancing)

Name of Shareholder	Nature of Shareholder	Shareholding percentage	Number of shares held	Number of restricted shares held	Pledged, marked or frozen shares	
					Status	Number
Nanjing CEC Panda Information Industry Group Co., Ltd.	State-owned legal entity	24.51%	1,110,344,828	0	Pledged	555,172,414
Nanjing Machinery & Electronics Industrial (Group) Co., Ltd.	State-owned legal entity	9.36%	424,098,770	0	N/A	0
Nanjing New Industry Investment Group Co., Ltd.	State-owned legal entity	8.64%	391,223,244	0	N/A	0
Nanjing Huadong Electronics Group Co., Ltd.	State-owned legal entity	3.62%	163,832,956	0	N/A	0
Fuanda Fund - Nanjing New Industry Investment Group Co., Ltd. - Fuanda Ruixuan No. 5 Mixed Single Asset Management Scheme	Domestic non-state-owned legal entity	1.04%	46,882,500	0	N/A	0
Hong Kong Securities Clearing Company Ltd.	Offshore legal entity	0.96%	43,307,495	0	N/A	0
Xu Kaidong	Domestic natural person	0.79%	35,996,700	0	N/A	0
China Merchants Bank Co., Ltd. - Southern CSI 1000 Traded Open-End Index Securities Investment Fund	Domestic non-state-owned legal entity	0.55%	24,891,200	0	N/A	0
China Merchants Bank Co., Ltd. - Huaxia CSI 1000 Traded Open-End Index Securities Investment Fund	Domestic non-state-owned legal entity	0.35%	15,745,168	0	N/A	0
Xu Xiaorong	Domestic natural person	0.26%	11,658,100	0	N/A	0
Related or acting-in-concert parties among the shareholders above	Nanjing CEC Panda Information Industry Group Co., Ltd. and Nanjing Huadong Electronics Group Co., Ltd. are related parties; Nanjing New Industry Investment Group Co., Ltd. and Nanjing Machinery & Electronics Industrial (Group) Co., Ltd. are related parties.					
Shareholders involved in securities margin trading (if any)	Shareholders of the Company: Xu Kaidong holds 12,778,400 shares of the Company through a customer margin trading guaranteed securities account of Sinolink Securities Co., Ltd., and 23,218,300 shares of the Company through a regular account. The total number of shares held is 35,996,700.					

(2) Ownership and Control Relations between the De Facto Controller and the Company



Part III Management Discussion and Analysis

1. Analysis of the Main Business

During the reporting period, the global display industry faced a complex and challenging operating environment, and the Company came under pressure in its operating performance, resulting in a loss for the period. The loss was mainly attributable to the following factors: intensifying competition in the display industry's mature market, where aggressive price wars drove a continuous decline in average selling prices of products, while the cost of core materials such as panels remained relatively stable. In addition, the tightening supply of memory chips and the continued rise in their prices created further cost-side pressure, leading to a decline in our overall gross profit margin. Furthermore, the Company increased marketing investment to step up market expansion and strengthen brand recognition. To address uncertainties in trade and economic policies, necessary adaptive adjustments were made, including optimizing overseas marketing channels and dynamically reallocating global production capacity, which in turn drove up operating expenses. Affected by global exchange rate fluctuations, the Company's foreign exchange hedging costs rose, resulting in unfavorable net exchange losses. Additionally, the Company reached a settlement in relation to a patent litigation matter and paid a settlement amount, further increasing the loss for the period.

In response to changes in the external environment, the Company actively optimized our global production layout. By proactively addressing market challenges through measures such as diversifying customer base, coordinating multi-brand operations, and improving product and regional structures, we successfully withstood heavy market pressure, maintaining our industry position. In the fourth quarter, operating efficiency improved steadily, with revenue achieving both quarter-on-quarter and year-on-year growth. Overall annual operating performance

showed a pattern of weakness at the beginning of the year, stabilization thereafter, and gradual improvement quarter by quarter.

For the full year, the Company recorded an operating revenue of RMB 54.259 billion, a net profit attributable to the parent company of RMB -784 million, and an overall gross profit margin of 10.25%.

(1) Monitors

During the reporting period, the overall shipment volume of the global monitor market remained flat with a slight increase year on year. Leveraging our leading position in the industry, the Company's monitor business achieved steady growth, with shipments rising 5.17% year on year to 41.3 million units. Notably, annual shipments of gaming monitors exceeded 10 million units for the first time. In the OBM business, the domestic market saw both volume and revenue growth driven by favorable policies, while consumer demand in Europe remained relatively subdued. In the ODM business, the Company maintained year-on-year growth and retained a clear scale advantage. Our market share increased by 1 percentage point to over 31%, firmly securing the top position by a wide margin and continuing to lead the market strongly. However, external conditions and fierce market competition put pressure on product pricing, resulting in an industry trend of increased volume but decreased revenue. Consequently, revenue from the Company's monitor business increased only slightly by 1.04% year on year to RMB 32.847 billion. Meanwhile, due to a combination of factors including the relatively low gross margin of entry-level products in the industry and the rise in supply chain costs caused by tariff policies, which could not be fully passed through to the end market, the gross profit margin of the monitor business declined by 1.12 percentage points year on year to 10.38%.

(2) TVs

During the reporting period, the global TV market saw a modest year-on-year increase in overall shipments, driven by the early pull-forward of demand in North America resulting from frequent trade policy adjustments and by consumption-boosting stimulus measures, although the marginal effect gradually weakened. Inventory levels across channels remained relatively high, and market average selling prices fell rather than rose under pressure from end-market promotions. Competition among leading brands intensified further, and industry restructuring and acquisitions became more frequent, with domestic enterprises rushing to expand overseas. The Company's TV business regained momentum in the second half of the year, and annual shipments increased 2.62% year on year to 10.89 million units. In the OBM business, the Company stabilized market share through strategic pricing adjustments, deepened our presence in core overseas markets, and actively expanded into high-potential emerging markets, creating new sources of incremental growth. In the ODM business, facing the industry trend of nearshoring production for the North American market, we steadily enhanced the regional supply capabilities and deepened our ties with key customers, providing crucial support for the recovery in shipments. Ultimately, as the decline in average selling prices

outpaced cost optimization, compounded by other factors such as exchange rate fluctuations and higher supply chain costs arising from tariffs, revenue for the Company's TV business fell by 10.88% year on year to RMB 16.598 billion, and operating performance came under pressure.

Unit: RMB

Composition of Operating Revenue					
	2025		2024		YoY Change (%)
	Amount	% of operating revenue	Amount	% of operating revenue	
By Product					
Monitors	32,846,681,820.22	60.54%	32,508,881,368.70	58.86%	1.04%
TVs	16,597,770,032.05	30.59%	18,624,113,575.16	33.72%	-10.88%
Other products	4,481,853,082.13	8.26%	3,810,241,327.69	6.90%	17.63%
Other business	332,642,872.21	0.61%	286,561,846.92	0.52%	16.08%
By Region					
Within China	13,067,856,611.56	24.08%	12,693,340,483.76	22.98%	2.95%
Outside China	41,191,091,195.05	75.92%	42,536,457,634.71	77.02%	-3.16%

Products and Regions that Account for More Than 10% of the Company's Operating Revenue or Operating Profit						
	Operating Revenue	Operating Cost	Gross Profit Margin	Operating Revenue YoY Change (%)	Operating Cost YoY Change (%)	Gross Profit Margin YoY Change (%)
By Product						
Monitors	32,846,681,820.22	29,436,686,281.57	10.38%	1.04%	2.32%	-1.12%
TVs	16,597,770,032.05	15,331,065,253.41	7.63%	-10.88%	-6.75%	-4.09%
Other products	4,481,853,082.13	3,782,624,720.11	15.60%	17.63%	21.60%	-2.76%
By Region						
Within China	12,820,786,009.63	11,620,236,474.86	9.36%	3.12%	3.62%	-0.44%
Outside China	41,105,518,924.77	36,930,139,780.23	10.16%	-3.31%	-0.47%	-2.56%

2. Core Competency Analysis

(1) Manufacturing Strength and Leading Technology

The Company seamlessly integrates new-generation information technology into manufacturing processes, continuously refining production techniques to deepen our expertise in smart display manufacturing. The Company's robust manufacturing capabilities are supported by state-of-the-art automated production facilities and a team of seasoned technical specialists, ensuring our monitor shipments consistently rank first globally year after year. Simultaneously, the Company is accelerating the transition toward smart and green factories, moving to the higher end of the global industrial value chain and achieving further enhancements in production efficiency and product quality.

Guided by product and technological innovation as our primary growth drivers, the Company maintains a forward-looking approach with continuous investment in R&D and automated production, aiming to take the lead in fields such as high resolution, ultra-high refresh rates, and intelligent displays. This not only meets consumers' ever-increasing expectations for superior visual experiences but also lays the technological foundation for expanding into new application scenarios in the future.

The Company has established R&D centers in Taipei, Fuqing, Xiamen, Shenzhen, Singapore, Manaus (Brazil), Ghent (Belgium), and Bangalore (India). We have built a highly professional and well-rounded R&D team covering the entire chain of development fields, including software, power supply, mechanical design, electrical engineering, components, safety compliance, and testing, and hold more than 1,000 patents. The Company has also set up a dedicated AIDC department to systematically advance AI technology R&D and application capabilities. During the reporting period, the Company invested RMB 1.288 billion in R&D.

The Company's products continue to receive high recognition from the industry. During the reporting period, several of our monitors, TVs, and audio products won prestigious international awards in industrial design and consumer electronics such as the Red Dot Design Award, iF Design Award, and EISA Awards for their excellent functionality, stylish design, and outstanding audio-visual performance. Examples of these award-winning products include Philips' B2D5000 and B2D4000 monitor series, Evnia 5000 gaming monitor, 950 OLED TV, 910 OLED TV, 850/860 OLED TV, 810 OLED TV, and K4200 kids headphones; AOC's T5 series portable phone docking monitor; as well as the FLXC340 OLED gaming monitor, Ultra-S 270 monitor, ONE monitor, Vision Air 650 TV, eCloudAIO, e-paper vision tester, and intelligent e-paper chessboard.

(2) Global Network

The Company's operations span the globe, with 11 manufacturing bases and over 3,500 sales and service centers, forming a complete network for production, sales, distribution, and after-sales service. With well-established sales channels across China as well as in regions including Europe, North America, South America, and Southeast Asia, our products are able to reach a wide range of markets and cater to the diverse consumer needs of various regions. In addition, following the successive acquisitions of Philips' monitor and flat-panel TV business, we have leveraged Philips' mature channels to strengthen our presence in our core markets and boost shipments, ranking among the global leaders in monitors and flat-panel TV manufacturing for years.

The Company's global footprint and supply chain structure provide resilience against business-cycle fluctuations. Despite the growing complexity and volatility of international trade, our

global presence enables us to anticipate regional demand changes and market trends with greater accuracy, dynamically optimize global production capacity, and meet the needs of key customers in a timely manner, all while benefiting from regional cost advantages and local policy support. Our extensive scale of operations also yields economies of scale that improve resource allocation, boost production efficiency, reduce production costs, strengthen technical capabilities, and enhance market responsiveness.

(3) Business Partnerships and Brand Advantages

Drawing on years of manufacturing experience and technological prowess, the Company has forged long-term and trusting strategic partnerships with leading global IT brands and major panel suppliers. Our reliable panel procurement methods and adept channel management capabilities ensure the stable and timely supply of panels and other raw materials, enabling the Company to respond effectively to market fluctuations. As the upstream panel supply increasingly gravitates towards Chinese manufacturers, the advantages of having manufacturing bases in China have become increasingly prominent. In the field of smart manufacturing services, the Company has built an excellent reputation among major downstream IT brands and cultivated a diversified customer base, with a relatively balanced client structure that enhances operational stability and helps sustain our leading position in terms of shipment volume.

At the same time, the Company is steadfastly bolstering the influence and market penetration of our branded business. Our brands, including Philips, AOC, AGON, and Envision, each have distinct positioning, product portfolios, and geographic focus, forming a highly competitive brand matrix. Among them, Philips is an internationally renowned century-old brand with strong influence in the premium market, while AOC is recognized as a “Well-Known Chinese Trademark” and holds a leading position in China and other emerging markets.

(4) Commercial Solutions and Comprehensive Display Ecosystem

The Company has successfully transformed from a traditional monitor manufacturer into a comprehensive display solution provider. By actively integrating hardware and software, we have continuously broadened the commercial application of our diverse range of display products, offering highly customized display solutions. Utilizing advanced IT platforms and data-driven insights, the Company has developed an end-to-end ecosystem—from product design and system integration to smart manufacturing and operations management—delivering more intelligent, convenient, and efficient one-stop solutions to global clients. This seamless integration, spanning from supply chain collaboration to market promotion, effectively caters to the diverse and personalized needs of clients across different industries.

3. Company Outlook for 2026

(1) Deepening Product Upgrades and Strengthening Differentiation

Monitors: The Company will accelerate the adoption of advanced panel technologies with a focus on premium product lines such as QD-OLED and OLED. Integrating features such as camera sensing, gesture control and high-speed interfaces, these products will better address the needs of high-end gaming users and professional creators, while improving profitability. Leveraging the differentiated positioning of our brands, the Company will continue to provide comprehensive solutions for consumer work and entertainment needs. On the B2B front, we will deepen relationships with enterprise customers through advanced smart manufacturing capabilities and one-stop services. With shipment growth remaining a core objective, we will further consolidate our position as a global leader in monitors and reinforce our leading position in gaming monitors.

Professional displays: The Company offers a comprehensive portfolio including interactive whiteboards (IWBs), digital signage, video walls, large-format commercial displays, LED displays and e-paper displays (EPDs). Centered on five key application areas — smart office, smart retail, smart education, smart healthcare and smart transportation — the Company will continue to expand intelligent commercial display applications across industries, with a particular focus on IWB, RGB LED and EPD products to capture opportunities in public-use scenarios. In addition, we will maintain an open and collaborative approach, working closely with software and hardware partners and system integrators to deliver more customized and integrated display products and solutions.

TVs: The Company will seize market trends toward larger screen sizes, advanced technologies, scenario-based applications, aesthetic design and sustainability. We will continue to expand large-screen products and new display technologies, increase the sales mix of products above 65 inches, and focus on OLED and Mini-LED product lines to improve average selling prices and gross margin contribution. We will elevate the user experience through immersive design, AI-powered picture and sound engines and multi-device connectivity, positioning TVs as the intelligent central hubs of the modern living room. The Company will also accelerate the penetration of independent operating systems, and by leveraging targeted content algorithms and diverse monetization models like advertising, we aim to boost user engagement while unlocking new commercial value, generating recurring software and service revenues to offset shrinking hardware margins. At the same time, our manufacturing business will continue to pursue cost optimization and value creation through technological innovation and lean management to secure more premium client orders and improve market share and profitability.

AVA: The Company is committed to delivering a premium audio experience and providing

professional audiovisual integrated systems. We are accelerating market expansion for high-margin audio products like headphones and Bluetooth speakers, while leveraging cross-product synergies with our flagship TVs and monitors to create a seamless entertainment ecosystem.

In parallel, the Company will actively embrace AI and large language models, and further explore opportunities to integrate AI into display and audio products in areas such as picture quality optimization, sound tuning, content generation and smart interaction. This strategy allows us to capture the emerging "AI display" market while solidifying our competitive edge in established markets such as office, education and retail by swiftly addressing client needs for intelligent upgrades, thereby driving conversion rates and bolstering customer retention.

(2) Dynamically Optimizing Global Capacity Layout and Expanding Overseas Presence

To strengthen the resilience of our global manufacturing and supply chain network and better respond to evolving industry conditions, including tariff policy changes in certain countries, the Company is adopting a more flexible approach to production capacity allocation. By capitalizing on our established manufacturing facilities in Thailand and Mexico, we aim to turn external pressures into competitive strengths. Through facility upgrades and multi-shift operations, we will further improve operating efficiency. As our overseas capacity continues to ramp up, economies of scale will help reduce unit manufacturing costs. For instance, our manufacturing base in Mexico serves as a strategic hub to efficiently supply the North American market, enabling the Company to respond to local customer demands swiftly and seize market opportunities. At the same time, we will strengthen cross-border coordination, enhance resource sharing between our domestic and overseas operations, and build complementary capabilities, thereby upgrading our supply chain from a cost-focused structure to one that emphasizes resilience and value creation.

On the market side, while consolidating our positions in core markets such as Europe, the US and China, we will develop differentiated marketing and product strategies for emerging markets including Southeast Asia, the Middle East, Africa, and Latin America, and actively cultivate new growth drivers.

(3) Refining Operations and Strengthening Cost, Quality and Risk Management

To support our expansive global manufacturing network, the Company will continue to advance Industry 4.0 and AI-driven initiatives, accelerating the transition from traditional to smart manufacturing and elevating overall automation levels. We are upgrading digital management systems across our global factories and after-sales networks. By building a cloud-based data platform covering R&D, manufacturing, sales, quality control, and after-sales service, the Company will extensively leverage big data, 5G, and AI in key areas to optimize demand forecasting, risk management, and logistics scheduling, ultimately boosting operational

responsiveness and decision-making efficiency.

The Company will further strengthen lean management and pursue cost reduction, efficiency improvement and working capital optimization. In terms of cash flow and risk control, we will tighten inventory and receivables management, implement more precise inventory planning across the full cycle, and reduce the risk of inventory buildup caused by longer multinational supply chains. In markets with hyperinflation, the Company will adopt dynamic pricing and financial hedging strategies to minimize foreign exchange exposure. Additionally, we will prudently optimize production capacity structure and improve asset utilization. By strengthening the advantages of centralized supply chain procurement, we will secure more favorable raw material prices while embedding cost-efficiency directly into the product design and R&D stages, effectively reducing production and logistics costs at source.

(4) Upholding ESG Principles and Promoting Sustainable Growth

ESG has evolved from a value-added factor in corporate development into a key requirement for market access and a core measure of competitiveness. The Company will further integrate ESG principles into our overall business management and use them as an important benchmark for evaluating green transformation and high-quality development. The Company will continue to promote the R&D and commercialization of green and energy-efficient products such as EPD. We will also strengthen energy efficiency management across our global production bases and steadily execute our sustainability roadmap toward science-based net-zero targets. By fulfilling our corporate social responsibilities and earning recognized green certifications, we will be better positioned to win contracts from environmentally conscious enterprise clients and secure green financing. Ultimately, this commitment can help elevate our global brand reputation and drive sustainable, long-term value creation for our business, society, and the environment.

Part IV Annual Financial Statements

1. Consolidated Balance Sheet

Prepared by: TPV Technology Co., Ltd.

31 December 2025

Unit: RMB

Item	31 December 2025	31 December 2024
Current assets:		
Monetary assets	4,034,907,462.64	4,271,935,764.98
Held-for-trading financial assets	182,076,329.39	247,330,677.18
Derivative financial assets	34,053,547.89	180,214,001.17
Notes receivable	602,366,838.93	586,426,823.04
Accounts receivable	9,037,062,320.57	9,074,818,287.33
Receivables financing	1,112,296.98	9,936,543.41
Prepayments	135,347,764.78	138,767,252.38

Other receivables	805,354,189.10	538,180,929.23
Inventories	9,985,104,250.40	9,284,437,136.44
Contract assets	10,767,199.05	1,891,845.71
Non-current assets due within one year	35,439,256.10	18,268,737.32
Other current assets	1,226,012,916.62	1,054,002,653.94
Total current assets	**26,089,604,372.45**	**25,406,210,652.13**
Non-current assets:		
Long-term equity investments	384,578,268.05	390,495,554.49
Investments in other equity instruments	10,273,029.75	12,111,048.26
Other non-current financial assets	420,318,361.27	400,818,942.57
Investment property	1,732,379,997.50	1,786,239,997.57
Fixed assets	4,025,831,447.98	4,158,665,918.95
Construction in progress	175,739,145.73	100,785,326.85
Right-of-use assets	213,171,054.95	239,314,693.96
Intangible assets	732,751,906.58	1,198,972,992.36
Goodwill		35,682,965.19
Long-term deferred expenses	241,697,494.65	272,531,077.44
Deferred income tax assets	359,119,169.21	353,375,889.34
Other non-current assets	222,156,488.29	208,157,817.55
Total non-current assets	**8,518,016,363.96**	**9,157,152,224.53**
Total assets	**34,607,620,736.41**	**34,563,362,876.66**
Current liabilities:		
Short-term borrowings	6,114,221,431.38	4,185,387,067.49
Derivative financial liabilities	31,991,474.43	272,208,820.64
Notes payable	945,402,813.84	1,018,285,386.72
Accounts payable	8,740,809,638.64	8,167,804,453.74
Advances received	6,431,896.44	6,804,934.41
Contract liabilities	271,719,605.39	254,043,173.58
Employee benefits payable	755,641,967.98	911,442,099.17
Taxes and levies payable	685,165,972.82	678,458,940.15
Other payables	3,220,730,340.77	2,862,346,173.42
Non-current liabilities due within one year	2,378,965,232.93	3,573,439,218.83
Other current liabilities	712,888,212.91	804,959,215.22
Total current liabilities	**23,863,968,587.53**	**22,735,179,483.37**
Non-current liabilities:		
Long-term borrowings	820,307,367.42	
Lease liabilities	170,876,125.34	187,748,633.32
Long-term payables	1,651,595,563.46	1,586,872,909.63
Long-term employee benefits payable	79,070,321.24	119,858,717.79
Estimated liabilities	47,690,898.60	39,974,869.53
Deferred income	23,013,259.27	23,873,250.23
Deferred income tax liabilities	383,143,330.79	408,344,828.41
Other non-current liabilities	6,407,969.55	35,886,022.65
Total non-current liabilities	**3,182,104,835.67**	**2,402,559,231.56**
Total liabilities	**27,046,073,423.20**	**25,137,738,714.93**
Owner's equity:		
Share capital	4,529,566,980.00	4,529,566,980.00
Capital reserves	1,077,257,597.78	4,629,090,419.84
Other comprehensive income	-412,769,961.41	-246,629,913.93

Surplus reserves		99,143,044.95
Undistributed profit	-3,168,854,606.22	-6,033,097,663.13
Total equity attributable to owners of the parent company	2,025,200,010.15	2,978,072,867.73
Minority interests	5,536,347,303.06	6,447,551,294.00
Total owner's equity	**7,561,547,313.21**	**9,425,624,161.73**
Total liabilities and owner's equity	**34,607,620,736.41**	**34,563,362,876.66**

2. Consolidated Income Statement

Prepared by: TPV Technology Co., Ltd.

January-December 2025

Unit: RMB

Item	2025	2024
I. Total operating revenue	**54,258,947,806.61**	**55,229,798,118.47**
Including: Operating revenue	54,258,947,806.61	55,229,798,118.47
II. Total operating cost	**54,805,230,838.93**	**54,581,960,684.50**
Including: Operating cost	48,698,011,930.46	48,435,863,657.16
Taxes and surcharges	152,305,012.84	141,427,300.53
Selling expenses	2,937,300,931.05	2,771,504,761.31
Administrative expenses	1,293,284,566.16	1,248,555,504.96
R&D expenses	1,288,497,334.65	1,315,035,302.91
Financial expenses	435,831,063.77	669,574,157.63
Including: Interest expenses	472,120,839.85	507,188,819.17
Interest income	86,428,463.65	135,189,885.76
Add: Other income	115,290,684.68	71,804,926.62
Investment income ("-" for loss)	-104,770,964.88	291,770,047.74
Including: Investment income from joint ventures and associates	15,635,697.08	41,045,600.15
Income from derecognition of financial assets measured at amortized costs	-8,023,242.80	-8,410,546.26
Gain on changes in fair value ("-" for loss)	57,776,818.85	-8,808,652.15
Credit impairment losses ("-" for loss)	-2,523,858.22	4,092,795.32
Asset impairment losses ("-" for loss)	-378,787,615.10	-264,344,936.01
Gain from disposal of assets ("-" for loss)	-6,700,032.13	-1,552,878.80
III. Operating profit ("-" for loss)	**-865,997,999.12**	**740,798,736.69**
Add: Non-operating income	42,311,492.02	77,319,255.15
Less: Non-operating expenses	318,503,719.83	105,618,167.28
IV. Total profit ("-" for total loss)	**-1,142,190,226.93**	**712,499,824.56**
Less: Income tax expenses	281,345,569.73	379,764,353.58
V. Net profit ("-" for net loss)	**-1,423,535,796.66**	**332,735,470.98**
(1) Classification by operating continuity		
1. Net profit from continuing operations ("-" for net loss)	-1,423,535,796.66	332,735,470.98
(2) Classification by ownership		
1. Net profit attributable to the owners of the parent company ("-" for net loss)	-784,400,247.84	93,506,952.65
2. Net profit attributable to minority interests ("-" for net loss)	-639,135,548.82	239,228,518.33

VI. Other comprehensive income, net of tax	**-326,796,324.60**	**-69,548,852.72**
Other comprehensive income attributable to the owners of the parent company, net of tax	-166,140,047.48	-35,489,708.55
(1) Other comprehensive income that cannot be reclassified to profit or loss	2,651,924.23	8,791,056.36
1. Changes caused by remeasurement on defined benefit schemes	2,990,196.31	8,361,832.97
2. Changes in fair value of investments in other equity instruments	-338,272.08	429,223.39
(2) Other comprehensive income to be reclassified into profit or loss	-168,791,971.71	-44,280,764.91
1. Differences arising from the conversion of foreign currency-denominated financial statements	-155,373,502.80	-84,997,242.53
2. Others	-13,418,468.91	40,716,477.62
Other comprehensive income attributable to minority interests, net of tax	-160,656,277.12	-34,059,144.17
VII. Total comprehensive income	**-1,750,332,121.26**	**263,186,618.26**
Total comprehensive income attributable to owners of the parent company	-950,540,295.32	58,017,244.10
Total comprehensive income attributable to minority interests	-799,791,825.94	205,169,374.16
VIII. Earnings per share		
(1) Basic earnings per share	**-0.1732**	**0.0206**
(2) Diluted earnings per share	**-0.1732**	**0.0206**

3. Consolidated Cash Flow Statement

Prepared by: TPV Technology Co., Ltd.

January-December 2025

Unit: RMB

Item	2025	2024
I. Cash flows from operating activities:		
Cash received from the sale of goods and rendering of services	55,550,109,203.45	57,041,856,254.05
Refunds of taxes and levies	1,415,091,291.81	1,320,707,048.30
Cash received from other operating activities	210,106,264.84	470,928,190.08
Sub-total of cash inflows from operating activities	**57,175,306,760.10**	**58,833,491,492.43**
Cash paid for purchase of goods and services	46,987,291,198.64	48,274,100,508.75
Cash paid to and for employees	4,574,880,759.78	4,613,651,454.73
Payment for taxes and levies	2,949,804,594.53	2,791,730,568.96
Cash paid for other operating activities	3,683,726,233.46	3,530,891,492.95
Sub-total of cash outflows from operating activities	**58,195,702,786.41**	**59,210,374,025.39**
Net cash flow from operating activities	**-1,020,396,026.31**	**-376,882,532.96**
II. Cash flows from investing activities:		
Cash received from withdrawal of investments	1,144,701,286.97	1,730,804,502.27
Cash received from return on investments	78,332,498.03	222,063,619.98
Net cash received from the disposal of fixed assets, intangible assets, and other long-term assets	24,339,618.33	36,034,073.16

Sub-total of cash inflows from investing activities	**1,247,373,403.33**	**1,988,902,195.41**
Cash paid for purchase or construction of fixed assets, intangible assets, and other long-term assets	901,227,201.28	950,783,253.88
Cash paid for investments	1,127,331,227.52	1,816,251,651.50
Sub-total of cash outflows from investing activities	**2,028,558,428.80**	**2,767,034,905.38**
Net cash flow from investing activities	**-781,185,025.47**	**-778,132,709.97**
III. Cash flows from financing activities:		
Cash received from borrowings	52,230,449,209.40	35,958,570,649.97
Sub-total of cash inflows from financing activities	**52,230,449,209.40**	**35,958,570,649.97**
Cash paid for repayment of debts	50,091,282,949.52	33,965,405,951.40
Cash paid for distribution of dividends and profits, or repayment of interest	450,207,170.98	378,093,847.60
Including: Dividend and profit paid to minority shareholders by subsidiaries	133,620,955.91	43,320,557.24
Cash paid for other financing activities	102,669,193.96	111,938,292.35
Sub-total of cash outflows from financing activities	**50,644,159,314.46**	**34,455,438,091.35**
Net cash flow from financing activities	**1,586,289,894.94**	**1,503,132,558.62**
IV. Effect of fluctuations in exchange rates on cash and cash equivalents	-22,056,557.20	-210,199,176.40
V. Net increase in cash and cash equivalents	-237,347,714.04	137,918,139.29
Add: Balance of cash and cash equivalents at the beginning of the period	4,270,471,068.41	4,132,552,929.12
VI. Balance of cash and cash equivalents at the end of the period	**4,033,123,354.37**	**4,270,471,068.41**

Person in charge of the Company: Hsuan Chien-shen

Person in charge of accounting function: Song Shaowen

Person in charge of accounting department: He Qing

TPV Technology Co., Ltd.

Board of Directors

28 April 2026