



Capinfo Company Limited

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(於中華人民共和國註冊成立之股份有限公司)

(Stock Code 股份代號：1075)



2024

Interim Report 中期報告



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MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

In the first half of 2024, the Group dared to rise to challenges posed by reform and deepened efforts in construction of the system and mechanism, unswervingly implementing the Company's "14th Five-Year" strategic plan and reform program, detailing the implementation of various measures and striving to achieve the annual objectives and tasks.

For the six months ended 30 June 2024, the Group recorded revenue from its principal business of RMB533.55 million, representing an increase of 12.52% as compared with the same period of last year.

During the reporting period, the Group continuously optimized and improved the business connotation of "one core, two platforms and four sectors", remained adhering to the core principle of "creating value for customers", used "Cloud Network+Digital Intelligence" as a platform and developed application services of four sectors smart government, smart people's livelihood, smart enterprise and smart health, committing to becoming a leading smart city and data industry operator.

In the realm of "Cloud Network+Digital Intelligence" infrastructure, the unified IT application innovation adaptation platform development was completed with mainstream domestic chips, operating systems, middleware and databases adaptation service capabilities. The Group also developed "Capinfo Digital Base System V1.3" products, passing Huawei's Kunpeng technical certification and being included in "the List of 100 New Technologies and Products" by the Zhongguancun Forum 2024.

In the smart government sector, based on the Capinfo Company's own software development platform CCAF (Capinfo Cloud Application Framework), the Group developed an administrative collaborative office product "Capinfo Connect Office (首信通办)". The reach of new customers was increased; the project transformation was facilitated; the contract signing for organizational work business with customers in Hebei, Inner Mongolia, Shanxi and Gansu was solidly promoted. The Group also actively participated in aiding-Xinjiang information construction works and won the bids for the Moyu cadre management system, Xinjiang.

MANAGEMENT DISCUSSION AND ANALYSIS

In the smart people's livelihood sector, the Group strengthened the stable operation of important livelihood systems such as provident fund and immediate action upon complaint. The Company hosted "Digital Intelligence Driven·IT Application Innovation Escorted" digital intelligence provident fund forum and launched Capinfo's new version of housing provident fund IT application innovation core system product to society. The Group also signed contracts for Shanghai municipal housing provident fund comprehensive business services and the upgrade and transformation of the management platform, and signed contracts for Lhasa public-service hotline 12345.

In the smart enterprises sector, the Group continued to improve and enrich integrated "Cloud+Security+Application" IT application innovation solutions, and achieved on-site signing of orders for more than 20 municipal enterprises. The Group also identified the business opportunities of energy, electricity, finance industry and colleges customers, continuously promoted the cooperation with China Electricity Technology Market Association and conducted product and program communications with industrial control equipment security vendors in the electricity industry, preliminarily reaching the ideas for progress of industrial control equipment security cooperation in the electricity industry.

In the smart health sector, the medical insurance system operates stably, and the Group continuously promoted the expansion of medical insurance mobile payment. In the first half of the year, there were 38 new Jingtong pipeline hospitals, supporting a total of 151 hospitals with medical insurance mobile payments; and adding 48 new hospital-owned pipelines, supporting a total of 71 hospitals with medical insurance mobile payments. The Group strengthened drug supervision, signed a contract for the Beijing Municipal Medical Products Administration's drug life cycle management system project with "one base, two middle platforms, and three portals" as its main content, built an online drug purchasing platform to connect with pharmacies, JD.com's online drug purchasing platform, and Meituan's online drug purchasing platform. Currently, 457 pilot drugstores were accessed to facilitate the citizens to use medical insurance for purchasing drugs. The Group also promoted convenient medical treatment settlement services, The Group also promoted convenient medical treatment settlement services, completed the first phase development of credit settlement platforms for smart medical insurance services in Haidian District and implemented the second phase development. The HIS transformation of Chaoyang Hospital and Shijingshan Hospital was completed.

MANAGEMENT DISCUSSION AND ANALYSIS

Product Research and Development

During the Reporting Period, the Group accelerated the promotion of industry development business, focused on six business lines, namely, provident fund, immediate action upon complaint, cadre management, supervision of state-owned enterprises, medical hygiene and administrative office, strengthened product construction and regional expansion and landing and promoted business restructuring. The Group also strengthened its investment in the research and development of artificial intelligence and general technology platforms, promoted the vertical application of Hongdi Large Model in the hotline system of immediate action upon compliant and medical insurance platform.

Human Resources

As of 30 June 2024, the Group had 1,696 employees. During the period, the expense of the employees was approximately RMB231.89 million. During the reporting period, in order to implement the strategic objectives of transformation and development, the Group actively introduced high-level technical management talents in the industry, solidly promoted the reform of salary and performance appraisal, strengthened the application of appraisal results to improve employee work efficiency, and was committed to improving the level of internal management and customer service through continuous process optimization.

Looking Forward

In the second half of the year, the Group will closely focus on the strategic requirements of Beijing to build a global digital economy benchmark city, seize the opportunities of the new round of deepening and upgrading actions of state-owned enterprise reform, strengthen the power with reform and innovation, fix the fundamentals with independent research and development, use capital operation as a driving force, serve to improve people's livelihood, construct digital government, digital intelligence govern mega-city, continue to improve the core competitiveness, enhance the core functions and strive to build a first-class digitalization and platform information industry enterprise benchmark of services to the capital.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

For the six months ended 30 June 2024, the Group recorded an operating revenue of RMB538.13 million, representing an increase of 11.56% as compared with the same period of last year; gross profit of RMB157.68 million, representing a decrease of 21.94% as compared with the same period of last year; and profit attributable to owners of the Company of RMB-23.92 million, representing a decrease of 164.54% as compared with the same period of last year.

Other income of the Group amounted to RMB4.58 million, representing a decrease of 44.11% over the corresponding period of last year, mainly attributable to the rental income from Digital Beijing Building, which accounted for 0.85% of the total operating revenue of the Group.

In respect of the Group's business model, the main businesses included products, software development and services, industry solutions, and operation and maintenance service, of which revenue from products, software development and services amounted to RMB170.02 million, representing an increase of 33.08% as compared with the corresponding period of last year and accounting for 31.59% of the total revenue of the Company; revenue from industry solutions amounted to RMB49.87 million, representing a decrease of 21.64% as compared with the corresponding period of last year and accounting for 9.27% of the total revenue of the Company; revenue from operation and maintenance service amounted to RMB313.66 million, representing an increase of 10.93% as compared with the corresponding period of last year and accounting for 58.29% of the total revenue of the Company.

In addition, in respect of the classification of industries which the clients of the Company are engaged in, government clients of the Group accounted for the largest share, with 79.51% of clients being the government clients. In respect of regions of business distribution, the operating revenue of the Group was still derived mainly from the Beijing region currently, which accounted for 98.32% of the total operating revenue.

MANAGEMENT DISCUSSION AND ANALYSIS

Capital Expenditure, Liquidity and Financial Resources

As of 30 June 2024, the Group had total assets amounting to RMB2,435.93 million, representing a decrease of 2.44% as compared with the end of last year. Equity attributable to owners of the Company amounted to RMB1,201.59 million, representing a decrease of 0.10% as compared with the end of last year. The Group's current ratio, defined as total current assets over total current liabilities, was 1.24, which was not a significant change as compared with that of the corresponding period of last year. The gearing ratio (gearing ratio = interest-bearing debt/(interest-bearing debt + total equity)) was 8.57%. For the six months ended 30 June 2024, the Group had no pledged assets.

Bank deposits, bank balance and cash of the Group amounted to RMB681.98 million, representing a decrease of 5.35% as compared with the corresponding period of last year. There were also long-term bank large denomination certificate of deposits and interest thereon of RMB108.43 million shown under other non-current assets. As of the end of the current period, no structured bank deposits were purchased.

Equity Investments

In the first half of 2024, the Group's share of results of associates was RMB-7.70 million.

Income Tax

In the first half of 2024, the Group's income tax expenses amounted to RMB-2.28 million, representing a decrease of RMB6.79 million compared to the corresponding period of last year.

CORPORATE GOVERNANCE

CORPORATE GOVERNANCE CODE

Good corporate governance serves as a foundation for the Company to improve its management. The Company pursues sound corporate governance and believes that good corporate governance is in the best interest of the Company, shareholders and stakeholders. The Company considers excellent corporate governance as an important goal. With an aim to continuously improve its corporate governance level, the Company constantly improves its corporate governance practices and procedures, with a standardized and improved corporate governance structure. It also strictly complies with the state laws and regulations, relevant regulatory requirements and Listing Rules as well as closely observes trends in regulatory changes in China and abroad to improve the corporate governance level.

During the Reporting Period, the Company has established a set of regulated and transparent management system and has been in strict compliance with the code provisions of the corporate governance code as set out in Appendix C1 to the Listing Rules. Up to the date of this report, the Company has complied with all code provisions under the Corporate Governance Code.

CORPORATE GOVERNANCE FRAMEWORK

In accordance with the relevant provisions of the laws and regulations including the Companies Law and the Listing Rules as well as the Articles of Association, and with reference to the status of the Company, the Company constantly developed, improved and effectively implemented work systems and related work processes for the Board and its various specialized committees. The Company has established an effective corporate governance system with general meeting as the organ of highest authority, the Party Committee as the leading organ, the Board as the decision-making organ, the Board of Supervisors as the supervisory organ and the management as the implementation organ. During the Reporting Period, through the co-ordination and checks and balances among the general meeting, the Party Committee, the Board and its specialized committees, the Board of Supervisors and the management together with the effective operations of the internal control systems, the internal management operations of the Company have been further standardised and the level of its corporate governance has been continually enhanced.

CORPORATE GOVERNANCE

BOARD OF DIRECTORS

The Board is responsible for managing the overall businesses of the Company. In accordance with Articles of Association and Rules of Procedures of the Board of Directors, the Board takes a conscientious and effective approach in leading and supervising the Company. All Directors are responsible for promoting the continuous business development of the Company in good faith and in the best interest of the Company. As an important part of good corporate governance, the Company established several specialized committees under the Board, including the audit committee, the remuneration and appraisal committee, the nomination committee, the strategy committee and the rule of law and compliance committee, which are delegated to perform certain function of the Board so as to improve efficiency of the Board.

The Company's Board of Directors comprises twelve Directors, including two Executive Directors (Mr. Yu Donghui (chairman) and Mr. Zhang Yiqian), five Non-executive Directors (Mr. Zhou Weihua, Ms. Yan Yi, Mr. Xin Shuangbai, Ms. Zhao Shujie and Mr. Jiang Wei) and five Independent Non-executive Directors (Mr. Gong Zhiqiang, Mr. Cheung, Wai Hung Boswell, Mr. Yang Xiaohui, Mr. Dong Jin and Mr. Li Jianqiang). The Company's Directors are professionals in finance, law, commerce and information technologies with extensive experience and expertise in various areas. In terms of the composition of the Board, the comprehensive professional backgrounds and the strong independent element of the Directors demonstrate significant importance in corporate governance. The Company has entered into service contracts with the Directors for a term expiring on 18 June 2027 and subject to re-election.

During the Reporting Period, the Board held two physical meetings and four video conferences. To enable the Directors to have a comprehensive knowledge of the Company's businesses, in addition to work report at the regular meetings of the Board, significant events are reported timely at the special meetings of the Board.

CORPORATE GOVERNANCE

The secretary of the Board and the Company Secretary assisted the Board to perform its responsibilities to the shareholders in accordance with the Listing Rules and provide professional advice to the Board regarding corporate governance, so as to maintain smooth information communication among the members of the Board, arrange induction training and professional development for the Directors, ensure the compliance of the procedures of the Board and improve the efficiency of the Board. The secretary of the Board and the Company Secretary will provide introduction materials on the operation of the major businesses of the Company as well as the duties and responsibilities of the Directors as conferred by the laws regulations and the Listing Rules to the Directors at the time of their appointment to assist them to achieve continuous professional development.

During the Reporting Period, all Directors have participated in various forms of training programmes to continuously improve their knowledge and skills so as to ensure that they contribute to the Board on the premise of having comprehensive professionalism. Directors should also ensure that they have enough time to handle the business of the Company. Liability insurance for Directors is maintained by the Company with coverage for any legal liabilities which may arise in the course of performing their duties, so as to mitigate the liabilities of the Directors and enhance the effectiveness of decision-making.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted a Code of Securities Transactions regarding Directors' securities transactions on terms no less exacting than the required standard of dealings as set out in Appendix C3 of the Listing Rules. Having made specific enquiry of all Directors, all Directors confirm that they have complied with the required standard of dealings and the Company's Code of Securities Transactions regarding securities transactions by the Directors for the six months ended 30 June 2024. The senior managements and employees, who may have access to unpublished inside information because of their duties, have been requested to comply with the required standard of dealings.

CORPORATE GOVERNANCE

AUDIT COMMITTEE

The audit committee usually holds four meetings every year, and is responsible for monitoring the financial, accounting policies and practices of the Company and assessing the effectiveness of the internal control and risk management systems. The Company established the audit committee in accordance with Rule 3.21 of the Listing Rules, and formulated the Articles of Audit Committee to specify its written terms of reference, so as to regulate the operation of the audit committee. The audit committee of the Company comprises three members, including Mr. Yang Xiaohui (chairman), Mr. Gong Zhiqiang and Mr. Cheung, Wai Hung Boswell.

During the Reporting Period, the audit committee signed two meeting documents in the form of circulation and considered proposals of the provision for impairment of assets of the Company's governmental private network project, the audited consolidated financial report of the Company and its subsidiaries for the year ended 31 December 2023, the work plan of the audit committee of the Board of Directors for 2024, the appointment of Grant Thornton Hong Kong Limited as the auditor of the Company for 2024, the operating performance and financial analysis of the Company and its subsidiaries for the first quarter of 2024 and the overview report of the audit for the first quarter of 2024 of the Company.

REMUNERATION AND APPRAISAL COMMITTEE

The remuneration and appraisal committee holds at least one meeting every year to consider remuneration and other matters. The Company established the remuneration and appraisal committee in accordance with Rule 3.25 of the Listing Rules, and formulated the Articles of Remuneration and Appraisal Committee to specify its written terms of reference, so as to regulate the operation of the remuneration and appraisal committee. The remuneration and appraisal committee of the Company comprises three members, including Mr. Gong Zhiqiang (chairman), Mr. Yang Xiaohui and Ms. Yan Yi.

CORPORATE GOVERNANCE

During the Reporting Period, the remuneration and appraisal committee signed two meeting documents in the form of circulation, and considered the work plan of the remuneration and appraisal committee of the Board of Directors of the Company for 2024, the remuneration and appraisal of the senior management of the Company in 2023 and the total wages of the Company for 2023.

NOMINATION COMMITTEE

The nomination committee holds at least one meeting every year, and is responsible for nominating and recommending candidates to fill the vacancies of members of the Board. The Company established the nomination committee in accordance with the then code provision A.5.1 of Appendix C1 to the Listing Rules, and formulated the Articles of Nomination Committee in accordance with the requirements of the then code provision A.5.2 of Appendix C1 to the Listing Rules to specify its written terms of reference, so as to regulate the operation of the nomination committee. The nomination committee of the Company comprises three members, including Mr. Yu Donghui (chairman), Mr. Gong Zhiqiang and Mr. Cheung, Wai Hung Boswell.

During the Reporting Period, the nomination committee signed two meeting documents in the form of circulation, and considered the work plan of the nomination committee of the Board of Directors of the Company for 2024, the scale and structure of the Board of Directors for the 2023 and the proposal for the re-election of the eighth session of the Board of Directors and confirm the compliance of the existing structure, scale and composition of the Board of Directors of the Company with the provisions of the Listing Rules and the Articles of Association as well as its conformity with the corporate strategy and development of the Company.

CORPORATE GOVERNANCE

STRATEGY COMMITTEE

The strategy committee holds at least one meeting every year, and is responsible for making recommendations on the Company's long-term development strategies, major investment and financing plans, capital operations and other matters to the Board and supervising on the implementation of the said matters. The Company established the strategy committee and formulated the Articles of Strategy Committee to specify its written terms of reference, so as to regulate the operation of the strategy committee. The strategy committee of the Company comprises four members, including Mr. Yu Donghui (chairman), Mr. Zhang Yiqian, Mr. Dong Jin and Mr. Li Jianqiang.

During the Reporting Period, the strategy committee signed two meeting document in the form of circulation to consider the work plan of the strategy committee of the Board of Directors of the Company for 2024, the proposal of the Company's "Report on the Post-Evaluation of the Investment Project of Capinfo Medical United Information Technology Company Limited" and the proposal of the "Interim Evaluation Report of Capinfo's '14th Five-Year Plan'"

RULE OF LAW AND COMPLIANCE COMMITTEE

The rule of law and compliance committee holds at least one meeting every year, and is responsible for reviewing the legal and compliance management of the Company, and supervising and evaluating the implementation of related work. The Company established the rule of law and compliance committee and formulated the Articles of the Rule of Law and Compliance Committee to specify its written terms of reference, so as to regulate the operation of the rule of law and compliance committee. The rule of law and compliance committee of the Company comprises three members, including Mr. Yu Donghui (chairman), Mr. Zhang Yiqian and Mr. Gong Zhiqiang.

During the Reporting Period, the rule of law and compliance committee signed two meeting document in the form of circulation to consider the work plan of the rule of law and compliance committee of the Board of Directors of the Company for 2024 and the proposal on the election of the chairman of the rule of law and compliance committee of the ninth session of the Board of Directors of the Company.

*CORPORATE GOVERNANCE***BOARD OF SUPERVISORS**

The Board of Supervisors holds at least two meetings every year, and is responsible for examining the financial affairs of the Company and supervising the legality and legitimacy of the performance of duties by the Directors and senior management and the decision-making procedures of the Company's meetings as well as the implementation of the solutions of the meetings. The Company established the Board of Supervisors in accordance with the Companies Law, and formulated the Rules of Procedures of the Board of Supervisors to specify its written terms of reference, so as to regulate the operation of the Board of Supervisors. The Board of Supervisors of the Company comprises three members, including Ms. Ge Li (chairman), Ms. Ma Xiaoping and Ms. Kuang Mingzhi.

During the Reporting Period, the Board of Supervisors held one physical meeting and two video conferences to consider the proposal of provision for impairment of assets of the Company's governmental private network project, the audited consolidated financial report and the continuing connected transaction report of the Company and its subsidiaries for the year ended 31 December 2023, the Report of the Board of Supervisors for 2023, and to consider and approve the proposal for the re-election of the eighth session of the Board of Supervisors of the Company and the election of the chairman of the ninth session of the Board of Supervisors of the Company.

INTERNAL CONTROL AND RISK MANAGEMENT SYSTEMS

The Board of the Company conducts review on the internal control and risk management systems of the Company regularly to ensure the relevant systems are effectively and adequately implemented. The internal control and risk management systems are risk control procedure provided by the Board, management and the persons concerned to enhance operating effectiveness and efficiency and the reliability of financial reporting, covering management on internal environment, risk assessment, control activities, information communication and supervision procedures, so as to identify and assess the risks to which the Company is exposed and allocate resources to control these risks based on their severity, with an aim to improve operating results.

CORPORATE GOVERNANCE

INTERNAL CONTROL ACTIVITIES

In view of the adjustment of national macroeconomic policies, domestic and overseas monitoring laws and regulations and the Company's business development strategy, the Company included the function of compliance management into the legal compliance department, clarified related work responsibilities and authorities, and further improved the Company's compliance management mechanism. The legal compliance department is responsible for the effective assessment and supervision of corporate compliance and other activities. Under the leadership of the audit committee, the auditing department of the Company carries out independent internal audit and assessment on operation management, internal control management and economic events of the Company in accordance with the principle of independence, objectivity and authority of internal audit, to check the effectiveness of internal control procedures, and to ensure that each business and operating unit can comply with the established policies and standards.

The audit committee assessed the effectiveness of the internal control and risk management systems of the Company on behalf of the Board, covering the operating effectiveness and efficiency, the reliability of financial reporting and other matters. The audit committee is of the opinion that, as of 30 June 2024, adequate and effective internal control and risk management systems were maintained to safeguard the investments of the shareholders and the assets of the Company.

CONTINUOUS DISCLOSURE OBLIGATIONS REGARDING INSIDE INFORMATION

The Company has developed a system with established policies, process and procedure across all relevant divisions and departments for complying with the disclosure obligations regarding inside information. The Company will further improve the mechanism based on the operation and development of business and the new rules and regulations. During the Reporting Period, there was no divulgence of inside information, and none of the Directors, supervisors or senior management of the Company made use of any inside information to deal with the shares of the Company. No investigation or rectification was conducted or required by the regulatory authorities in this regard.

CORPORATE GOVERNANCE

INTERESTS OF DIRECTORS, SUPERVISORS AND CHIEF EXECUTIVE

As at 30 June 2024, none of the Directors, supervisors and chief executive of the Company had any interest and short position in shares, underlying shares or debentures of the Company and its associated corporation (within the meaning of Part XV of the SFO) as recorded in the register required to be kept under section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the required standard of dealings by Directors as referred in Appendix C3 of the Listing Rules.

INTEREST OF SUBSTANTIAL SHAREHOLDERS

Save as disclosed below, the Directors are not aware of any other interests and short positions in shares and underlying shares of the Company of any person (other than Directors, Supervisors or chief executive of the Company) as recorded in the register required to be kept under section 336 of the SFO as at 30 June 2024:

Name of shareholder	Number of shares	Nature of interests	Approximate percentage to the issued share capital
Beijing State-owned Assets Management Co., Ltd.	183,454,176 domestic shares	Beneficial owner	63.3%

Note: During the Reporting Period, the Company's shares were consolidated and every ten existing H shares of RMB0.1 each were consolidated into one consolidated H share of RMB1 each, and every ten existing domestic shares of RMB0.1 each were consolidated into one consolidated domestic share of RMB1 each. The number of domestic shares held by Beijing State-owned Assets Management Co., Ltd. was adjusted from 1,834,541,756 shares to 183,454,176 shares. The percentage to the issued share capital of the Company remained as 63.3%.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the six months ended 30 June 2024, the Company or any of its subsidiaries did not purchase, sell or redeem any of the Company's listed securities.

INFORMATION FOR INVESTORS

Financial Calendar

Announcement of interim results	29 August 2024
Dispatch of interim report to shareholders	20 September 2024

Interim Report

The Chinese and English versions of the interim report will be posted on the website of the Company (www.capinfo.com.cn) on 20 September 2024

SHARE REGISTRAR AND TRANSFER OFFICE

Domestic shares
China Securities Depository and Clearing Corporation Limited

Address: No. 17 Taipingqiao Street,
Xicheng District, Beijing
Post Code: 100033
Tel: (8610) 5937 8888
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H shares
Hong Kong Registrars Limited

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REVIEW REPORT

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GTCSZ (2024) No. 110A027070

To the Shareholders of Capinfo Company Limited,

We have reviewed the accompanied financial statements of Capinfo Company Limited ("Capinfo") which comprise the consolidated balance sheet as at 30 June 2024, the consolidated income statement, consolidated cash flow statement and consolidated statement of changes in equity for January to June 2024, and notes to the financial statements. The management of the Capinfo is responsible for the preparation of these financial statements in accordance with the requirements of Accounting Standards for Business Enterprises. Our responsibility is to issue our review report on these financial statements based on our review.

We conducted our review in accordance with China Certified Public Accountant Review Standard No. 2101 – Review of Financial Statements. This Standard requires us to plan and perform the review to obtain limited assurance about whether the financial statements are free from material misstatements. A review is limited primarily to procedures as enquiry of the Company's personnel and analytical review procedures applied to the financial information and thus provides less assurance than an audit. We have not performed an audit and therefore, we do not express an audit opinion.

REVIEW REPORT

Based on our review, we are not aware of any matter to cause us believe that the financial statements are not prepared in accordance with the requirements of Accounting Standards for Business Enterprises and do not present fairly, in all material respects, the consolidated financial position, and consolidated operating performance and consolidated cash flows.

Grant Thornton LLP
(Special General Partnership)

Certified Public
Accountant of China

Liang Yinan

Certified Public
Accountant of China

Liu Yong

Beijing, China

29 August 2024

CONSOLIDATED BALANCE SHEET

30 June 2024

Prepared by: Capinfo Company Limited

Items	Notes	Balance as at the end of the period	Balance as at the end of the previous year
Current assets:			
Monetary fund	V.1	681,975,320.90	814,097,620.53
Held-for-trading financial assets			
Derivative financial assets			
Notes receivables			76,620.81
Accounts receivables	V.2	338,810,727.11	463,361,943.70
Financing receivables			
Prepayments		67,703,877.59	64,397,788.90
Other receivables	V.3	55,957,927.59	73,564,280.38
Incl: Interest receivables			
Dividend receivables			
Inventories	V.4	172,836,255.22	121,049,721.55
Contractual assets	V.5	123,550,649.60	24,452,746.54
Held-for-sale assets		30,257,681.13	30,257,681.13
Non-current assets due within one year			
Other current assets		351,641.00	1,137,871.39
Total current assets		1,471,444,080.14	1,592,396,274.93

CONSOLIDATED BALANCE SHEET

30 June 2024

Items	Notes	Balance as at the end of the period	Balance as at the end of the previous year
Non-current assets:			
Debt investments			
Other debt investments			
Long-term receivables			
Long-term equity investments	V.6	232,909,113.79	237,082,620.23
Other equity instrument investments			
Other non-current financial assets		61,281,923.27	51,300,941.47
Investment properties	V.7	17,517,268.64	19,327,556.00
Fixed assets	V.8	115,282,416.68	125,554,131.98
Right-of-use assets	V.9	57,142,366.06	27,069,182.55
Construction in progress			
Productive biological assets			
Oil and gas assets			
Intangible assets	V.10	152,005,388.08	162,751,298.53
Development expenditures		98,991,962.40	63,112,867.93
Goodwill			
Long-term deferred expenses		4,191,306.48	7,759,096.20
Deferred income tax assets		116,733,616.05	103,816,826.47
Other non-current assets	V.11	108,427,602.74	106,652,602.74
Total non-current assets		964,482,964.19	904,427,124.10
Total assets		2,435,927,044.33	2,496,823,399.03

CONSOLIDATED BALANCE SHEET

30 June 2024

Items	Notes	Balance as at the end of the period	Balance as at the end of the previous year
Current Liabilities:			
Short-term borrowings			
Held-for-trading financial liabilities			
Derivative financial liabilities			
Notes payables			1,669,827.20
Account payables	V.12	282,589,727.66	398,969,828.62
Advances received			
Contractual liabilities	V.13	405,764,410.04	315,570,239.61
Payroll payables		46,171,207.20	93,476,126.63
Tax payables		41,394,266.96	38,906,832.96
Other payables	V.14	326,605,611.39	349,845,189.48
Incl: Interest payables			
Dividend payables			
Liabilities held for sale			
Non-current liabilities due within one year	V.15	80,217,286.97	63,536,275.58
Other current liabilities			
Total current liabilities		1,182,742,510.22	1,261,974,320.08

CONSOLIDATED BALANCE SHEET

30 June 2024

Items	Notes	Balance as at the end of the period	Balance as at the end of the previous year
Non-current liabilities:			
Long-term borrowings			
Bonds payables			
Incl: Preferred shares			
Perpetual bonds			
Lease liabilities	V.16	32,477,585.13	19,197,462.75
Long-term payables			
Long-term payroll payables			
Accrued liabilities		2,094,168.00	
Deferred income		217,948.72	254,273.51
Deferred income tax liabilities		16,807,827.95	12,584,587.33
Other non-current liabilities			
Total non-current liabilities		51,597,529.80	32,036,323.59
Total liabilities		1,234,340,040.02	1,294,010,643.67

CONSOLIDATED BALANCE SHEET

30 June 2024

Items	Notes	Balance as at the end of the period	Balance as at the end of the previous year
Shareholders' equity:			
Share capital	V.17	289,808,609.10	289,808,609.10
Capital reserves	V.18	308,518,961.44	304,991,645.96
Less: Treasury stock			
Other comprehensive income		-8,443,166.86	-8,443,166.86
Special reserves			
Surplus reserves		129,525,384.77	129,525,384.77
Unallocated profits	V.19	405,148,439.71	429,068,885.33
Total equity attributable to owners of the parent company			
		1,124,558,228.16	1,144,951,358.30
Minority interests		77,028,776.15	57,861,397.06
Total shareholders' equity		1,201,587,004.31	1,202,812,755.36
Total liabilities and shareholders' equity			
		2,435,927,044.33	2,496,823,399.03

Person in charge
of the Company:
Yu Donghui

Person in charge
of accounting:
Du Xiaoling

Person in charge
of the accounting department:
Jia Ruixin

CONSOLIDATED INCOME STATEMENT

January to June 2024

Prepared by: Capinfo Company Limited

Items	Notes	Amount for current period	Amount for last period
I. Total operating income	V.20	538,129,918.34	482,364,292.15
Less: Operating costs	V.20	380,453,928.10	280,383,491.79
Business tax and surcharges		2,042,472.89	1,549,507.39
Selling expenses		62,261,696.16	56,452,415.07
Administrative expenses		58,658,905.34	59,728,495.54
R&D expenses		51,571,948.49	42,647,414.82
Financial expenses		-5,529,401.29	-7,208,828.98
Incl: Interest expenses		1,759,408.61	597,535.36
Interest income		6,842,646.70	5,718,128.09
Add: Other income		749,041.44	835,919.27
Investment gain (loss is marked by "-")		-5,925,821.92	3,912,119.09
Incl: Gain from investment in associates and joint ventures		-7,700,821.92	2,325,033.93
Gain on derecognition of financial assets at amortised cost (loss is marked by "-")			
Net gains on hedging exposure (loss is marked by "-")			
Gain on changes in fair value (loss is marked by "-")		-2,688,871.03	1,870,000.65
Impairment losses of credit (loss is marked by "-")		8,910,375.67	-7,997,049.59
Impairment losses of assets (loss is marked by "-")		-1,224,032.30	-176,303.71
Gain from disposal of assets (loss is marked by "-")		-8,159.83	59,549.53

CONSOLIDATED INCOME STATEMENT

January to June 2024

Items	Notes	Amount for current period	Amount for last period
II. Operating profit (loss is marked by "-")		-11,517,099.32	47,316,031.76
Add: Non-operating income		274,315.92	133,121.72
Less: Non-operating expenses		2,292,002.00	846.27
III. Total profit (total loss is marked by "-")		-13,534,785.40	47,448,307.21
Less: Income tax expenses	V.21	-2,281,718.87	4,508,517.78
IV. Net profit (net loss is marked by "-")		-11,253,066.53	42,939,789.43
(I) Items classified by attribution of ownership			
1. Net profit attributable to shareholders of the parent company		-23,920,445.62	37,065,219.81
2. Minority interests		12,667,379.09	5,874,569.62
(II) Items classified by continued operations			
1. Net profit from continued operations (net loss is marked by "-")		-11,253,066.53	42,939,789.43
2. Net profit from discontinued operation (net loss is marked by "-")			
V. Other comprehensive income after taxation, net			
Other comprehensive income after taxation attributable to the shareholders of parent company, net			
(I) Other comprehensive income not subject to reclassification to profit or loss			
Incl: 1. Changes arising on remeasurement of defined benefit plans			
2. Share in the other comprehensive income not to be reclassified into the profit or loss under the equity method			
3. Fair value changes of other equity instrument investments			
4. Fair value changes of credit risk			
5. Other			

CONSOLIDATED INCOME STATEMENT

January to June 2024

Items	Notes	Amount for current period	Amount for last period
(II) Other comprehensive income to be reclassified to profits and loss			
Incl: 1. Share in the other comprehensive income to be reclassified into the profit or loss under the equity method			
2. Fair value changes of other debt investments			
3. Amount of financial assets reclassified into other comprehensive income			
4. Provision for the credit impairment of other debt investments			
5. Cash flows hedging reserve (Effective part of profits or losses on cash flow hedge)			
6. Conversion difference of foreign currency statement			
7. Other			
Other comprehensive income attributable to the minority shareholders after taxation, net			
VI. Total comprehensive income		-11,253,066.53	42,939,789.43
Total comprehensive income attributable to the shareholders of parent company		-23,920,445.62	37,065,219.81
Total comprehensive income attributable to the minority shareholders		12,667,379.09	5,874,569.62
VII. Earnings per share:			
(I) Basic earnings per share		-0.0825	0.1280

Person in charge
of the Company:
Yu Donghui

Person in charge
of accounting:
Du Xiaoling

Person in charge
of the accounting department:
Jia Ruixin

CONSOLIDATED CASH FLOW STATEMENT

January to June 2024

Prepared by: Capinfo Company Limited

Items	Notes	Amount for current period	Amount for last period
I. Cash flows from operating activities:			
Cash received from sales of goods and provision of labor services		691,111,537.63	639,707,185.43
Tax refunds received			
Cash received relating to other operating activities		68,168,472.87	7,541,347.71
Sub-total of cash inflows from operating activities		759,280,010.50	647,248,533.14
Cash paid for purchase of goods and engagement of labor services		435,430,160.43	393,530,551.22
Cash paid to and on behalf of employees		260,306,152.18	284,786,261.10
Payments of all types of taxes		18,093,865.78	21,508,783.15
Cash paid relating to other operating activities		52,380,570.97	98,679,644.73
Sub-total of cash outflows from operating activities		766,210,749.36	798,505,240.20
Net cash flows from operating activities		-6,930,738.86	-151,256,707.06
II. Cash flows from investing activities:			
Cash received from return of investment		530,147.17	
Cash received from investment gain			2,491,402.09
Net cash received from disposal of fixed assets, intangible assets and other long-term assets			
Net cash received from disposal of subsidiaries and other operating units			330,760.60
Cash received relating to other investing activities			
Sub-total of cash inflows from investing activities		530,147.17	2,822,162.69
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets		75,110,387.31	85,872,440.20
Cash paid for investment		13,200,000.00	15,800,000.00
Net cash paid for acquisition of subsidiaries and other operating units			
Cash paid relating to other investing activities			
Sub-total of cash outflows from investing activities		88,310,387.31	101,672,440.20
Net cash flows from investing activities		-87,780,240.14	-98,850,277.51

CONSOLIDATED CASH FLOW STATEMENT

January to June 2024

Items	Notes	Amount for current period	Amount for last period
III. Cash flows from financing activities:			
Cash received from investors		6,500,000.00	
Incl: Cash received from minority shareholders' investment by subsidiaries		6,500,000.00	
Cash received from obtaining borrowings			
Cash received relating to other financing activities			
Sub-total of cash inflows from financing activities		6,500,000.00	
Cash paid for repayment of debts			
Cash paid for distribution of dividends, profits or payment of interests			
Incl: Dividends and profits paid to minority shareholders by subsidiaries			
Cash paid relating to other financing activities		17,041,619.65	19,491,573.02
Sub-total of cash outflows from financing activities		17,041,619.65	19,491,573.02
Net cash flows from financing activities		-10,541,619.65	-19,491,573.02
IV. Effect of changes in exchange rate on cash and cash equivalents		471,061.84	2,169,996.49
V. Net increase in cash and cash equivalents		-104,781,536.81	-267,428,561.10
Add: Cash and cash equivalents at beginning of period		773,143,342.93	901,387,759.73
VI. Cash and cash equivalents at end of period		668,361,806.12	633,959,198.63

Person in charge
of the Company:
Yu Donghui

Person in charge
of accounting:
Du Xiaoling

Person in charge
of the accounting department:
Jia Ruixin

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

January to June 2024

Items	Amount for current period												
	Equity attributable to shareholders of the parent												
	Other equity instruments			Less: treasury shares	Other comprehensive income	Special reserves	Surplus reserves	General risk provision	Undistributed profit	Minority interests	Total shareholders' equity		
	Share capital	Preferred shares	Perpetual bonds									Other Capital reserves	
(III) Profits distribution													
1. Withdrawal of surplus reserve													
2. Distributions to shareholders													
3. Others													
(IV) Internal transfer of shareholders' equity													
1. Conversion of capital reserve to share capital													
2. Conversion of surplus reserve to share capital													
3. Covering loss with surplus reserve													
4. Change of defined benefit plan carried forward to retained earnings													
5. Other comprehensive income carried forward to retained earnings													
6. Others													
(V) Special reserves													
1. Withdrawal during the period													
2. Used during the period													
(VI) Others													
IV. Balance at the end of the year	289,808,697.10			3,527,315.48	308,516,961.44	-8,443,166.86		129,525,384.77	405,148,439.71			3,527,315.48	
												77,028,776.15	2,011,587,004.31

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

January to June 2024

Items	Amount for last period						
	Equity attributable to shareholders of the parent						
	Other equity instruments		Less:				
	Share capital	Preferred shares	Perpetual bonds	Others	Capital reserves	Other comprehensive income	Surplus reserves
						General risk provision	Undistributed profit
							Minority interests
							Total shareholders' equity
(III) Profits distribution							
1. Withdrawal of surplus reserve							
2. Distributions to shareholders							
3. Others							
(IV) Internal transfer of shareholders' equity							
1. Conversion of capital reserve to share capital							
2. Conversion of surplus reserve to share capital							
3. Covering loss with surplus reserve							
4. Change of defined benefit plan carried forward to retained earnings							
5. Other comprehensive income carried forward to retained earnings							
6. Others							
(V) Special reserves							
1. Withdrawal during the period							
2. Used during the period							
(VI) Others							
IV. Balance at the end of the year	289,908,009.10			206,958.21	299,287,463.92	-9,443,166.86	129,526,251.95
							539,104,388.10
							64,506,024.42
							1,313,789,573.63

Person in charge of the Company: Yu Donghui	Person in charge of accounting: Du Xiaoling	Person in charge of the accounting department: Jia Ruixin
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NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

I. COMPANY GENERAL INFORMATION

1. Company Profile

Capinfo Company Limited (hereinafter referred to as the “Company”) is a joint stock limited company incorporated in Beijing, approved by the “Notice on Approval of Establishment of Capinfo Company Limited” of the Beijing Municipal People’s Government (J.Z.H.Z. [2000] No.74) and approved to register with Beijing Administration for Industry and Commerce on 14 July 2000. The uniform social credit code is 911100006336972074. All H shares issued by the Company have been listed for trading on Hong Kong Stock Exchange. The Company is headquartered at No. 11 Xi San Huan Zhong Road, Haidian District (The north gate of the central television tower), Beijing.

The Company has established the corporate governance structure consisting of the General Meeting, Party Committee, Board of Directors and Board of Supervisors, and formed an organizational structure comprising of three major sectors: business front-office, technical middle-office, and management back-office. The business front-office consists of four mature business divisions (Medical Security Division, Housing Provident Fund Division, Organization Division and Governance Division), key department Business Development Department and coverage expansion. The technical middle-office consists of five centers (Product Center, Network Center, Research and Development Center, Testing Center and Operation Center) and Middle-office Management Department. The management back-office consists of thirteen functional departments. The Company has fifteen branches, namely Beijing Yanqing Branch, Shunyi Branch, Daxing Branch, Tongzhou Branch, Dongcheng Branch, Guangzhou Branch, Chongqing Branch, Hebei Xiong’an Branch, Shanghai Hengyue Information Service branch, Hubei branch, Hebei branch, Jilin branch, Inner Mongolia Autonomous Region branch, Xinjiang branch and the newly established Hetian Branch during this period.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

I. COMPANY GENERAL INFORMATION (CONTINUED)

1. Company Profile (Continued)

The Company and its subsidiaries (hereinafter referred to as the “Group”) belong to software industry and are principally engaged in online application service and system integration. The business scope includes the provision of information source service, e-commerce service, network interconnection, computer equipment and hardware and software, technical development, technical consulting, technical service and technical training of inter-networking, communication hardware and software products, integration and agency of information and network system, sales of computer peripheral equipment, proprietary and agency of all kinds of goods and technologies import and export business (excluding those restricted or prohibited by the state from import and export), professional contracting and sale agency of entrance tickets. (Enterprises can independently choose their own business projects and carry out business activities under the laws; for the above items subject to the administrative approval, relevant approval must be obtained prior to operation; enterprises shall not carry out business activities prohibited and restricted by the city’s industrial policy.)

The financial statements and notes to the financial statements have been approved on 29 August 2024 at the 4th meeting of the ninth session of board of directors of the Company.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

I. COMPANY GENERAL INFORMATION (CONTINUED)

2. Scope of consolidated financial statements

During the period, there are aggregately eight accounting units consolidated into financial statements, including the Company, Capinfo (Hong Kong) Co., Ltd (hereinafter referred to as "Capinfo Hong Kong"), Capinfo Technology Development Co., Ltd (hereinafter referred to as "Capinfo Technology"), Beijing Parking Management Centre Co., Ltd (hereinafter referred to as "Parking Management"), Xiamen Rito Info Technology Co. Ltd (hereinafter referred to as "Rito Info"), Capinfo Medical United Information Technology Company Limited* (hereinafter referred to as "Capinfo Medical United"), Capinfo Cloud Technology Co., Ltd.* (hereinafter referred to as "Capinfo Cloud Technology") and Beijing Digital Intelligence Technology Co., Ltd. * (hereinafter referred to as "Digital Intelligence Technology").

Digital Intelligence Technology has been included in the scope of the consolidated financial statements during this period.

II. PREPARATION BASIS FOR FINANCIAL STATEMENTS

The financial statements are prepared in accordance with the "China Accounting Standards for Business Enterprises" and their application guidelines, interpretations and other relevant requirements (collectively, "CASBE") issued by the Ministry of Finance of the PRC.

The financial statements are presented on a going concern basis.

The Group's accounting is measured on an accrual accounting basis. Except for certain financial instruments, the financial statements are measured based on historical cost. In case of asset impairment, impairment provisions shall be made accordingly under relevant regulations.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

II. PREPARATION BASIS FOR FINANCIAL STATEMENTS (CONTINUED)

New Hong Kong Companies Ordinance took effect in 2015. The financial statements have been adjusted according to the requirements of the Hong Kong Companies Ordinance.

III. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

1. Changes in Significant Accounting Policies

- (1) Implementation of the Interpretation No. 17 to the Accounting Standards for Business Enterprises

The Ministry of Finance promulgated the Interpretation No. 17 to the Accounting Standards for Business Enterprises (Cai Kuai [2023] No. 21, hereinafter referred to as the "Interpretation No. 17") on 25 October 2023.

- ① Division of current liabilities and non-current liabilities

The Interpretation No. 17 specified that:

If an enterprise does not have the substantive right to postpone the repayment of its liabilities to more than one year after the balance sheet date, the liabilities shall be classified as current liabilities.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

III. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

1. Changes in Significant Accounting Policies (Continued)

(1) Implementation of the Interpretation No. 17 to the Accounting Standards for Business Enterprises (Continued)

① Division of current liabilities and non-current liabilities (Continued)

For the liabilities arising from the enterprise loan arrangement, the right of the enterprise to postpone the repayment of the liabilities for more than one year after the balance sheet date may depend on whether the enterprise has complied with the conditions stipulated in the loan arrangement (hereinafter referred to as contractual conditions). When judging whether its substantive right to postpone the repayment of debts exists, the enterprise should only consider the contractual conditions that should be followed on or before the balance sheet date, rather than the contractual conditions that the enterprise should follow after the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

III. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

1. Changes in Significant Accounting Policies (Continued)

(1) Implementation of the Interpretation No. 17 to the Accounting Standards for Business Enterprises (Continued)

① Division of current liabilities and non-current liabilities (Continued)

When classifying the liquidity of liabilities, debt settlement means that an enterprise discharges its liabilities by transferring cash, other economic resources (such as goods or services) or its own equity instruments to the counterparty. If the terms of liabilities cause an enterprise to pay off by delivering its own equity instruments under the choice of the counterparty, and the enterprise classifies the above options as equity instruments and recognizes them separately as equity components of composite financial instruments in accordance with the Accounting Standards for Business Enterprises No. 37-Presentation of Financial Instruments, such terms will not affect the liquidity division of the liabilities.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

III. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

1. Changes in Significant Accounting Policies (Continued)

(1) Implementation of the Interpretation No. 17 to the Accounting Standards for Business Enterprises (Continued)

② Disclosures on supplier financing arrangements

Interpretation No. 17 requires that when making note disclosures, an enterprise should summarize and disclose information relating to supplier financing arrangements to assist the users of the statements in assessing the impact of those arrangements on the liabilities of the enterprise, its cash flows, and the enterprise's exposure to liquidity risk. The impact of supplier financing arrangements should also be considered when identifying and disclosing information about liquidity risk. This disclosure requirement applies only to supplier financing arrangements. A supplier financing arrangement is a transaction that has the following characteristics: one or more finance providers provide funds to make payments to an enterprise on behalf of its suppliers, with an agreement that the enterprise will repay the finance providers on or after the date the payments are received by its suppliers, in accordance with the terms and conditions of the arrangement. The supplier financing arrangement extends the payment period for the enterprise or advances the collection period for the enterprise's suppliers compared to the original payment due date.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

III. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES (CONTINUED)

1. Changes in Significant Accounting Policies (Continued)

(1) Implementation of the Interpretation No. 17 to the Accounting Standards for Business Enterprises (Continued)

③ Accounting for sale and leaseback transactions

Interpretation No. 17 stipulates that when a lessee subsequently measures a lease liability arising from a sale and leaseback, it shall not determine the lease payments or change the lease payments in such a way as to cause it to recognize a gain or loss related to the right to use the leased area acquired by the lessee. When an enterprise first implements this provision, it should retrospectively adjust for sale-and-leaseback transactions conducted after the date of initial implementation of Accounting Standard for Business Enterprises No. 21-Leases.

The implementation of Interpretation No. 17 did not have a material impact on the Company's financial position and operating results.

2. Changes in critical accounting estimates

Nil.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

IV. TAX

1. Main taxes and tax rates

Taxes	Tax basis	Statutory Tax Rate %
Value-added tax	Taxable income	5, 6, 9, 13
Urban maintenance and construction tax	Commodity turnover tax payable	7
Corporate income tax	Taxable income	25

Name of Taxpayer	Income Tax Rate %
The Company	15
Capinfo Hong Kong	
Capinfo Technology	15
Parking Management	20
Rito Info	25
Capinfo Medical United	15
Capinfo Cloud Technology	15
Digital Intelligence Technology	20

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

IV. TAX (CONTINUED)

2. Tax preference and approvals

(1) Value-added tax

In accordance with the requirements of the Notice of Valued-added Tax Policies for Software Products (Cai Shui [2011] No. 100) promulgated by the Ministry of Finance and the State Administration of Taxation, Rito Info sells its own-developed and produced software. After levitation of value-added tax at a rate of 13%, the part over 3% will be refundable as soon as it is imposed.

According to the requirements of the Notice of Inclusion of Railway Transportation and Post Industry into the Pilot Proposals for the Change from Business Tax to Value-added Tax (Cai Shui [2015] No. 118) promulgated by the Ministry of Finance and the State Administration of Taxation, contracts of provision of technological transfer, development and related technological consulting or technological services are exempt from value-added tax upon recognition by the Municipal Competent Department of Science & Technology and reported to the Competent State Administration of Taxation for file.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

IV. TAX (CONTINUED)**2. Tax preference and approvals (Continued)****(2) Corporate income tax**

The Company obtained its Certificate of Hi-tech Enterprise, No. GR202311002001 on 26 October 2023 and is entitled to the corporate income tax preference of 15% for a period of three years.

Capinfo Hong Kong has no payable tax profit during the reporting period.

Capinfo Technology obtained its Certificate of Hi-tech Enterprise, No. GR202311002117 on 26 October 2023 and is entitled to the corporate income tax preference of 15% for a period of three years.

Capinfo Cloud Technology obtained its Certificate of Hi-tech Enterprise, No. GR202311004480 on 30 November 2023 and is entitled to 15% discount of corporate income tax for a period of three years.

Capinfo Medical United obtained its Certificate of Hi-tech Enterprise, No. GR202211004422 on 1 December 2022 and is entitled to the corporate income tax preference of 15% for a period of three years.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

IV. TAX (CONTINUED)

2. Tax preference and approvals (Continued)

(2) Corporate income tax (Continued)

Parking Management and Digital Intelligence Technology were entitled to the preferential income tax as national small and micro enterprises during the current period. The policies are as follows:

According to relevant provisions of the Announcement of the Ministry of Finance and the State Administration of Taxation on Further Implementing the Preferential Income Tax Policies for Small and Micro Enterprises (《財政部稅務總局關於進一步實施小微企業所得稅優惠政策的公告》) (Announcement No. 13 [2022] of the MOF and the SAT), from 1 January 2022 to 31 December 2024, the portion of annual taxable income of a small low-profit enterprise which exceeds RMB1 million but does not exceed RMB3 million shall be calculated at a reduced rate of 25% as taxable income amount and shall be subject to corporate income tax at 20%.

Pursuant to the relevant provisions of the Announcement of the Ministry of Finance and the State Administration of Taxation on the Preferential Income Tax Policies for Small and Micro Enterprises and Individual Businesses (《財政部稅務總局關於小微企業和個體工商戶所得稅優惠政策的公告》) (Announcement No. 6 [2023] of the MOF and the SAT), from 1 January 2023 to 31 December 2024, the portion of annual taxable income of a small low-profit enterprise which does not exceed RMB1 million shall be calculated at a reduced rate of 25% as taxable income amount and shall be subject to corporate income tax at 20%.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

IV. TAX (CONTINUED)

2. Tax preference and approvals (Continued)

(2) Corporate income tax (Continued)

Pursuant to the relevant provisions of the Announcement of the Ministry of Finance and the State Administration of Taxation on Tax and Fee Policies for Further Supporting the Development of Small and Micro Enterprises and Individual Businesses (《財政部稅務總局關於進一步支持小微企業和個體工商戶發展有關稅費政策的公告》) (Announcement No. 12 [2023] of the MOF and the SAT), the policy which a small low-profit enterprise shall be calculated at a reduced rate of 25% as taxable income amount and shall be subject to corporate income tax at 20% is extended till 31 December 2027.

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS

1. Monetary fund

Items	2024.6.30	2023.12.31
Cash on hand	33,801.23	33,594.50
Bank deposits	657,341,535.20	784,156,263.48
Other monetary fund	24,599,984.47	29,907,762.55
Total	681,975,320.90	814,097,620.53
Incl: total overseas deposits	67,054,160.42	63,623,676.19

Other monetary fund is mainly the amount deposited in the performance guarantees account and the stock dividend amount deposited in the stock investment account by the Company at the end of the period.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

2. Accounts receivables

Accounts receivables analysed by aging

Account receivables are recognised when the customer obtains control of goods or services and the Group has an unconditional right to consideration. The Group provides customers with an average credit period of 180 days, and the accounts receivables are non-interest bearing.

Age	2024.6.30	2023.12.31
Within 1 year	291,063,559.82	411,548,799.40
Incl:		
0-6 months (inclusive)	136,795,191.63	354,249,021.22
7 months-1 year	154,268,368.19	57,299,778.18
1 – 2 years	74,188,079.66	50,318,658.19
2 – 3 years	25,514,444.74	67,010,090.15
Over 3 years	130,188,554.01	127,428,177.87
Subtotal	520,954,638.23	656,305,725.61
Less: Provision for bad debts	182,143,911.12	192,943,781.91
Total	338,810,727.11	463,361,943.70

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS
(CONTINUED)

3. Other receivables

Items	2024.6.30	2023.12.31
Other receivables	58,669,323.61	73,564,280.38

(1) Other receivables analysed by aging

Age	2024.6.30	2023.12.31
Within 1 year	14,316,190.30	21,923,000.75
1 – 2 years	6,093,464.62	9,780,911.57
2 – 3 years	5,545,503.11	9,894,359.39
Over 3 years	32,714,165.58	32,786,900.38
Subtotal	58,669,323.61	74,385,172.09
Less: Provision for bad debts	2,711,396.02	820,891.71
Total	55,957,927.59	73,564,280.38

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

3. Other receivables (Continued)

(2) Other receivables disclosed by nature of payment

Items	2024.6.30			2023.12.31		
	Book balance	Provision for bad debts	Carrying amount	Book balance	Provision for bad debts	Carrying amount
Margin	41,233,607.26	830,223.04	40,403,384.22	38,924,332.50	627,200.00	38,297,132.50
Contingency provision	7,227,807.16	36,139.04	7,191,668.12	2,814,652.13		2,814,652.13
Current accounts and others	10,207,909.19	1,845,033.94	8,362,875.25	32,646,187.46	193,691.71	32,452,495.75
Total	58,669,323.61	2,711,396.02	55,957,927.59	74,385,172.09	820,891.71	73,564,280.38

4. Inventories

Classification of inventories

Types of inventories	2024.6.30			2023.12.31		
	Book balance	Provision for impairment	Carrying amount	Book balance	Provision for impairment	Carrying amount
Cost of contract performance	172,608,559.82		172,608,559.82	120,822,026.15		120,822,026.15
Finished products	227,695.40		227,695.40	227,695.40		227,695.40
Total	172,836,255.22		172,836,255.22	121,049,721.55		121,049,721.55

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS
(CONTINUED)

5. Contractual assets

Items	2024.6.30	2023.12.31
Contractual assets	125,306,662.94	24,984,727.58
Less: Provisions for the impairment of contractual assets	1,756,013.34	531,981.04
Subtotal	123,550,649.60	24,452,746.54
Less: Contractual assets presented under other non-current assets		
Total	123,550,649.60	24,452,746.54

6. Long-term equity investments

Investee	2023.12.31	Increase/decrease during the period							2024.6.30	Impairment provisions as 2024.6.30
		Increase in investment	Decrease in investment	Investment gain or loss recognised under equity method	Adjustment to other comprehensive income	Change in other equity	Cash dividend or profit declared	Provision for impairment		
Associates										
Beijing Certificate Authority Co., Ltd.	237,082,620.23			-7,700,821.92		3,527,315.48			232,909,113.79	
Chongqing Hongxin Haoyu Network Technology Co., Ltd. (重慶宏信瀚宇網絡技術有限公司)										3,862,753.24
Total	237,082,620.23			-7,700,821.92		3,527,315.48			232,909,113.79	3,862,753.24

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

7. Investment properties

Items	Buildings and structures
I. Original book value	
1. 2023.12.31	74,320,626.80
2. Increment for the period	
3. Decrement for the period	
4. 2024.6.30	74,320,626.80
II. Accumulated depreciation and accumulated amortisation	
1. 2023.12.31	54,993,070.80
2. Increment for the period	1,810,287.36
(1)Provision or amortisation	1,810,287.36
3. Decrement for the period	
4. 2024.6.30	56,803,358.16
III. Provision for impairment	
1. 2023.12.31	
2. Increment for the period	
3. Decrement for the period	
4. 2024.6.30	
IV. Book value	
1. Book value as at 2024.6.30	17,517,268.64
2. Book value as at 2023.12.31	19,327,556.00

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

7. Investment properties (Continued)

Details of certificate of title to be obtained

Items	Carrying amount	Reason for no certificate of title
Digital Beijing Building	17,517,268.64	Yet to be obtained

The above investment properties depreciation is calculated on the straight-line basis at an annual rate of 5%.

8. Fixed assets

Items	2024.6.30	2023.12.31
Fixed assets	115,246,845.88	125,554,131.98
Disposal of fixed assets	35,570.80	
Total	115,282,416.68	125,554,131.98

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

8. Fixed assets (Continued)

Details of fixed assets

Items	Machinery & equipment	Others	Total
I. Original book value			
1. 2023.12.31	495,597,243.86	100,908,308.50	596,505,552.36
2. Increment for the period	10,906,439.14	24,806,912.22	35,713,351.36
(1) Purchase	10,906,439.14	24,806,912.22	35,713,351.36
(2) Transferred from construction in progress			
3. Decrement for the period	17,611,070.91	78,500.38	17,689,571.29
(1) Disposal or write-off	17,611,070.91	78,500.38	17,689,571.29
(2) Other decrement			
4. 2024.6.30	488,892,612.09	125,636,720.34	614,529,332.43
II. Accumulated depreciation			
1. 2023.12.31	410,499,197.85	60,452,222.53	470,951,420.38
2. Increment for the period	35,427,027.87	10,549,878.96	45,976,906.83
(1) Provision	35,427,027.87	10,549,878.96	45,976,906.83
(2) Other increment			
3. Decrement for the period	17,571,265.30	74,575.36	17,645,840.66
(1) Disposal or write-off	17,571,265.30	74,575.36	17,645,840.66
(2) Other decrement			
4. 2024.6.30	428,354,960.42	70,927,526.13	499,282,486.55

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

8. Fixed assets (Continued)

Details of fixed assets (Continued)

Items	Machinery & equipment	Others	Total
III. Provision for impairment			
1. 2023.12.31			
2. Increment for the period			
3. Decrement for the period			
4. 2024.6.30			
IV. Book value			
1. Book value as at 2024.6.30	60,537,651.67	54,709,194.21	115,246,845.88
2. Book value as at 2023.12.31	85,098,046.01	40,456,085.97	125,554,131.98

The Group had no fixed assets which have been pledged or secured as at the end of the period.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS
(CONTINUED)

9. Right-of-use assets

Items	Buildings and structures
I. Original book value	
1. 2023.12.31	51,998,531.22
2. Increment for the period	45,243,344.81
(1) Additional lease	45,243,344.81
(2) Remeasurement	
3. Decrement for the period	15,900,704.08
(1) Lease termination	15,900,704.08
4. 2024.6.30	81,341,171.95
II. Accumulated depreciation	
1. 2023.12.31	24,929,348.67
2. Increment for the period	15,170,161.30
(1) Provision	15,170,161.30
3. Decrement for the period	15,900,704.08
(1) Lease termination	15,900,704.08
4. 2024.6.30	24,198,805.89
III. Provision for impairment	
1. 2023.12.31	
2. Increment for the period	
3. Decrement for the period	
4. 2024.6.30	
IV. Book value	
1. Book value as at 2024.6.30	57,142,366.06
2. Book value as at 2023.12.31	27,069,182.55

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

9. Right-of-use assets (Continued)

- (1) The Group adopted a simplified method for the lease of short-term leased assets, and the amount of RMB1,083,722.65 was charged into the profit and loss for the current period.
- (2) The total cash outflow in relation to the lease for the period was RMB17,966,630.95.

10. Intangible assets

Items	Software	Customer relationship	Total
I. Original book value			
1. 2023.12.31	388,431,934.3	2,328,003.18	390,759,937.48
2. Increment for the period	3,517,941.48		3,517,941.48
(1) Purchase	3,517,941.48		3,517,941.48
(2) Internal R & D			
3. Decrement for the period			
(1) Disposal			
(2) Other decrement			
4. 2024.6.30	391,949,875.78	2,328,003.18	394,277,878.96
II. Accumulated amortisation			
1. 2023.12.31	218,779,763.89	2,328,003.18	221,107,767.07
2. Increment for the period	14,263,851.93		14,263,851.93
(1) Provision	14,263,851.93		14,263,851.93
(2) Other increment			
3. Decrement for the period			
(1) Disposal			
(2) Other decrement			

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

10. Intangible assets (Continued)

Items	Software	Customer relationship	Total
4. 2024.6.30	233,043,615.82	2,328,003.18	235,371,619.00
III. Provision for impairment			
1. 2023.12.31	6,900,871.88		6,900,871.88
2. Increment for the period			
3. Decrement for the period			
4. 2024.6.30	6,900,871.88		6,900,871.88
IV. Book value			
1. Book value as at 2024.6.30	152,005,388.08		152,005,388.08
2. Book value as at 2023.12.31	162,751,298.53		162,751,298.53

11. Other non-current assets

Items	2024.6.30	2023.12.31
Term deposits	108,427,602.74	106,652,602.74

Accrued interest of RMB8,427,602.74 which is not yet due for payment is included in the deposit in large amount, of which, RMB21,428,269.54 was frozen due to litigation. For details, please see “2. Progress of cases” in “IX. Other Significant Events”.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

12. Other payables

(1) Accounts payables disclosed by types

Items	2024.6.30	2023.12.31
Payment for goods	282,589,727.66	398,969,828.62

(2) Accounts payables disclosed by aging

Items	2024.6.30	2023.12.31
Within 1 year	43,745,187.58	234,755,064.91
1 – 2 years	101,266,463.22	45,659,868.36
2 – 3 years	36,007,706.90	38,107,259.19
Over 3 years	101,570,369.96	80,447,636.16
Total	282,589,727.66	398,969,828.62

Aging of accounts payable is presented according to the date of receipt of goods and acceptance of labour.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

13. Contractual liabilities

Items	2024.6.30	2023.12.31
Project receipt	405,764,410.04	315,570,239.61

Contractual liabilities as at the beginning of the year of 2024 was RMB315,570,239.61, of which, RMB94,169,212.61 were recognised in January to June 2024.

14. Other payables

Items	2024.6.30	2023.12.31
Dividend payables		
Other payables	326,605,611.39	349,845,189.48
Total	326,605,611.39	349,845,189.48

(1) Other payables

Items	2024.6.30	2023.12.31
Margin and deposits	7,408,701.09	6,307,051.78
Current account	25,138,198.24	32,192,318.31
Project bills payable	279,464,503.75	295,750,168.83
Non-operating current accounts of related parties	12,000,000.00	12,000,000.00
Others	2,594,208.31	3,595,650.56
Total	326,605,611.39	349,845,189.48

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS
(CONTINUED)

14. Other payables (Continued)

(1) Other payables (Continued)

Of which, major other payables aged over 1 year

Items	Amount	Reasons for not settled or not transferred
Beijing State-owned Assets Management Co., Ltd.	12,000,000.00	Settlement conditions are unsatisfied
GDS Holdings Ltd.	5,573,713.52	Settlement conditions are unsatisfied
Beijing Chinese Cultural Development – Culture Investment and Management Company Limited (北京中文發文化投資管理有限公司)	2,340,000.00	Settlement conditions are unsatisfied
Total	19,913,713.52	

15. Non-current liabilities due within one year

Items	2024.6.30	2023.12.31
Lease liabilities due within one year	25,585,345.82	8,904,334.43
Long-term payables due within one year	54,631,941.15	54,631,941.15
Total	80,217,286.97	63,536,275.58

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

15. Non-current liabilities due within one year (Continued)

(1) Lease liabilities due within one year

Items	2024.6.30	2023.12.31
Lease liabilities due within one year	25,585,345.82	8,904,334.43

(2) Long-term payables due within one year

Items	2024.6.30	2023.12.31
Contingent consideration of Rito Info	54,631,941.15	54,631,941.15

16. Lease liabilities

Items	2024.6.30	2023.12.31
Lease payments of buildings and structures	59,822,339.56	30,903,721.91
Less: unrecognized finance expense	1,759,408.61	2,801,924.73
Subtotal	58,062,930.95	28,101,797.18
Less: Lease liabilities due within one year	25,585,345.82	8,904,334.43
Total	32,477,585.13	19,197,462.75

The Group adopted incremental borrowing rate as discount rate when calculating the present value of the lease payments. The incremental borrowing rate determined by the Group was 4.30%-4.75% per annum. The interest expenses of lease liabilities for the current period was RMB1,759,408.61.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

17. Share capital (unit: ten thousand shares)

Items	2023.12.31	Increase/decrease for the current period (+, -)					2024.6.30
		New shares issued	Stock dividend	Reserve to shares	Others	Subtotal	
Total number of shares	289,808.61				-260,827.75	-260,827.75	28,980.86

During the period, the company implemented share consolidation on the basis of every ten Existing H Shares with a par value of RMB0.10 each will be consolidated into one consolidated H Share with a par value of RMB1 each.

18. Capital reserves

Items	2023.12.31	Increase for the period	Decrease for the period	2024.6.30
Share capital premium	259,229,641.55			259,229,641.55
Other capital reserves	45,762,004.41	3,527,315.48		49,289,319.89
Total	304,991,645.96	3,527,315.48		308,518,961.44

Changes in other capital reserves for the current year refer to changes in owner's equity of the associate BJCA other than net profit and loss, other comprehensive income and profit distribution. The Group's share based on its proportionate shareholding is included in other capital reserves.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS
(CONTINUED)

19. Unallocated profits

Items	January – June 2024	2023
Unallocated profits at the end of last period before adjustment	429,068,885.33	552,691,825.04
Total amount of adjustment for unallocated profits at the beginning of period ("+" for plus; "-" for less)		
Unallocated profits at the beginning of period after adjustment	429,068,885.33	552,691,825.04
Add: Net profit attributable to shareholders of parent company during the period	-23,920,445.62	-72,906,433.12
Less: Withdrawal of statutory surplus reserves		
Dividend payable on ordinary shares		50,716,506.59
Unallocated profits at the end of period	405,148,439.71	429,068,885.33

According to the requirements of the Company's Articles of Association, available- for-distribution profits for the Company's shareholders refer to amounts in the statements prepared in accordance with the Chinese Accounting Standards and Regulations.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS
(CONTINUED)

20. Operating income and operating cost

Items	January – June 2024		January – June 2023	
	Income	Cost	Income	Cost
Main businesses	533,545,107.99	378,379,903.98	474,161,441.70	278,573,204.43
Other businesses	4,584,810.35	2,074,024.12	8,202,850.45	1,810,287.36
Total	538,129,918.34	380,453,928.10	482,364,292.15	280,383,491.79

(1) Main businesses (sub-businesses)

Name of business	January – June 2024		January – June 2023	
	Operating income	Operating cost	Operating income	Operating cost
Products, software development and services	170,015,481.42	125,920,729.40	127,753,974.34	82,087,074.53
Industry solutions	49,866,056.88	42,437,649.36	63,638,020.88	52,335,908.37
Operation and maintenance services	313,663,569.69	210,021,525.22	282,769,446.48	144,150,221.53
Total	533,545,107.99	378,379,903.98	474,161,441.70	278,573,204.43

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

V. NOTES TO CONSOLIDATED FINANCIAL STATEMENTS ITEMS (CONTINUED)

20. Operating income and operating cost (Continued)

(2) Other businesses (sub-businesses)

Name of business	January – June 2024		January – June 2023	
	Operating income	Operating cost	Operating income	Operating cost
Rental income from investment property	4,584,810.35	2,074,024.12	8,202,850.45	1,810,287.36

(3) Timing of revenue recognition

Revenue recognition method	January – June 2024
At a certain point of time	86,458,207.74
Over a period of time	451,671,710.60
Total	538,129,918.34

21. Income tax expense

Items	January – June 2024	January – June 2023
Current income tax calculated in accordance with the tax law and relevant provisions	6,411,830.09	2,376,891.20
Deferred income tax expense	-8,693,548.96	2,131,626.58
Total	-2,281,718.87	4,508,517.78

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS

1. Information on the parent company of the Company

Name of parent company	Place of registration	Nature of business	Registered capital (RMB0'000)	Parent company's shareholding percentage to the Company %	Parent company's percentage of voting rights to the Company %
Beijing State-owned Assets Management Corporation Limited (hereinafter referred to as BSAM)	Beijing	Investment management	1,000,000.00	65.53	65.63

The ultimate controlling party of the Company is: the People's Government of Beijing Municipality.

2. Information on the joint ventures and associates of the Group

Set out below are other joint ventures or associates which were involved in related party transactions with the Group during the period, or for which balances were formed due to their involvement in related party transactions with the Group during previous periods:

Name of joint ventures or associates	Relationship with the Group
Beijing Certificate Authority Co., Ltd. (hereinafter referred to as BJCA, BJCA and its subsidiaries)	associate

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

3. Information on other related parties of the Group

Name of related parties	Relationship with the Group
Beijing Anxintianxing Science Co., Ltd. (hereinafter referred to as BJCA and its subsidiaries)	A subsidiary of BJCA, which is an associate of the Company
Beijing BeiAo Group Co., Ltd. (hereinafter referred to as BeiAo Group)	The same ultimate controlling party
Beijing Beike Real Estate Co., Ltd (hereinafter referred to as Beike Real Estate)	The same ultimate controlling party
China Beijing Equity Exchange Limited (hereinafter referred to as Beijing Equity Exchange)	The same ultimate controlling party
Beijing Industrial Development Investment Management Co., Ltd. (hereinafter referred to as Industrial Development)	The same ultimate controlling party
Beijing Guohua Wenke Finance Guarantee Co., Ltd. (hereinafter referred to as Guohua Wenke Finance Guarantee)	The same ultimate controlling party
Beijing National Swimming Centre Co., Ltd. (hereinafter referred to as National Swimming Centre)	The same ultimate controlling party
Beijing Guorongchuangyin Investment Management Co., Ltd. (hereinafter referred to as Guorong Chuangyin)	The same ultimate controlling party
Beijing Industrial Development Investment Financial Management Co., Ltd. (hereinafter referred to as Beijing Industrial Development)	The same ultimate controlling party

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS
(CONTINUED)

3. Information on other related parties of the Group (Continued)

Name of related parties	Relationship with the Group
Beijing Guoyuan Sports & Culture Investment Co., Ltd. (hereinafter referred to as Guoyuan Sports & Culture)	The same ultimate controlling party
Beijing State-owned Financial Leasing Co., Ltd. (hereinafter referred to as Beijing State-owned Financial Leasing)	The same ultimate controlling party
Beijing Huayu Energy Technology Holdings Co., Ltd. (hereinafter referred to as Beijing Huayu Energy Technology)	The same ultimate controlling party
Beijing Jizhi Future Artificial Intelligence Industry Innovation Base Co., Ltd. (hereinafter referred to as BIDP)	The same ultimate controlling party
Beijing Financial Assets Exchange Co., Ltd. (hereinafter referred to as BFAE)	The same ultimate controlling party
Beijing Science Park Development (Group) Co., Ltd. (hereinafter referred to as Science Park Development)	The same ultimate controlling party
Beijing Kekong Land Co., Ltd. (hereinafter referred to as Kekong Land)	The same ultimate controlling party
Beijing Software and Information Service Exchange Co., Ltd. (hereinafter referred to as Software and Information Service Exchange)	The same ultimate controlling party
Beijing Guotong Asset Management Co., Ltd. (hereinafter referred to as Beijing Guotong Asset)	The same ultimate controlling party

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

3. Information on other related parties of the Group (Continued)

Name of related parties	Relationship with the Group
Beijing Guo Xu Microfinance Company Limited (hereinafter referred to as "Guo Xu Microfinance")	The same ultimate controlling party
Beijing Artists Management Corp., Ltd. (hereinafter referred to as Artists Corporation)	The same ultimate controlling party
Capnet Company Limited (hereinafter referred to as Capnet)	The same ultimate controlling party
Beijing Xinlongfu Culture Investment Co., Ltd. (hereinafter referred to as Xinlongfu Culture)	The same ultimate controlling party
Beijing Xinlongfu Property Management Co., Ltd. (hereinafter referred to as Xinlongfu Property)	The same ultimate controlling party
Beijing SME Finance Re-guarantee Co., Ltd. (hereinafter referred to as Beijing SME Finance Re-guarantee)	The same ultimate controlling party
Beike TEDA Investment Development Company Limited (hereinafter referred to as Beike TEDA)	The same ultimate controlling party
National Sport Stadium Co., Ltd. (hereinafter referred to as National Stadium)	The same ultimate controlling party
Jiaxing Innovation Park Development Co., Ltd. (hereinafter referred to as Jiaxing Innovation Park)	The same ultimate controlling party

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

3. Information on other related parties of the Group (Continued)

Name of related parties	Relationship with the Group
Dynagreen Environmental Protection Group Co., Ltd. (hereinafter referred to as Dynagreen Group)	The same ultimate controlling party
Changchun Beihu Science and Technology Park Development Co., Ltd. (hereinafter referred to as Changchun Beihu Science Park)	The same ultimate controlling party
Beijing Sci-Tech Convergence Industry Operation Management Co., Ltd.* (北京科創匯聚產業營運管理有限公司) (hereinafter referred to as Sci-Tech Convergence)	The same ultimate controlling party
Beijing Beike Yichuang Technology Co., Ltd. (hereinafter referred to as "Beike Yichuang")	The same ultimate controlling party
Shanghai Kehuan Investment Co., Ltd. (hereinafter referred to as "Kehuan Investment")	The same ultimate controlling party
Beijing State-owned Capital Operation Management Co., Ltd.* (北京國有資本運營管理有限公司) (hereinafter referred to as State-owned Capital Operation)	Affiliated natural person as senior management

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

4. Information on related party transactions

(1) Information on related party purchases and sales

① Purchase of goods and receipt of labor service

Related parties	Subjects of related party transactions	January – June 2024 (RMB0'000)	January – June 2023 (RMB0'000)
BJCA and its subsidiaries	Purchase of network security system and service	592.35	200.19
Capnet	Internet access services	396.23	70.75
Xinlongfu Culture	Fees for property management	98.79	101.86
Xinlongfu Property	Utilities	18.95	25.72
Software and Information Service Exchange	Consultation fee	4.72	
BeiAo Group	Purchase of network system and relevant technical service	0.04	

The prices of the Group's transactions with related parties are determined at market prices.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS
(CONTINUED)

4. Information on related party transactions (Continued)

(1) Information on related party purchases and sales (Continued)

② Sale of goods and provision of labour service

Related parties	Subjects of related party transactions	January – June 2024 (RMB0'000)	January – June 2023 (RMB0'000)
BSAM	Provision of network system and relevant technical service	1,822.41	91.17
Capnet	Provision of network system and relevant operation and maintenance services	533.01	471.7
Beijing SME Finance Re-guarantee	Provision of network system and relevant technical service	198.81	53.17
Changchun BeiHu Science Park	Provision of network system and relevant technical service	192.62	
Beike Real Estate	Provision of network system and relevant technical service	101.80	
BJCA and its subsidiaries	Provision of network system and relevant technical service	86.77	50.24
Beijing Science Development	Provision of network system and relevant technical service	64.12	127.2

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS
(CONTINUED)

4. Information on related party transactions (Continued)

(1) Information on related party purchases and sales (Continued)

② Sale of goods and provision of labour service (Continued)

Related parties	Subjects of related party transactions	January – June 2024 (RMB0'000)	January – June 2023 (RMB0'000)
State-owned Capital Operation	Provision of network system and relevant technical service	21.05	
Beijing State-owned Financial Leasing	Provision of network system and relevant technical service	18.17	15.34
Beike TEDA	Provision of network system and relevant technical service	15.92	
Beijing Industrial Development	Provision of network system and relevant technical service	10.30	13.88
National Stadium	Provision of network system and relevant technical service	7.40	9.36
Guohua Wenke Finance Guarantee	Provision of network system and relevant technical service	4.72	8.39
Dynagreen Group	Provision of network system and relevant technical service	3.77	13.85

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS
(CONTINUED)

4. Information on related party transactions (Continued)

(1) Information on related party purchases and sales (Continued)

② Sale of goods and provision of labour service (Continued)

Related parties	Subjects of related party transactions	January – June 2024 (RMB0'000)	January – June 2023 (RMB0'000)
BeiAo Group	Provision of network system and relevant technical service	3.72	2.30
Beijing Guotong Asset	Provision of network system and relevant technical service	3.37	5.84
BIDP	Provision of network system and relevant technical service	2.35	37.15
Guo Xu Microfinance	Provision of network system and relevant technical service	1.89	
Guoyuan Sports & Culture	Provision of network system and relevant technical service	1.11	
Artists Corporation	Provision of network system and relevant technical service	1.01	
National Swimming Centre	Provision of network system and relevant technical service	0.46	2.14

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

4. Information on related party transactions (Continued)

(1) Information on related party purchases and sales (Continued)

② Sale of goods and provision of labour service (Continued)

Related parties	Subjects of related party transactions	January – June 2024 (RMB0'000)	January – June 2023 (RMB0'000)
Industrial Development	Provision of network system and relevant technical service	0.34	5.4
Xinlongfu Culture	Provision of network system and relevant technical service	0.34	
Beijing Equity Exchange	Provision of network security system and services		4.16

The prices of the Group's transactions with related parties are determined at market prices.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS
(CONTINUED)

4. Information on related party transactions (Continued)

(2) Other related party transactions

Leasing

Lessor	Subjects of related party transactions	Method of pricing and procedure for decision-making in respect of related party transactions	January – June 2024 (RMB0'000)	January – June 2023 (RMB0'000)
	Xinlongfu Culture Office premise	Based on prevailing market price	720.14	747.53
BIDP	Office premise	Based on prevailing market price	313.91	

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

4. Information on related party transactions (Continued)

(3) Other related party transactions

① Others

On 25 March 2019, the Company entered into a participation agreement and a limited partnership agreement (the agreement of Beijing Jingguosheng Investment Fund Limited Partnership (北京京國盛投資基金有限合夥)) with Guorong Chuangyin, BSAM, Beijing Science Development, Beijing Equity Exchange, Beijing Guotong Asset, National Stadium and BIDP, according to which the Company agreed to act as the Limited Partner of the Partnership and the subscribed capital contribution of the Company was RMB300,000,000.00. The Company made capital contribution of RMB2,000,000.00 in 2019. In 2020, the Company did not make any new capital contribution. In 2021, the Company made an additional capital contribution of RMB13,500,000.00. In 2022, the Company made an additional capital contribution of RMB19,530,480.35. Capital contributions of RMB2,000,000.00 were received from the partnership. In 2023, the Company made an additional capital contribution of RMB24,280,000.00. Capital contributions of RM11,645,163.46 were received from the partnership. From January to June 2024, the Company made new capital contributions of RMB13,200,000.00 and capital contributions of RMB530,147.17 was received from the Partnership.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

4. Information on related party transactions (Continued)

(4) Compensation of key management personnel

The short-term benefits paid or payable by the Group to the Directors of the Company and other key management personnel for the six months ended 30 June 2024 are approximately RMB2,465,914.00 (for the six months ended 30 June 2023: approximately RMB2,422,222.00).

The retirement benefits paid or payable by the Group to the Directors of the Company and other key management personnel for the six months ended 30 June 2024 are approximately RMB365,570.28 (for the six months ended 30 June 2023: approximately RMB430,085.10).

Retirement benefit scheme: The employees of the Company and its subsidiaries participate in a fund operated by the government of the Mainland China and managed by the state. The Company and its subsidiaries calculate and contribute to the retirement fund in accordance with relevant laws and regulations. The local government of the Mainland China is responsible for paying all pensions to retired employees. No forfeited contributions (by employees who leave the scheme prior to vesting fully in such contributions and handled by the Company on behalf of the employees) shall be used by the Company to reduce the existing contribution level.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS (CONTINUED)

4. Information on related party transactions (Continued)

- (5) Loans to directors, legal entities controlled by these directors or entities connected to these directors

As at 30 June 2024, the Company did not provide loans to directors, legal entities controlled by these directors, or entities connected to such directors (as at 30 June 2023: 0).

5. Amounts receivable from and payable to related parties

- (1) Amounts receivable from related parties

Names of subjects	Related parties	2024.6.30		2023.12.31	
		Balance in the account	Provision for bad debts	Balance in the account	Provision for bad debts
Accounts receivable	BSAM	5,717,975.45	89,516.45		
Accounts receivable	Beijing Science Development	2,813,724.16	580,377.23		
Accounts receivable	Kekong Land	2,327,072.54	561,755.31	2,160,489.41	21,604.89
Accounts receivable	Xinlongfu Culture	1,841,000.00	444,417.40		
Accounts receivable	International Trust	1,420,600.00	1,368,658.48	1,521,374.00	1,404,093.50
Accounts receivable	Changchun Beihu Science Park	1,260,346.32	71,572.86		
Accounts receivable	Beike Real Estate	1,150,301.38	65,222.09		
Accounts receivable	Beijing SME Finance Re-guarantee	51,710.30	3,127.58		
Accounts receivable	Beike TEDA	21,710.70	4,787.21		

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS
(CONTINUED)

5. Amounts receivable from and payable to related parties (Continued)

(1) Amounts receivable from related parties (Continued)

Names of subjects	Related parties	2024.6.30		2023.12.31	
		Balance in the account	Provision for bad debts	Balance in the account	Provision for bad debts
Accounts receivable	BJCA and its subsidiaries	808,264.01	69,126.71	50,884.00	8,881.00
Accounts receivable	Beike Yichuang	172,392.55	38,012.56		
Accounts receivable	BeiAo Group	80,538.50	80,538.50	230,538.50	23,053.85
Accounts receivable	BFAE	67,500.00	67,500.00	67,500.00	67,500.00
Accounts receivable	Beijing Industrial Development	64,671.00	840.72	62,100.00	15,525.00
Accounts receivable	National Stadium	35,000.00	35,000.00	168,480.80	68,370.20
Accounts receivable	Industrial Development	12,843.60	12,843.60	13,047.37	12,894.54
Accounts receivable	Beijing Guotong Asset	10,328.40	10,328.40	10,328.40	10,328.40
Accounts receivable	Kehuan Investment	5,524.60	313.24		
Accounts receivable	Dynagreen Group	4,850.00	319.13	39,989.00	399.89
Accounts receivable	Jiaxing Innovation Park	502.72	110.85		
Accounts receivable	Guoyuan Sports & Culture			7,015.84	1,753.96
Accounts receivable	BIDP			3,600.00	900.00
Accounts receivable	Capnet			9,116,981.13	91,169.81
Contractual assets	BASM	7,543,847.22	75,438.47		
Contractual assets	BJCA and its subsidiaries	647,993.40	24,602.33		

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS
(CONTINUED)

5. Amounts receivable from and payable to related parties (Continued)

(1) Amounts receivable from related parties (Continued)

Names of subjects	Related parties	2024.6.30		2023.12.31	
		Balance in the account	Provision for bad debts	Balance in the account	Provision for bad debts
Contractual assets	Beijing Science Development			351,534.26	35,153.43
Contractual assets	Beijing SME Finance Re-guarantee			46,502.75	4,650.28
Prepayments	Xinlongfu Culture	1,901,338.38			
Prepayments	BJCA and its subsidiaries	437,941.59		1,473,794.65	
Prepayments	Xinlongfu Property	136,957.54			
Prepayments	BIDP	86,203.10			
Prepayments	Guohua Wenke Finance Guarantee	2,000.00			
Other receivables	Xinlongfu Culture	5,018,464.29	25,092.32	5,524,889.58	
Other receivables	Capnet	1,712,186.63	13,919.19	10,317,963.76	
Other receivables	BIDP	722,490.00	3,612.46		
Other receivables	BSAM	268,788.32	101,687.88	137,211.19	
Other receivables	Xinlongfu Property	65,917.00	329.59	130,354.00	
Other receivables	Beijing Equity Exchange	5,798.13	5,798.13	5,798.13	
Other receivables	BeiAo Group	400.00	20.00	400.00	

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS
(CONTINUED)

5. Amounts receivable from and payable to related parties (Continued)

(2) Amounts payable to related parties

Names of subjects	Related parties	2024.6.30	2023.12.31
Amount payables	BJCA and its subsidiaries	4,703,560.82	9,367,651.96
Amount payables	BIDP	977,901.12	
Amount payables	Software and Information Service Exchange	24,000.00	24,000.00
Amount payables	Capnet		481,850.00
Contractual liabilities	BSAM	4,360,439.06	1,920,612.40
Contractual liabilities	Beijing Science Development	1,671,204.41	307,563.76
Contractual liabilities	Beijing SME Finance Re- guarantee	1,282,500.66	2,151,568.48
Contractual liabilities	Xinlongfu Culture	706,603.77	
Contractual liabilities	BJCA and its subsidiaries	336,664.82	
Contractual liabilities	Industrial Development	306,258.68	90,651.09
Contractual liabilities	BIDP	217,022.64	275,590.66
Contractual liabilities	Guohua Wenke Finance Guarantee	188,679.24	70,754.72
Contractual liabilities	Beijing Industrial Development	141,480.19	139,095.75
Contractual liabilities	Beijing State-owned Financial Leasing	111,430.18	198,883.95
Contractual liabilities	Dynagreen Group	92,746.23	61,119.81
Contractual liabilities	National Stadium	74,155.73	205,410.89

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VI. RELATED PARTIES AND RELATED PARTY TRANSACTIONS
(CONTINUED)

5. Amounts receivable from and payable to related parties (Continued)

(2) Amounts payable to related parties (Continued)

Names of subjects	Related parties	2024.6.30	2023.12.31
Contractual liabilities	State-owned Capital Operation	58,348.41	
Contractual liabilities	Beike TEDA	51,298.36	373,246.45
Contractual liabilities	Sci-Tech Convergence	31,334.86	
Contractual liabilities	Beijing Equity Exchange	30,959.43	62,862.26
Contractual liabilities	Artists Corporation	19,054.72	38,109.44
Contractual liabilities	Beijing Guotong Asset	5,471.70	86,860.39
Contractual liabilities	BeiAo Group		67,033.02
Contractual liabilities	International Trust		81,645.01
Contractual liabilities	National Swimming Centre		21,423.11
Contractual liabilities	Beijing Huayu Energy Technology		10,566.04
Contractual liabilities	Guoyuan Sports & Culture		3,141.51
Other payables	BSAM	12,000,000.00	12,000,000.00
Other payables	Capnet	4,987,337.32	4,438,555.89
Other payables	Beijing Science Development	84,000.00	84,000.00
Other payables	BeiAo Group	400.00	—

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VII. COMMITMENTS AND CONTINGENCIES

1. Principal commitments

(1) Capital commitments

Capital commitments contracted but not yet confirmed in the financial statements	2024.6.30	2023.12.31
Commitment to acquisition and construction of long-term assets		
– Contracted but not executed	29,441,929.20	26,629,820.19
– Authorised but not contracted	89,142,425.09	63,081,591.34
Total	118,584,354.29	89,711,411.53

(2) Other commitments

As of 30 June 2024, the Group had no other discloseable commitments.

2. Contingencies

As of 30 June 2024, save as disclosed in Note IX.2, the Group has no pending lawsuits, external guarantees and other contingencies that should be disclosed.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

VIII. EVENTS AFTER BALANCE SHEET DATE

As of 29 August 2024, the Group did not have any discloseable post-balance sheet date events.

IX. OTHER SIGNIFICANT EVENTS

1. Segment reporting

The Group does not have a variety of operations that have a significant impact on its operating results. At the same time, as the Group only operates in one geographical area, its revenue mainly comes from China, and its major assets are also located within China. Therefore, it's not necessary for the Group to disclose the segment data.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

IX. OTHER SIGNIFICANT EVENTS (CONTINUED)**2. Progress of cases**

On 21 July 2014, the Company entered into a share transfer agreement with Xiamen Ruitailong Investment Development Company Limited* (廈門銳泰隆投資發展有限公司) and other transferors (the “Former Shareholders”) to acquire the equity interest of Rito Info. On the ground that the Former Shareholders were suspected of exaggeration of financial performance for the period under assessment, in order to protect the interests of the Company and its Shareholders, a new legal proceeding was instituted by the Company in the Beijing First Intermediate People’s Court (北京市第一中級人民法院) on 3 April 2023, to seek legal action against the Former Shareholders according to law, requesting, among other things, the revocation of the share transfer agreement and the refund of the consideration paid for the share transfer. The Company applied for property preservation on 25 April 2023, and the preservation measures shall be limited to RMB335,995,436.60. The Beijing First Intermediate People’s Court (北京市第一中級人民法院) made a civil judgment and imposed preservation measures on the Former Shareholders in accordance with the law. During the trial of the case, the Former Shareholders counterclaimed that the Company should continue to pay the third installment of the consideration for the share transfer in accordance with the share transfer agreement in dispute, and filed an application for property preservation. The Beijing First Intermediate People’s Court (北京市第一中級人民法院) ruled to freeze the bank deposits of the Company in the amount of RMB21,428,269.54. As of 30 June 2024, the case is still in the process of hearing.

NOTES TO THE FINANCIAL STATEMENTS

January to June 2024 (All amounts in RMB unless otherwise stated)

X. SUPPLEMENTARY INFORMATION

1. Earnings per share

Items	January – June 2024	January – June 2023
Consolidated net profit attributable to ordinary shareholders of the Company	-23,920,445.62	37,065,219.81
Weighted average number of ordinary shares outstanding of the Company	289,808,609.00	289,808,609.00
Basic earnings per share	-0.0825	0.1280

As of 30 June 2024 to the date of approval of the financial report, there was no change in the number of ordinary shares outstanding of the Company.

(1) Basic earnings per share

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

During the period, the Company's shares were consolidated and for the details of the consolidation, please refer to Note V.17, the recalculation of earnings per share for each of the periods presented based on adjusted number of shares.

2. Dividends

The Company approved no final dividend be declared for the year ended 31 December 2023 at the annual general meeting convened on 18 June 2024 (final dividend for 2022 approved during 2023: RMB1.75 cents per share (before tax), totaling RMB50,716,506.59).

DEFINITION

Abbreviation	Full Name
Group	the Company and its subsidiaries
Capinfo/the Company	Capinfo Company Limited* (首都信息發展股份有限公司)
Capinfo Hong Kong	Capinfo (Hong Kong) Co., Ltd.
Capinfo Technology	Capinfo Technology Development Co., Ltd.* (首都信息科技發展有限公司)
Rito Info	Xiamen Rito Info Technology Co. Ltd.* (廈門融通信息技術有限責任公司)
BJCA	Beijing Certificate Authority Co., Ltd.* (北京數字認證股份有限公司)
BSAM	Beijing State-owned Assets Management Co., Ltd.* (北京市國有資產經營有限責任公司)
Capnet	Capnet Company Limited* (北京首信網創網絡信息服務有限責任公司)
Capinfo Medical United	Capinfo Medical United Information Technology Company Limited* (首信醫聯信息技術有限公司)
Capinfo Cloud or Cloud Technology	Capinfo Cloud Technology Co., Ltd.* (首信雲技術有限公司)
Parking Management	Beijing Parking Management Centre Co., Ltd.* (北京市停車管理中心有限公司)
Xinlongfu Culture	Beijing Xinlongfu Cultural Investment Co., Ltd.* (北京新隆福文化投資有限公司)
Xinlongfu Property	Beijing Xinlongfu Property Management Co., Ltd.* (北京新隆福物業管理有限公司)
Beijing Digital Intelligence	Beijing Digital Intelligence Technology Co., Ltd.* (北京數智先行科技有限公司)

* For identification purposes only

DEFINITION

Abbreviation	Full Name
Grant Thornton	Grant Thornton LLP (special general partnership)
Companies Law	the Companies Law of the People's Republic of China
Articles of Association	the Articles of Association of Capinfo Company Limited
Listing Rules	the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited
SFO	the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong)
Stock Exchange	The Stock Exchange of Hong Kong Limited
Reporting Period	the period from 1 January 2024 to 30 June 2024



Capinfo Company Limited

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