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MeiG Smart Technology Co., Ltd.
美格智能技術股份有限公司

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock code: 3268)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED DECEMBER 31, 2025

FINANCIAL SUMMARY

For the year ended December 31, 2025, the Group recorded a revenue of RMB3.747 billion, representing a year-on-year increase of 27.39% (2024: RMB2.941 billion).

For the year ended December 31, 2025, the net profit attributable to shareholders of the parent company of the Group amounted to RMB143 million, representing a year-on-year increase of 5.27% (2024: RMB136 million).

As at December 31, 2025, the total assets of the Group amounted to RMB2.967 billion, representing an increase of 7.52% from the beginning of the year (beginning of the year: RMB2.760 billion).

As at December 31, 2025, the net assets attributable to shareholders of the parent company of the Group amounted to RMB1.702 billion, representing an increase of 8.64% from the beginning of the year (beginning of the year: RMB1.567 billion).

The Board proposes the profit distribution proposal for the year 2025 to distribute cash dividends of RMB1.00 (tax inclusive) for every ten shares. The profit distribution proposal for the year 2025 is subject to the 2025 annual general meeting of the Company for consideration and approval.

* Unless otherwise indicated, all values stated in this announcement are approximate.

The board (the “**Board**”) of directors (the “**Directors**”) of MeiG Smart Technology Co., Ltd. (美格智能技術股份有限公司) (the “**Company**”, together with its subsidiary, the “**Group**”) is pleased to announce the audited consolidated annual results of the Group for the year ended December 31, 2025 (the “**Reporting Period**”), together with the comparative figures for the year ended December 31, 2024. Such annual results are extracted from the Company’s audited financial statements and have been reviewed by the Audit Committee of the Board (the “**Audit Committee**”).

In this announcement, “we”, “us” refer to the Company and where the context otherwise requires, the Group. Unless otherwise defined herein, terms used in this announcement shall have the same meanings as those defined in the prospectus of the Company dated February 27, 2026 (the “**Prospectus**”).

ABOUT US

We are a leading provider of wireless communication modules and solutions, with a focus on smart modules, particularly high-computing-power smart modules. Our modules and solutions are widely applied across the general internet of things (“**IoT**”), Intelligent Connected Vehicle (“**ICV**”) and wireless broadband sectors.

Leveraging our wireless communication module technologies, we develop customized solutions tailored to the specific scenario requirements of various application sectors, addressing the diverse needs of our customers. They represent value added beyond the provision of hardware, as they are integrated offerings that combine our module with a layer of customized software, hardware and application-specific research and development (“**R&D**”) services. This includes complex system-level software and firmware customization to enable unique features and optimize performance, as well as provides integral R&D services to co-develop and ensure the integration of the final tailored solution into the customer’s specific application ecosystem. By delivering a functional subsystem or a ready-to-use end product, rather than just a standalone component, we solve complex integration challenges for our customers, reducing their development cycles and technical risks, thereby accelerating their time-to-market.

Our wireless communication modules and solutions are widely applied across general IoT, ICV and wireless broadband sectors, and we are actively expanding into emerging on-device AI applications such as robots. Our modules and solutions are widely used in a variety of end products such as point of sale (POS) machines, 5G barcode-scanner smart PDA solutions for logistics and warehouses, industrial AI boxes for quality checks and production facility oversight, intelligent cockpits and T-Boxes and mobile WiFi terminals.

Business Review

In 2025, thanks to the concerted efforts of the Group's management and all employees, the Company maintained a healthy and rapid development. Both total revenue and net profit attributable to shareholders of the Company hit all-time highs in the Company's history. During the Reporting Period, the Company achieved revenue of RMB3.747 billion, representing a year-on-year increase of 27.39%. Net profit attributable to shareholders of the Company reached RMB143 million, a year-on-year growth of 5.27%. In terms of revenue growth, our overseas markets delivered particularly impressive results. In 2025, revenue from overseas markets reached RMB1.401 billion, representing an increase of RMB598 million compared to 2024, marking a substantial year-on-year surge of 74.47%. Consequently, the proportion of overseas revenue rose from 27.30% in 2024 to 37.39% for the full year. This significant growth in revenue from overseas markets is attributed to the Company's accelerated global layout, as well as our continuous construction and strengthening of global sales networks and supply chain systems.

In 2025, the Company continued to step up its investment in technological innovation and product R&D, with a specific focus on high-computing-power smart modules, 5G communications, intelligent connected vehicles (ICVs), and robotics. At CES 2025, our high-computing-power smart modules were successfully integrated into a partner's humanoid robot prototype, providing essential on-device computing power with robotics. Concurrently, we launched the AIMO, a personalized AI computing terminal designed for both individual and enterprise clients. Powered by a high performance computing chip, the AIMO supports the offline deployment of various large language models (LLMs) at the edge. Throughout 2025, the Group's total R&D expenditure reached RMB226 million. Alongside this increased investment, we continuously optimized our workflows and integrated AI technologies to drive overall improvements in R&D efficiency.

Future Prospect

In 2026, the Company will continue to focus on high-potential overseas markets such as North America, Japan, and Europe. We will intensify our promotion of smart modules, 5G products, and customized IoT solutions to better align with the growing demand for intelligent and 5G-enabled products in overseas markets, thereby accelerating our global expansion. For the domestic market, we will increase our investment in key sectors including robotics, intelligent connected vehicles (ICVs), and AI agent hardware. Regarding products and technology, we will continue to maximize the value of our engineering talent while leveraging AI to optimize our R&D processes. We are committed to launching high-computing-power modules with superior capabilities; notably, we already unveiled a high-computing-power module product delivering 100 TOPS at CES 2026. Furthermore, we will strengthen our on-device model adaptation and cloud model integration capabilities, such as connecting to leading cloud-based large models via advanced agent software like

OPENCLAW. We will also collaborate with customers to drive the implementation of new technologies and products across various vertical industries, including robotics, AI vision, and consumer IoT. In the coming year, we will sustain stable R&D investment to drive internationalization, product innovation, and technological breakthroughs.

OUR STRENGTHS

We believe the following strengths position us well to capitalize on future opportunities and deliver continued growth: (i) being a globally leading wireless communication module and solution provider; (ii) technical expertise and continuous innovation driving differentiated technological advantages; (iii) balanced development across three core sectors, driving diversified market coverage; (iv) long-term partnerships with leading global customers, enhancing robust market competitiveness; and (v) a pragmatic and solid corporate culture, visionary management team and diverse talent pool supporting sustainable development.

OUR STRATEGIES

We intend to implement the following strategies: (i) continue investing in R&D to drive product iteration and industry expansion; (ii) build and strengthen global sales and supply chain networks to accelerate international expansion; and (iii) expand along the industry value chain and pursue strategic mergers and acquisitions to create new growth opportunities.

Annual Results

The Board is pleased to announce that the consolidated annual results of the Group for the year ended December 31, 2025, together with comparative figures for the year ended December 31, 2024, are as follows.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		For the year ended December 31,	
	<i>Notes</i>	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
REVENUE	5	3,747,132	2,941,374
Cost of sales		<u>(3,238,218)</u>	<u>(2,456,712)</u>
Gross profit		<u>508,914</u>	<u>484,662</u>
Other income and gains	5	32,416	20,015
Selling and marketing expenses		(67,462)	(59,190)
Administrative expenses		(79,118)	(70,676)
Research and development expenses		(226,107)	(208,136)
Reversal of impairment losses on financial assets		6,255	6,556
Other expenses		(35)	(29,947)
Finance costs		(9,487)	(6,297)
Share of profits and losses of joint ventures		(547)	(860)
Share of profits and losses of associates		<u>(8,941)</u>	<u>(11,986)</u>
PROFIT BEFORE TAX	6	<u>155,888</u>	<u>124,141</u>
Income tax (charge)/credit	7	<u>(13,167)</u>	<u>10,234</u>
PROFIT FOR THE YEAR		<u>142,721</u>	<u>134,375</u>
Attributable to:			
Owners of the parent		142,721	135,572
Non-controlling interests		<u>—</u>	<u>(1,197)</u>
		<u>142,721</u>	<u>134,375</u>
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT	9		
Basic (<i>RMB per share</i>)		0.54	0.52
Diluted (<i>RMB per share</i>)		<u>0.54</u>	<u>0.52</u>

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
PROFIT FOR THE YEAR	<u>142,721</u>	<u>134,375</u>
OTHER COMPREHENSIVE INCOME		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	<u>(3,245)</u>	<u>1,877</u>
Net other comprehensive income that may be reclassified to profit or loss in subsequent periods	<u>(3,245)</u>	<u>1,877</u>
OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX	<u>(3,245)</u>	<u>1,877</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>139,476</u>	<u>136,252</u>
Attributable to:		
Owners of the parent	139,476	137,449
Non-controlling interests	<u>—</u>	<u>(1,197)</u>
	<u>139,476</u>	<u>136,252</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	<i>Notes</i>	December 31, 2025 <i>RMB'000</i>	December 31, 2024 <i>RMB'000</i>
NON-CURRENT ASSETS			
Property, plant and equipment		16,215	17,885
Other intangible assets		111,475	109,078
Right-of-use assets		15,848	9,405
Investment in joint ventures		2,281	1,479
Investment in associates		51,355	46,181
Equity investments at fair value through profit or loss (“FVTPL”)		181,966	189,971
Prepayment, other receivables and other assets		23,644	16,536
Deferred tax assets		92,000	88,410
		<hr/>	<hr/>
Total non-current assets		494,784	478,945
CURRENT ASSETS			
Inventories		900,900	650,552
Trade and bills receivables	10	619,444	1,016,069
Prepayments, other receivables and other assets		581,678	254,122
Debt investments at fair value through other comprehensive income (“FVOCI”)		58,810	9,992
Restricted cash		1,817	7,998
Cash and cash equivalents		309,614	341,879
		<hr/>	<hr/>
Total current assets		2,472,263	2,280,612
CURRENT LIABILITIES			
Trade and bills payables	11	552,282	579,916
Other payables and accruals		91,974	109,140
Interest-bearing bank borrowings	12	385,880	352,606
Lease liabilities		7,214	8,592
Contract liabilities		192,095	109,344
Tax payable		2,633	8,311
		<hr/>	<hr/>
Total current liabilities		1,232,078	1,167,909
NET CURRENT ASSETS			
		<hr/>	<hr/>
		1,240,185	1,112,703
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<hr/>	<hr/>
		1,734,969	1,591,648

	December 31, 2025 RMB'000	December 31, 2024 RMB'000
NON-CURRENT LIABILITIES		
Deferred income	2,925	3,875
Lease liabilities	9,827	1,417
Deferred tax liabilities	19,741	19,243
	<hr/>	<hr/>
Total non-current liabilities	32,493	24,535
	<hr/>	<hr/>
Net assets	<u>1,702,476</u>	<u>1,567,113</u>
EQUITY		
Equity attributable to owners of the parent		
Share capital	261,757	261,802
Treasury shares	(48,540)	(79,286)
Reserves	1,489,259	1,384,597
	<hr/>	<hr/>
	1,702,476	1,567,113
	<hr/>	<hr/>
Non-controlling interests	—	—
	<hr/>	<hr/>
Total equity	<u>1,702,476</u>	<u>1,567,113</u>

NOTES:

1 BASIS OF PREPARATION

These financial statements have been prepared in accordance with IFRS Accounting Standards, which comprise all standards and interpretations approved by the International Accounting Standards Board (“IASB”) and the disclosure requirements of the Hong Kong Companies Ordinance.

These financial statements have been prepared under the historical cost convention except for certain equity investments at FVTPL and debt investments at FVOCI which have been measured at fair value. These financial statements are presented in Renminbi (“RMB”) and all values are rounded to the nearest thousand except when otherwise indicated.

Basis of consolidation

The consolidated financial statements include the financial information of the Group for the year ended December 31, 2025. A subsidiary is an entity (including a structured entity), directly or indirectly, controlled by the Company. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee (i.e., existing rights that give the Group the current ability to direct the relevant activities of the investee).

Generally, there is a presumption that a majority of voting rights results in control. When the Company has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- (a) the contractual arrangement with the other vote holders of the investee;
- (b) rights arising from other contractual arrangements; and
- (c) the Group’s voting rights and potential voting rights.

The financial information of the subsidiaries is prepared for the same reporting period as the Company, using consistent accounting policies. The results of subsidiaries are consolidated from the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases.

Profit or loss and each component of other comprehensive income are attributed to the owners of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control described above. A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

If the Group loses control over a subsidiary, it derecognises the related assets (including goodwill), liabilities, any non-controlling interest and the exchange fluctuation reserve; and recognises the fair value of any investment retained and any resulting surplus or deficit in profit or loss. The Group's share of components previously recognised in other comprehensive income is reclassified to profit or loss or retained profits, as appropriate, on the same basis as would be required if the Group had directly disposed of the related assets or liabilities.

2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The Group has adopted amendments to IAS 21 *Lack of Exchangeability* for the first time for the current year's financial statements. The Group has not early adopted any other standard or amendment that has been issued but is not yet effective.

Amendments to IAS 21 specify how an entity shall assess whether a currency is exchangeable into another currency and how it shall estimate a spot exchange rate at a measurement date when exchangeability is lacking. The amendments require disclosures of information that enable users of financial statements to understand the impact of a currency not being exchangeable. As the currencies that the Group had transacted in and the functional currencies of overseas subsidiaries, joint ventures and associates for translation into the Group's presentation currency were exchangeable, the adoption of the amendment did not have any impact on the Group's financial statements.

3 ISSUED BUT NOT YET EFFECTIVE IFRS ACCOUNTING STANDARDS

The Group has not applied the following new and revised IFRS Accounting Standards, that have been issued but are not yet effective, in the financial statements. The Group intends to apply these new and revised IFRS Accounting Standards, if applicable, when they become effective.

Amendments to IFRS 10 and IAS 28	<i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> ¹
Amendments to IFRS 9 and IFRS 7	<i>Amendments to the Classification and Measurement of Financial Instruments</i> ²
Amendments to IFRS 9 and IFRS 7	<i>Contracts Referencing Nature-dependent Electricity</i> ²
<i>Annual Improvements to IFRS Accounting Standards — Volume 11</i>	Amendments to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7 ²
IFRS 18	<i>Presentation and Disclosure in the Financial Statements</i> ³
IFRS 19 and its amendments	<i>Subsidiaries without Public Accountability: Disclosures</i> ³
Amendments to IAS 21	<i>Translation to a Hyperinflationary Presentation Currency</i> ³

1 No mandatory effective date yet determined but available for adoption

2 Effective for annual periods beginning on or after January 1, 2026

3 Effective for annual/reporting period beginning on or after January 1, 2027

The Group is in the process of making an assessment of the impact of these new and revised IFRS Accounting Standards upon initial application. So far, the Group considers that these new and revised IFRS Accounting Standards, except for IFRS 18, may result in changes in certain accounting policies but are likely to have a significant impact on the Group's financial performance and financial position in the period of initial application. The application of IFRS 18 is not expected to have a material impact on the financial position of the Group but is expected to affect the presentation of the consolidated statements of profit or loss and other comprehensive income and consolidated statements of cash flows and disclosures in the future financial information. The Group will continue to assess the impact of IFRS 18 on the Group's financial information.

4. OPERATING SEGMENT INFORMATION

Management has determined the operating segment based on the information reviewed by the Company's chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segment.

Management monitors the results of the Company's operating segment separately for the purpose of making decisions about resource allocation and performance assessment, focuses on the operating results of the Company as a whole as the Company's resources are integrated and no discrete operating segment information is available. Accordingly, no further information about the operating segment is presented.

Geographical information

(a) Revenue from external customers

Revenues are attributed to geographical areas based on locations of the customers. Revenues by geographical segment based on locations of the customers for the reporting period are presented as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Geographical markets		
Chinese mainland	2,346,246	2,138,448
East Asia (<i>note</i>)	821,075	285,931
United States	314,051	222,264
Europe	117,313	107,625
Others	148,447	187,106
	<hr/>	<hr/>
Total	<u>3,747,132</u>	<u>2,941,374</u>

Note: not including Chinese mainland.

(b) Non-current assets

Almost all the non-current assets of the Group are physically located in Chinese mainland and therefore no further geographical information on the Group's non-current assets is presented. The non-current asset information is based on the locations of the assets and excludes financial instruments and deferred tax assets.

Information about major customers

Information about external customers from which the revenue amounted to over 10% of the total revenue of the Group during the reporting period is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Customer A	<u>815,564</u>	<u>955,098</u>

5. REVENUE, OTHER INCOME AND GAINS

An analysis of revenue is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
<i>Revenue from contracts with customers</i>		
Wireless communication modules and solutions	3,608,768	2,808,563
Sales of electronic components	<u>138,364</u>	<u>123,279</u>
Subtotal	<u>3,747,132</u>	<u>2,931,842</u>
<i>Revenue from other sources</i>		
Gross rental income:		
Other lease payments, including fixed payments	<u>—</u>	<u>9,532</u>
Total	<u>3,747,132</u>	<u>2,941,374</u>

Revenue from contracts with customers

(a) Disaggregated revenue information

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Types of goods or services		
Wireless communication modules and solutions	3,608,768	2,808,563
Sales of electronic components	138,364	123,279
Total	<u>3,747,132</u>	<u>2,931,842</u>
Geographical markets		
Chinese mainland	2,346,246	2,128,916
East Asia (<i>note</i>)	821,075	285,931
United States	314,051	222,264
Europe	117,313	107,625
Others	148,447	187,106
Total	<u>3,747,132</u>	<u>2,931,842</u>
Timing of revenue recognition		
Goods and services transferred at a point in time	3,747,132	2,931,842
Total	<u>3,747,132</u>	<u>2,931,842</u>

Note: not including Chinese mainland.

The following table shows the amounts of revenue recognised in the reporting period that were included in the contract liabilities at the beginning of each reporting period and recognised from performance obligations satisfied in previous periods:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Revenue recognised that was included in contract liabilities at the beginning of the reporting period:		
Wireless communication modules and solutions	<u>109,344</u>	<u>52,328</u>

(b) *Performance obligations*

Information about the Group's performance obligations is summarized below:

Sale of products

For domestic sales in Chinese mainland, the performance obligation is normally satisfied upon the customer's acceptance. For certain manufacturing customers, the performance obligation is satisfied upon the withdrawn of the products and confirm the usage by customers. For cross-border sales, the performance obligation is normally satisfied upon customers' confirm on the acceptance in bill of lading.

The payment is generally due within 30 to 90 days from the date of delivery, whereby payment is extended to 120 days for certain major customers. Advanced payment is required for new customers.

Provision of technical services

Revenue from the provision of technical services is recognized when the Group has satisfied the corresponding performance obligation and the services are accepted by the customers. The payment is generally due within 30 days upon customers' acceptance.

All amounts of transaction prices allocated to the performance obligations for sale of wireless communication modules and solutions are expected to be recognised as revenue within one year. The Group has no significant unsatisfied performance obligations arising from revenue contracts that have an original expected duration of more than one year. Thus, management applied the practical expedient under IFRS 15 and is not disclosing the aggregate amount of the transaction price allocated to the performance obligations that are unsatisfied or partially satisfied at the end of each reporting period.

Other income and gains

An analysis of other income and gains is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Other income:		
Interest income	2,910	2,497
Government grants*	<u>19,333</u>	<u>10,696</u>
Total other income	<u><u>22,243</u></u>	<u><u>13,193</u></u>
Gains:		
Gain on early termination of a lease	—	78
Gain on sublease of right-of-use assets	989	—
Gains on equity investments at FVTPL	4,664	1,725
Gain on deemed disposal of a subsidiary	—	4,906
Foreign exchange gains, net	4,464	—
Others	<u>56</u>	<u>113</u>
Total gains	<u><u>10,173</u></u>	<u><u>6,822</u></u>
Total other income and gains	<u><u>32,416</u></u>	<u><u>20,015</u></u>

* The government grants mainly represent subsidies received from the government that are relating to both income and assets.

These government grants related to income were awarded for the Group's contribution to the local economic growth and reimbursed for the Group's R&D expenditures. These grants related to income are recognised in profit or loss upon receipt and there are no unfulfilled conditions or contingencies relating to these grants.

The Group has also received certain government grants related to assets, which were recognised as deferred income upon receipt and released to profit or loss over the expected useful life of the relevant asset, when all attaching conditions and requirements are compliant with.

6. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Cost of sales*	3,238,218	2,456,712
Research and development costs:		
Deferred expenditure amortised*	15,547	14,690
Current year expenditures	226,107	208,136
Depreciation of property, plant and equipment**	5,450	6,137
Depreciation of right-of-use assets**	6,623	14,647
Amortisation of other intangible assets**	38,884	38,287
Loss on disposal of items of property, plant and equipment***	18	13
Gain on early termination of a lease***	—	(78)
Gain on sublease of right-of-use assets***	(989)	—
Gain on deemed disposal of a subsidiary***	—	(4,906)
Foreign exchange (gains)/losses, net***	(4,464)	28,472
Expenses relating to short-term leases	1,994	1,970
Reversal of impairment of trade and bills receivables	(4,194)	(7,638)
(Reversal of)/Impairment of other receivables	(2,061)	1,082
Gains on equity investments at FVTPL***	(4,664)	(1,725)
Share of profits and losses of joint ventures	547	860
Share of profits and losses of an associate	8,941	11,986
Auditor's remuneration	900	600
Listing expenses	1,024	—
Write-down of inventories to net realisable value*	20,232	16,342
Employee benefit expenses (excluding directors', supervisors' and chief executive's remuneration):		
— Wages and salaries	223,761	215,761
— Pension scheme contributions	19,113	18,704
— Share-based payments expenses	21,256	11,118
Total employee benefit expenses	264,130	245,583

* Write-down of inventories to net realisable value and deferred expenditure amortised are included in "Cost of sales" in the consolidated statement of profit or loss and other comprehensive income.

** The depreciation of property, plant and equipment, amortisation of other intangible assets, and depreciation of right-of-use assets during the reporting period are included in “Cost of sales”, “Selling and marketing expenses”, “Administrative expenses” and “Research and development expenses” in the consolidated statement of profit or loss and other comprehensive income, respectively.

*** The amounts are included in “Other income and gains” and “Other expense” in the consolidated statement of profit or loss and other comprehensive income.

7. INCOME TAX

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operate.

The income tax charge/(credit) of the Group for the reporting period is analysed as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Current income tax	14,022	26,678
Deferred income tax	(855)	(36,912)
Total tax charge/(credit)	<u>13,167</u>	<u>(10,234)</u>

8. DIVIDENDS

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Cash dividends	<u>33,929</u>	<u>25,802</u>

The final dividend of RMB1.0 per 10 shares (tax inclusive) in respect of the year ended December 31, 2023 with an aggregate distribution of RMB25,802,000 was approved by the Company’s Annual General Meeting on May 16, 2024 and subsequently paid in 2024.

The final dividend of RMB1.3 per 10 shares (tax inclusive) in respect of the year ended December 31, 2024 with an aggregate distribution of RMB33,929,000 was approved by the Company’s Annual General Meeting on May 19, 2025 and subsequently paid in 2025.

Subsequent to the end of the reporting period, a final dividend of RMB1.0 per 10 shares (tax inclusive) in respect of the year ended 31 December, 2025, in an aggregate amount of RMB30,200,670 were proposed by the Directors and is subject to approval by the Shareholders in the forthcoming annual general meeting of the Company.

9. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of the basic earnings per share amounts is based on the profit attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares in issue (excluding treasury shares) during the reporting period.

The calculation of the diluted earnings per share amounts for the years ended December 31, 2024 and 2025 is based on the profit for the year attributable to ordinary equity holders of the parent. The weighted average number of ordinary shares used in the calculation is the number of ordinary shares outstanding during the year, as used in the basic earnings per share calculation, and the weighted average number of ordinary shares assumed to have been issued at no consideration on the deemed exercise or conversion of all dilutive potential ordinary shares into ordinary shares.

	2025	2024
<i>Earnings</i>		
Profit attributable to ordinary equity holders of the parent, used in the basic and diluted earnings per share calculation (<i>RMB'000</i>)	<u>142,554</u>	<u>135,572</u>
<i>Shares</i>		
Weighted average number of ordinary shares in issue during the year, used in the basic earnings per share calculation*	262,044,515	260,522,025
Effect of dilution — weighted average number of ordinary shares:		
Restricted share awards and share options	<u>1,087,833</u>	<u>680,385</u>
Total	<u>263,132,348</u>	<u>261,202,410</u>

* The weighted average number of shares was after taking into account the effect of treasury shares held.

10. TRADE AND BILLS RECEIVABLES

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Bills receivables*		
Bank acceptance bills:		
Third parties	96,676	2,283
Commercial acceptance bills:		
Third parties	25,995	5,833
Less: impairment of bills receivables	520	117
	<u>122,151</u>	<u>7,999</u>
Bills receivables, net		
	<u>122,151</u>	<u>7,999</u>
Trade receivables:		
Third parties	580,504	1,101,709
Due from related parties	15,884	10,053
Less: impairment of trade receivables	99,095	103,692
	<u>497,293</u>	<u>1,008,070</u>
Trade receivables, net		
	<u>497,293</u>	<u>1,008,070</u>
Total trade and bills receivables	<u>619,444</u>	<u>1,016,069</u>

* Bills receivables are with a maturity period of within six months.

The Group's trade terms with the majority of customers are on credit, except for certain new and oversea customers where payment in advance is normally required. The credit period is generally within 30 to 180 days. Each customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk. Overdue balances are reviewed regularly by senior management. The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade and bills receivables are non-interest-bearing.

As at the end of each reporting period, the Group had certain concentrations of credit risk. As at 31 December 2025, 10.1% (2024: 60.0%), of the Group's trade receivables were due from the Group's largest debtor, and 34.9% (2024: 69.0%), of the Group's trade receivables were due from the Group's five largest debtors.

Included in the Group's trade receivables are amounts due from the Group's joint ventures and associates of RMB15,161,000 as at 31 December 2025 (2024: RMB9,736,000), which are repayable on credit terms similar to those offered to the major customers of the Group (note 37).

An ageing analysis of the trade and bills receivables as at the end of each reporting period, based on the invoice date and net of loss allowance, is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Within 6 months	535,077	964,576
7 months to 1 year	18,208	6,662
1 year to 2 years	28,072	2,465
2 years to 3 years	805	1,375
3 years to 4 years	48	538
4 years to 5 years	493	1,249
Over 5 years	36,741	39,204
Total	<u>619,444</u>	<u>1,016,069</u>

11. TRADE AND BILLS PAYABLES

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Trade payables		
Due to third parties	547,562	574,033
Due to related parties	4,720	5,883
Total	<u>552,282</u>	<u>579,916</u>

An ageing analysis of the trade and bills payables as at the end of each reporting period, based on the invoice date, is as follows:

	2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Within 1 year	515,400	554,495
Over 1 year	36,882	25,421
Total	<u>552,282</u>	<u>579,916</u>

The trade payables are non-interest-bearing and are normally settled within 180 days upon receipt of the invoices. The fair value of trade and bills payables as at the end of each reporting period approximated to their carrying amount due to their relatively short maturity terms.

12. INTEREST-BEARING BANK AND OTHER BORROWINGS

	December 31, 2025			December 31, 2024		
	Effective Interest rate (%)	Maturity	RMB'000	Effective Interest rate (%)	Maturity	RMB'000
Current						
Bank loans — unsecured	2.11%–2.15%	2026	335,880	1.95%–3.20%	2025	122,606
Discounted bill receivables	1.2%	2026	<u>50,000</u>	1.30%–2.20%	2025	<u>230,000</u>
Total			<u>385,880</u>			<u>352,606</u>
				2025		2024
				RMB'000		RMB'000

Analysed into:

Bank borrowings repayable:

Within one year or on demand

<u>385,880</u>	<u>352,606</u>
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Notes:

- (i) All interest-bearing bank borrowings are denominated in RMB.
- (ii) As at 31 December 2025, the Group discounted certain bills received by the Company from its subsidiaries to a bank in exchange for cash, with amounts of RMB50,000,000 (2024: RMB230,000,000).

MANAGEMENT DISCUSSION AND ANALYSIS

Revenue

During the Reporting Period, our revenue increased from RMB2.941 billion in 2024 to RMB3.747 billion in 2025, representing an increase of 27.39%.

From a regional perspective, both domestic and overseas markets recorded growth during the Reporting Period, jointly driving the Company's revenue growth, with the contribution from the overseas market being more significant. During the Reporting Period, driven by demand for IoT industry smart module products and 5G wireless broadband products, as well as increased shipments to major overseas customers of the Company, the revenue from overseas markets amounted to RMB1.401 billion, representing an increase of RMB598 million as compared with 2024 and a substantial year-on-year increase of 74.47%. The proportion of overseas revenue increased from 27.30% for the whole year of 2024 to 37.39%. In the domestic market, revenue was significantly boosted owing to the continuous growth of the demand for various smart modules and high-computing-power modules for edge-side AI applications. However, the purchases of ICV by major customers have declined since the second half of 2025. The revenue from the domestic markets was RMB2.346 billion throughout 2025, representing a year-on-year increase of approximately 9.72%.

From an industry perspective, during the Reporting Period, the revenue scale of both the Internet of Things and wireless broadband industries maintained rapid growth, while that of the ICV industry declined slightly. In the IoT industry, the continuous emergence of demand for customized and intelligent products from overseas customers as well as demand for domestic edge-side AI hardware products jointly drove the high-speed growth of revenue scale. In the wireless broadband sector, large-scale shipments of 5G products to customers in Japan, North America, Europe and others were successively launched, leading to accelerated revenue growth. For the ICV industry, benefiting from the increased penetration of 5G and the mass production and shipments of products for certain new customers on the one hand, and affected by the reduced purchases from a single major customer on the other, the overall revenue scale declined slightly.

Cost of Sales

Our cost of sales increased by 31.81% from RMB2.457 billion in 2024 to RMB3.238 billion in 2025, which was generally consistent with the trend of our sales and revenue.

Gross Profit and Gross Profit Margin

Our gross profit increased by 5.00% from RMB485 million in 2024 to RMB509 million in 2025, while our gross profit margin decreased from 16.48% in 2024 to 13.58% in 2025, primarily due to the gross profit margin of our wireless communication modules and solutions dropping from 16.73% in 2024 to 13.28% in 2025. The main factors are as follows: 1. Affected by the product structure of shipments, certain products with relatively low gross margin level were shipped in concentration during the Reporting Period, temporarily dragging down the overall gross margin level. 2. Cyclical price increase in memory chips exerted certain pressure on the cost side.

Other income and gains, net

Our other income and gains, net increased by 61.96% from RMB20.0143 million in 2024 to RMB32.4160 million in 2025, mainly due to an increase of RMB8.6376 million in government grants received, as well as an increase of RMB4.4633 million in exchange gains resulting from a significant reduction in exchange loss arising from accounts payable.

Selling and distribution expenses

Our selling and distribution expenses increased by 13.98% from RMB59.1898 million in 2024 to RMB67.4623 million in 2025, mainly due to an increase of RMB2.9247 million in our market expansion expenses, reflecting higher exhibition fees incurred in 2025 for participating in exhibitions to enhance brand recognition and strengthen overseas promotion, and an increase of RMB1.6616 million in employee compensation due to an increase in the number of sales personnel, as well as an increase of RMB1.5840 million in share-based payment expenses arising from equity incentives for sales personnel.

Administrative expenses

Our administrative expenses increased by 11.94% from RMB70.6763 million in 2024 to RMB79.1182 million in 2025, mainly due to an increase of RMB2.4767 million in share-based payment expenses for administrative personnel, as well as an increase of RMB1.2605 million in taxes and surcharges, reflecting higher stamp duty arising from an increase in business contracts signed in 2025. In addition, listing expenses incurred in 2025 also contributed to the overall increase in administrative expenses, whereas no such expenses were incurred in 2024.

Research and development expenses

Our research and development expenses increased by 8.63% from RMB208 million in 2024 to RMB226 million in 2025, mainly due to an increase in employee compensation arising from the expansion of our research and development personnel, as well as an increase in share-based payment expenses resulting from equity incentives for research and development personnel. During the year, the year-on-year growth rate of our research and development expenses was much lower than the revenue growth rate of 27.39%, which fully proves that our research and development efficiency has improved.

Other expenses

Our other expenses decreased by 99.88% from RMB29.9472 million in 2024 to RMB0.0350 million in 2025, mainly due to an increase in the net exchange loss on payables resulting from exchange rate fluctuations in 2024, while foreign exchange gains and losses decreased in 2025.

Finance costs

Our finance costs increased by 50.66% from RMB6.2969 million in 2024 to RMB9.4868 million in 2025, mainly due to an increase of RMB2.4853 million in discount interest arising from higher bank bill discounting.

Share of profits and losses of joint ventures

Our share of losses of joint ventures decreased by 36.35% from RMB0.8598 million in 2024 to RMB0.5473 million in 2025, mainly due to a reduction in the investment loss of joint ventures recognized under the equity method in respect of our equity interest held in the joint ventures.

Share of profits and losses of associates

Our share of losses of associates decreased by 25.41% from RMB11.9870 million in 2024 to RMB8.9414 million in 2025, mainly due to a reduction in the loss incurred by Shuoge Smart, an associate that we hold.

Income tax expense

Our income tax expenses changed from income tax benefits of RMB10.2340 million recognized in 2024 to income tax expenses of RMB13.1672 million incurred in 2025, mainly due to a decrease in deferred tax credits resulting from a reduction in credit impairment losses and deductible losses.

Profit for the Year

As a result of the foregoing, we recorded a profit of RMB136 million in 2024 and a profit of RMB143 million in 2025. The primary reason why profit growth was lower than revenue acceleration is that the gross profit margin had decreased compared with the same period of the last year, while the scale of various expenses remained stable.

Liquidity and financial resources

We primarily financed our operations through cash generated from operating activities and financing activities in 2025. As at December 31, 2025, our cash balances amounted to RMB311.4317 million, comprising cash and cash equivalents of RMB309.6142 million and restricted cash of RMB1.8174 million, compared with cash balances of RMB349.8770 million as at December 31, 2024.

As at December 31, 2025, we have not provided guarantees and pledges to related parties.

Significant investments

As at December 31, 2025, the Group did not make or hold any significant investments.

Material acquisitions and disposals

For the year ended December 31, 2025, the Group did not conduct any material acquisitions or disposals of subsidiaries, consolidated affiliated entities, associates or joint ventures.

Pledge of Assets

As at December 31, 2025, other than restricted cash pledged as security for bank acceptances payable, we did not pledge or mortgage any other assets.

Future plans for material investments or capital assets

As at December 31, 2025, the Group did not have detailed future plans for material investments or capital assets.

Gearing ratio

As at December 31, 2025, the Company's gearing ratio (representing total liabilities divided by total assets, expressed as a percentage) was 42.62% (December 31, 2024: 43.21%).

Exposure to foreign exchange risk

As at December 31, 2025, our cash and cash equivalents balances are primarily denominated in U.S. dollars and Renminbi. As we accelerate our overseas market expansion, we become increasingly exposed to the effects of fluctuations in currency exchange rates. We manage our foreign exchange risk by regularly reviewing the Group's net foreign exchange risk exposure and minimizing such risk through natural hedging wherever possible.

Contingent liabilities

As at December 31, 2025, the Company had no material contingent liabilities.

Capital commitment

As at December 31, 2025, the Company had no material capital commitments.

Employee and remuneration

As at December 31, 2025, the Company had 983 full-time employees. Total staff remuneration expenses including share-based payments for the year ended December 31, 2025 amounted to RMB271 million, compared with RMB251 million for the year ended December 31, 2024.

In accordance with the requirements of relevant laws and regulations, we participate in various employee social security schemes administered by the local municipal and provincial governments, including endowment insurance, maternity insurance, unemployment insurance, work-related injury insurance, medical insurance and housing funds (where applicable). We provide comprehensive onboarding training, ongoing training programs and mentorship support to facilitate employee development. Our remuneration structure (including equity incentives) is competitive and designed to attract and retain top talent. We regularly organize internal knowledge-sharing sessions where employees discuss industry trend, product and technology to enhance the team's professional skills and knowledge reserve.

Dividend

The Board suggests distributing the dividend in cash for the year 2025 of RMB1.00 per 10 Shares (tax inclusive). The dividend distribution proposal will be approved at the 2025 annual general meeting of the Company, and the dividends are expected to be distributed within two months after the 2025 annual general meeting. Dividends for H Shares will be paid in Hong Kong dollars. As at the date of this announcement, the Company held a total of 0 Shares in treasury. No dividend will be distributed in respect of such treasury shares.

During the Reporting Period, no Shareholder had waived or agreed to waive any dividend arrangement.

Use of proceeds from the Global Offering

The Company was listed on the Stock Exchange on the Listing Date (i.e. March 10, 2026). After deducting the underwriting commission and listing expenses, the net proceeds from the Global Offering received by the Company amounted to HK\$1,091 million, which will be used for the purposes set out in the prospectus.

As at the date of this announcement, there has been no change in the intended use of the net proceeds as disclosed in the section headed “Future Plans and Use of Proceeds” in the prospectus. To the extent that the net proceeds are not immediately used for the intended use, the Company will place the net proceeds in short-term interest-bearing accounts with licensed commercial banks and/or other authorized financial institutions (as defined in the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) or applicable laws and regulations of other jurisdictions).

For details of the use of the proceeds, please refer to the Company’s annual report for the year ended December 31, 2025 to be published.

Issue shares

During the Reporting Period, a total of 565,700 A Shares were issued upon the voluntary exercise of share options by the participants of the Company’s A share option incentive scheme, which have been registered.

Save as disclosed above, the Company did not issue any other Shares during the Reporting Period.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

During the Reporting Period, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's securities listed on the Stock Exchange (including the sale of treasury shares).

During the Reporting Period, the Company repurchased 505,700 A Shares listed on the Shenzhen Stock Exchange.

Save as disclosed above, neither the Company nor any of its subsidiaries repurchased, redeemed or sold any of the Company's listed securities (including treasury shares) during the Reporting Period.

AUDIT COMMITTEE

The Audit Committee comprises three independent non-executive directors of the Company, all of whom are seasoned professionals in financial management and business operations.

The Audit Committee has reviewed the accounting principles and practices adopted by the Group with management, and discussed financial reporting matters (including reviewing the Group's consolidated annual financial statements for the year ended December 31, 2025) as well as matters related to risk management and internal control, and has no objection thereto.

SCOPE OF WORK OF ERNST & YOUNG

As the Group's auditor, Ernst & Young has confirmed that the figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss, consolidated statement of comprehensive income and the related notes thereto for the year ended December 31, 2025 as set out in the annual results announcement of the Group for the year ended December 31, 2025 are consistent with the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by Ernst & Young in this respect did not constitute an assurance engagement and consequently no opinion or assurance conclusion has been expressed by Ernst & Young on the results announcement.

CORPORATE GOVERNANCE PRACTICES

The Company has adopted the Code Provisions of the Corporate Governance Code (the "CG Code") as set out in Appendix C1 of the Hong Kong Listing Rules as the basis of the Company's corporate governance practices. As the H Shares of the Company were listed on the Hong Kong Stock Exchange on 10 March 2026, the CG Code is only applicable to

the Company since the listing date of the H Shares. Throughout the period from the listing date of the H Shares and up to the date of this announcement, save as disclosed below, the Company has complied with all applicable Code Provisions as set out in the CG Code.

Under Code Provision C.2.1 of the CG Code, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual (but may deviate). As Mr. Wang Ping serves as the Chairman of the Board and the Chief Executive Officer of the Company, the Company has deviated from this rule. The Board believes that, in view of his experience, personal profile and understanding of the aforesaid business operations, Mr. Wang Ping is the director best suited to identify strategic opportunities and focus of the Board. The appointment of Mr. Wang Ping as both Chairman and Chief Executive Officer can promote the effective execution of strategic initiatives and facilitate the flow of information between management and the Board. The Board considers that the balance of power and authority will not be impaired due to this arrangement. In addition, all major decisions are made in consultation with members of the Board, including the relevant Board committees, and the independent non-executive Directors. The Board will reassess the division of roles between the Chairman and the Chief Executive Officer from time to time, and may recommend that such two roles be held by different individuals separately in the future, taking into account the overall circumstances of the Group.

COMPLIANCE OF THE MODEL CODE FOR SECURITIES TRANSACTIONS BY THE DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers contained in Appendix C3 of the Hong Kong Listing Rules.

As the H Shares of the Company were listed on Hong Kong Stock Exchange on 10 March 2026, the said Code is only applicable to the Company since the listing date of the H Shares. Having made specific enquiries with all Directors, each of them has confirmed that they have complied with the said Code during the period from the listing date of the H Shares and up to the date of this announcement.

SUBSEQUENT EVENTS

As at March 10, 2026, H Shares were listed on the Main Board of the Hong Kong Stock Exchange, and 40,250,000 H Shares were issued and subscribed by way of initial public offering to investors in Hong Kong and overseas at the offer price of HK\$28.86 per Class A ordinary share. The net proceeds from the issue amounted to HK\$1,091 million.

Save as disclosed above, the Company is not aware of any material subsequent events occurring from the year ended December 31, 2025 up to the date of this announcement.

PUBLICATION OF ANNUAL RESULTS ANNOUNCEMENT AND 2025 ANNUAL REPORT

This announcement is published on the Company’s website (www.meigsmart.com) and the website of the Stock Exchange of Hong Kong (<http://www.hkexnews.hk>). The annual report of the Company for the year ended December 31, 2025 will be available for inspection on the Company’s website and the website of the Hong Kong Stock Exchange in due course, and printed copies will be dispatched to the Shareholders as required.

As at the date of this announcement, to the best of the Directors’ knowledge, the information contained in this announcement will be consistent with that to be set out in the annual report of the Company for the year ended December 31, 2025.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms and expressions shall have the following meanings:

“A Share(s)”	ordinary share(s) issued of our Company, with a nominal value of RMB1.00 each, which are traded in Renminbi and listed on the Shenzhen Stock Exchange
“Audit Committee”	the audit committee of the Board
“Board”	the Company’s board of Directors
“China” or “PRC”	the People’s Republic of China excluding, for the purposes of this announcement, Hong Kong, Macau Special Administrative Region of China and Taiwan, China
“Company,” “our Company,” “we,” “our” or “us”	MeiG Smart Technology Co., Ltd. (美格智能技術股份有限公司), a joint stock company incorporated under the laws of the PRC on May 14, 2015, whose H Shares listed on the Main Board of Hong Kong Stock Exchange (Stock Code: 3268) and A Shares have been listed on the Shenzhen Stock Exchange (Stock Code: 002881)
“Director(s)”	the director(s) of our Company
“Group,” “our Group,” “we,” “our” or “us”	our Company and our subsidiaries

“H Share(s)”	overseas listed foreign shares of our Company, with a nominal value of RMB1.00 each, which are listed on the Main Board of Hong Kong Stock Exchange
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Hong Kong Listing Rules”	the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange (as amended, supplemented or otherwise modified from time to time)
“Hong Kong Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Listing Date”	March 10, 2026, the date on which the H Shares of the Company were listed and commenced trading on the Main Board of Hong Kong Stock Exchange
“Share(s)”	ordinary share(s) in the share capital of our Company with a nominal value of RMB1.00 each, comprising A Shares and H Shares
“Shareholder(s)”	holder(s) of our Share(s)
“%”	percent

By order of the Board
MeiG Smart Technology Co., Ltd.
WANG Ping
Chairman

Shenzhen, the PRC
March 30, 2026

As at the date of this announcement, the executive directors of the Company are Mr. WANG Ping, Mr. DU Guobin, Mr. XIA Youqing and Mr. HUANG Min; the independent non-executive directors of the Company are Dr. MA Lijun, Mr. YANG Zheng, and Ms. LIU Jia.