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**CAPINFO COMPANY LIMITED\***

**首都信息發展股份有限公司**

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

**(Stock Code: 1075)**

**ANNUAL CONSOLIDATED RESULTS FOR THE  
YEAR ENDED 31 DECEMBER 2024**

- Loss attributable to owners of the Company was RMB13.78 million.
- Operating revenue increased by 3.28% to RMB1,472.39 million.
- Basic loss per share was RMB4.8 cents (2023: basic loss per share (before share consolidation) of RMB2.5 cents).
- The Board recommended the payment of a final dividend of RMB7 cents per share for the year ended 31 December 2024 (2023: Nil), subject to shareholders' approval at the forthcoming annual general meeting.

The board of directors (the “**Board**”) of Capinfo Company Limited\* (the “**Company**”) hereby announces the consolidated financial results and financial position of the Company and its subsidiaries (collectively, the “**Group**”) for the year ended 31 December 2024, together with the comparative figures for the same period in 2023. The financial results and financial position have been audited by Grant Thornton (Special General Partnership), a certified public accountants, and reviewed by the Board and the audit committee (the “**Audit Committee**”) of the Company.

\* *For identification purposes only*

# CONSOLIDATED BALANCE SHEET

31 December 2024

Prepared by: Capinfo Company Limited

Unit: RMB

Items	Notes	Balance as at the end of the period	Balance as at the end of the previous year
Current assets:			
Monetary fund		723,367,245.89	814,097,620.53
Held-for-trading financial assets			
Notes receivables	6	8,561,436.10	76,620.81
Accounts receivables	7	454,540,912.60	463,361,943.70
Financing receivables			
Prepayments		43,752,219.31	64,397,788.90
Other receivables		38,056,463.63	73,564,280.38
Of which: Interest receivables			
Dividend receivables			
Inventories		78,749,175.39	121,049,721.55
Incl: Data resources			
Contractual assets	8	41,787,484.40	24,452,746.54
Held-for-sale assets	9		30,257,681.13
Non-current assets due within one year		110,202,602.74	
Other current assets		<u>2,340,304.69</u>	<u>1,137,871.39</u>
<b>Total current assets</b>		<b><u>1,501,357,844.75</u></b>	<b><u>1,592,396,274.93</u></b>
Non-current assets:			
Debt investments			
Other debt investments			
Long-term receivables			
Long-term equity investments		237,112,917.85	237,082,620.23
Other equity instrument investments			
Other non-current financial assets		67,294,538.92	51,300,941.47
Investment properties		15,706,981.28	19,327,556.00
Fixed assets		144,067,948.38	125,554,131.98
Construction in progress			
Productive biological assets			
Oil and gas assets			
Right-of-use assets		41,861,962.90	27,069,182.55
Intangible assets		210,762,626.85	162,751,298.53
Of which: Data resources			
Development expenditures			63,112,867.93
Of which: Data resources			
Goodwill			
Long-term deferred expenses		5,428,704.10	7,759,096.20
Deferred income tax assets		95,779,727.02	103,816,826.47
Other non-current assets		42,920,118.15	106,652,602.74
<b>Total non-current assets</b>		<b><u>860,935,525.45</u></b>	<b><u>904,427,124.10</u></b>
<b>Total assets</b>		<b><u>2,362,293,370.20</u></b>	<b><u>2,496,823,399.03</u></b>

<b>Items</b>	<i>Notes</i>	<b>Balance as at the end of the period</b>	Balance as at the end of the previous year
Current liabilities:			
Short-term borrowings			
Held-for-trading financial liabilities			
Notes payables			1,669,827.20
Account payables	10	<b>575,719,949.40</b>	398,969,828.62
Advances received			
Contractual liabilities	11	<b>287,842,203.33</b>	315,570,239.61
Payroll payables		<b>75,734,113.50</b>	93,476,126.63
Tax payables		<b>44,063,989.32</b>	38,906,832.96
Other payables		<b>41,586,338.52</b>	349,845,189.48
Of which: Interest payables			
Dividend payables			
Liabilities held for sale			
Non-current liabilities due within one year		<b>81,141,029.47</b>	63,536,275.58
Other current liabilities		<b>7,678,865.08</b>	_____
<b>Total current liabilities</b>		<b><u>1,113,766,488.62</u></b>	<b><u>1,261,974,320.08</u></b>
Non-current liabilities:			
Long-term borrowings			
Bonds payables			
Of which: Preferred shares			
Perpetual bonds			
Lease liabilities		<b>22,356,227.93</b>	19,197,462.75
Long-term payables			
Long-term payroll payables			
Accrued liabilities			
Deferred income		<b>19,881,623.94</b>	254,273.51
Deferred income tax liabilities		<b>13,190,470.48</b>	12,584,587.33
Other non-current liabilities		_____	_____
<b>Total non-current liabilities</b>		<b><u>55,428,322.35</u></b>	<b><u>32,036,323.59</u></b>
<b>Total liabilities</b>		<b><u>1,169,194,810.97</u></b>	<b><u>1,294,010,643.67</u></b>

<b>Items</b>	<i>Notes</i>	<b>Balance as at the end of the period</b>	Balance as at the end of the previous year
Shareholders' equity:			
Share capital		<b>289,808,609.00</b>	289,808,609.10
Other equity instruments			
Of which: Preferred shares			
Perpetual bonds			
Capital reserves		<b>301,717,858.35</b>	304,991,645.96
Less: Treasury stock			
Other comprehensive income		<b>-8,443,166.86</b>	-8,443,166.86
Special reserves			
Surplus reserves		<b>129,525,384.77</b>	129,525,384.77
Unallocated profits	12	<b>415,287,475.76</b>	429,068,885.33
Total equity attributable to owners of the parent company		<b>1,127,896,161.02</b>	1,144,951,358.30
Minority interests		<b><u>65,202,398.21</u></b>	<u>57,861,397.06</u>
<b>Total shareholders' equity</b>		<b><u>1,193,098,559.23</u></b>	<u>1,202,812,755.36</u>
<b>Total liabilities and shareholders' equity</b>		<b><u>2,362,293,370.20</u></b>	<u>2,496,823,399.03</u>

## CONSOLIDATED INCOME STATEMENT

Year 2024

Prepared by: Capinfo Company Limited

Unit: RMB

Items	Notes	Amount for current period	Amount for last period
<b>I. Operating income</b>	13	<b>1,472,386,521.87</b>	1,425,581,774.41
Less: Operating costs	13	<b>1,094,414,937.69</b>	1,026,537,902.00
Business tax and surcharges		<b>3,425,471.44</b>	4,945,875.70
Selling expenses		<b>130,634,456.94</b>	111,011,501.44
Administrative expenses		<b>140,189,982.59</b>	165,336,128.83
R&D expenses		<b>85,181,209.02</b>	134,576,665.42
Financial expenses		<b>-9,518,896.93</b>	-10,022,094.04
Of which: Interest expenses		<b>2,583,341.38</b>	950,719.01
Interest income		<b>11,153,274.63</b>	10,397,426.77
Add: Other income		<b>1,359,750.54</b>	2,601,915.11
Investment gain (loss is marked by “-”)		<b>8,342,651.20</b>	-6,505,500.95
Of which: Gain from investment in associates and joint ventures		<b>3,304,085.33</b>	-12,383,797.64
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 “-”)		<b>687,744.00</b>	1,532,437.34
Impairment losses of credit (loss is marked by “-”)		<b>-19,343,941.55</b>	-4,347,767.97
Impairment losses of assets (loss is marked by “-”)		<b>-5,602,711.08</b>	-71,065,461.71
Gain from disposal of assets (loss is marked by “-”)		<b>-116,342.56</b>	-5,832,369.74
<b>II. Operating profit (loss is marked by “-”)</b>		<b>13,386,511.67</b>	-90,420,952.86
Add: Non-operating income		<b>1,258,741.00</b>	190,503.97
Less: Non-operating expenses		<b>9,529,068.33</b>	3,766.28
<b>III. Total profit (total loss is marked by “-”)</b>		<b>5,116,184.34</b>	-90,234,215.17
Less: Income tax expenses	14	<b>11,405,077.21</b>	-28,142,161.34
<b>IV. Net profit (net loss is marked by “-”)</b>		<b>-6,288,892.87</b>	-62,092,053.83
(I) Items classified by continued operations:			
Of which: Net profit from continued operations (net loss is marked by “-”)		<b>18,238,584.05</b>	-62,092,053.83
Net profit from discontinued operation (net loss is marked by “-”)		<b>-24,527,476.92</b>	
(II) Items classified by attribution of ownership			
Of which: Net profit attributable to shareholders of the parent company (net loss is marked by “-”)		<b>-13,781,409.57</b>	-72,906,433.12
Minority interests (net loss is marked by “-”)		<b>7,492,516.70</b>	10,814,379.29

Items	<i>Notes</i>	<b>Amount for current period</b>	Amount for last period
<b>V. Other comprehensive income after taxation, net</b>			
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			
(II) Other comprehensive income to be reclassified to profits and loss			
Other comprehensive income attributable to the minority shareholders after taxation, net			
<b>VI. Total comprehensive income</b>		<b>-6,288,892.87</b>	-62,092,053.83
Total comprehensive income attributable to the shareholders of parent company		<b>-13,781,409.57</b>	-72,906,433.12
Total comprehensive income attributable to the minority shareholders		<b>7,492,516.70</b>	10,814,379.29
<b>VII. Earnings per share:</b>			
(I) Basic earnings per share	<i>15</i>	<b>-0.048</b>	-0.025
(II) Diluted earnings per share	<i>15</i>	<b>_____</b>	<b>_____</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1. PROFILE OF THE COMPANY

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 unified social credit code is 911100006336972074. All H shares issued by the Company have been listed for trading on Hong Kong Stock Exchange. The registered address of the Company is 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 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 Hetian branch.

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.

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**”).

## 2. 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 (“MOF”). In addition, the Group discloses relevant financial information in accordance with the Hong Kong Company Ordinance and the Listing Rules of the Hong Kong Stock Exchange.

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.

## 3. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

### 1. Changes in Significant Accounting Policies

#### ① *Accounting Standards for Business Enterprises Interpretation No.17*

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**”) in November 2023.

#### *Division of current liabilities and non-current liabilities*

The Interpretation No. 17 stipulates that, for liabilities arising from corporate loan arrangements, the right of a company to defer the settlement of liabilities to more than one year after the balance sheet date may depend on its performance of covenants as stipulated in the loan arrangement (hereinafter referred to as the “**Covenants**”). The Covenants that the company shall comply with on or before the balance sheet date, even if the performance of Covenants is being evaluated after the balance sheet date (if there is a Covenant stipulating that after the balance sheet date this will be evaluated based on the financial results on the balance sheet date), which affects the judgment of whether such right exists on the balance sheet date, and in turn affects the classification of liabilities as current or non-current on the balance sheet date. The Covenants that the company shall comply with after the balance sheet date (if there is a Covenant stipulating that this will be evaluated based on the financial conditions of 6 months after the balance sheet date), which will not affect the judgment of whether such right exists on the balance sheet date, and is not related to the classification of liabilities as current or non-current on the balance sheet date.

In circumstances where the terms of the liabilities result in a company to settle its liabilities by delivering its own equity instruments at the option of the counterparty, if the company classifies the above option as an equity instrument in accordance with the provisions of the standards which is also recognized separately as an equity component of a compound financial instrument, such term will not affect the classification of liabilities as current or non-current.



The Company adopted the interpretation effective from 1 January 2024, and made adjustments to information for comparable periods.

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

#### *Disclosures on supplier financing arrangements*

The Interpretation No. 17 stipulates that, for disclosures on supplier financing arrangement, it shall disclose: (1) Terms and conditions of supplier financing arrangements (such as extended payment terms and availability of guarantees, etc.). (2) ① Items and carrying amounts of financial liabilities presented in the balance sheet that are under supplier financing arrangements; ② for the payment which has been received by the supplier from the financing provider in the financial liabilities, the corresponding items and carrying amount of the financial liabilities presented shall be disclosed; ③ and the range of payment due dates for financial liabilities, and for comparable accounts payable that are not under supplier financing arrangements. If payment due dates have a wider range, companies shall also disclose explanatory information or additional information about those ranges. (3) the carrying amount of financial liabilities does not involve the type and impact of current changes in cash receipts and payments (including business mergers, exchange rate changes, and other transactions or events that do not require the use of cash or cash equivalents).

A company shall consider whether it has obtained or has means to provide deferred payments to other company through supplier financing arrangements or to provide the supplier with credit facility for early payment when it discloses liquidity risk information in accordance with the requirements of the "Accounting Standards for Business Enterprises No. 37 – Presentation of Financial Instruments". When a company identifies liquidity risk concentration in accordance with the requirements of the relevant standards, it shall take into considerations that supplier financing arrangements may enable the company to concentrate part of its financial liabilities originally payable to suppliers on the financing provider.

The Company adopted the interpretation effective from 1 January 2024. For enterprises applying the interpretation for the first time, the Company are not required to disclose the relevant information for comparable periods and the opening information required by ② and ③ under item (2).

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

#### ② ***Accounting Standards for Business Enterprises Interpretation No.18***

The MOF issued the "Accounting Standards for Business Enterprises Interpretation No.18" (Cai Kuai [2024] No.24, hereinafter referred to as "Interpretation No. 18") on 31 December 2024.

### *Accounting treatment of quality guarantees other than single performance obligation*

Interpretation No. 18 stipulates that when accounting for provisions arising from assurance type warranties (which do not constitute distinct performance obligations), enterprises shall: debit accounts such as “cost of sales” and “other operating costs,” and credit the “provision for liabilities” account, based on the determined amount of the provision, in accordance with Accounting Standards for Business Enterprises No. 13 – Contingencies. These amounts shall be: presented under “operating costs” in the income statement, and presented under “other current liabilities,” “non-current liabilities due within one year,” or “provisions” in the balance sheet.

The Company adopted the provisions of Interpretation No. 18 effective from the date of issue and retrospective adjustments have been made.

The implementation of Interpretation No. 18 did not have a material impact on the Company’s financial position and operating results.

#### **(2) Changes in significant accounting estimates**

Nil.

#### **4. SEGMENT REPORTING**

Apart from the principal business, the Group does not operate any other business that has a significant impact on the results of operations. 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.

#### **5. TAX**

##### **1. Main taxes and tax rates**

<b>Taxes</b>	<b>Tax basis</b>	<b>Statutory tax rate %</b>
Value-added tax	Taxable value-added amount	5, 6, 9, 13
Urban maintenance and construction tax	Turnover tax actually paid	7
Educational Surtax	Turnover tax actually paid	2, 3
Corporate income tax	Taxable income	25

<b>Name of taxable entity</b>	<b>Income tax rate %</b>
The Company	15
Capinfo Hong Kong	
Capinfo Technology	15
Parking Management	25
Rito Info	25
Capinfo Medical United	15
Capinfo Cloud Technology	15
Digital Intelligence Technology	25

## **2. Tax preference and approvals**

### ***Corporate income tax***

Capinfo Hong Kong has no payable tax profit during the year.

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

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

Parking Management and Digital Intelligence Technology were entitled to the preferential income tax as national small and micro enterprises. 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 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), small low-profit enterprises shall be subject to a 20% corporate income tax rate on 25% of the taxable income amount, and this policy is extended till 31 December 2027.

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, small low-profit enterprises shall be subject to a 20% corporate income tax rate on 25% of the taxable income amount for the portion of annual taxable income not exceeding RMB1 million.

## 6. NOTES RECEIVABLE

Notes type	Balance as at the end of the period			Balance as at the end of the previous year		
	Book balance	Provision for bad debts	Book value	Book balance	Provision for bad debts	Book value
Bank acceptance bill	8,487,466.88	42,437.33	8,445,029.55	77,630.00	1,009.19	76,620.81
Commercial acceptance bill	<u>126,340.00</u>	<u>9,933.45</u>	<u>116,406.55</u>			
<b>Total</b>	<b><u>8,613,806.88</u></b>	<b><u>52,370.78</u></b>	<b><u>8,561,436.10</u></b>	<b><u>77,630.00</u></b>	<b><u>1,009.19</u></b>	<b><u>76,620.81</u></b>

- (1) At the end of the period, the Group did not have any pledged notes receivable.
- (2) At the end of the period, the Group have endorsed or discounted notes receivable that were not due.

Category	Derecognized amount at the end of the period	Non-derecognized amount at the end of the period
Bank acceptance bill		7,076,319.00

- (3) At the end of the period, the Group did not have any note receivable which were transferred to accounts receivable due to the default of the drawer.

- (4) Classified by provision for bad debt method.

Category	Balance as at the end of the period				Book value
	Book balance	Provision for bad debts		Book value	
	Amount	Proportion (%)	Expected credit loss rate (%)		
Provision for bad debts on individual basis					
Provision for bad debts on collective basis	8,613,806.88	100.00	52,370.78	0.61	8,561,436.10
Of which:					
Bank acceptance bill	8,487,466.88	98.53	42,437.33	0.50	8,445,029.55
Commercial acceptance bill	<u>126,340.00</u>	<u>1.47</u>	<u>9,933.45</u>	<u>7.86</u>	<u>116,406.55</u>
<b>Total</b>	<b><u>8,613,806.88</u></b>	<b><u>100.00</u></b>	<b><u>52,370.78</u></b>	<b><u>0.61</u></b>	<b><u>8,561,436.10</u></b>

Category	Balance as at the end of the previous year				Book value
	Book balance	Provision for bad debts		Book value	
	Amount	Proportion (%)	Expected credit loss rate (%)		
Provision for bad debts on individual basis					
Provision for bad debts on collective basis	77,630.00	100.00	1,009.19	1.30	76,620.81
Of which:					
Bank acceptance bill	<u>77,630.00</u>	<u>100.00</u>	<u>1,009.19</u>	<u>1.30</u>	<u>76,620.81</u>
<b>Total</b>	<b><u>77,630.00</u></b>	<b><u>100.00</u></b>	<b><u>1,009.19</u></b>	<b><u>1.30</u></b>	<b><u>76,620.81</u></b>

Provision for bad debts on collective basis:

Item with provision on collective basis: Bank acceptance bills

Name	Balance as at the end of the period			Balance as at the end of the previous year		
	Notes receivable	Provision for bad debts	Expected credit loss rate (%)	Notes receivable	Provision for bad debts	Expected credit loss rate (%)
Within 1 year	7,987,466.88	39,937.33	0.50	77,630.00	1,009.19	1.30
1- 2 years	<u>500,000.00</u>	<u>2,500.00</u>	<u>0.50</u>	_____	_____	_____
<b>Total</b>	<b><u>8,487,466.88</u></b>	<b><u>42,437.33</u></b>	<b><u>0.50</u></b>	<b><u>77,630.00</u></b>	<b><u>1,009.19</u></b>	<b><u>1.30</u></b>

Item with provision on collective basis: Commercial acceptance bills

Name	Balance as at the end of the period			Balance as at the end of the previous year		
	Notes receivable	Provision for bad debts	Expected credit loss rate (%)	Notes receivable	Provision for bad debts	Expected credit loss rate (%)
Within 1 year	105,460.00	5,483.92	5.20	_____	_____	_____
1- 2 years	<u>20,880.00</u>	<u>4,449.53</u>	<u>21.31</u>	_____	_____	_____
<b>Total</b>	<b><u>126,340.00</u></b>	<b><u>9,933.45</u></b>	<b><u>7.86</u></b>	<b><u>_____</u></b>	<b><u>_____</u></b>	<b><u>_____</u></b>

**(5) Provision for bad debts made, recovered or reversed in the current period**

Items	Provision for bad debts amount
Balance as at the beginning of the period	1,009.19
Current provision	51,361.59
Recovery or reversal during the current period	_____
Current written-off	_____
<b>Balance as at the end of the period</b>	<b><u>52,370.78</u></b>

## 7. ACCOUNTS RECEIVABLE

### (1) Disclosure by aging

Age	Balance as at the end of the period	Balance as at the end of the previous year
Within 1 year	<b>432,838,536.40</b>	411,548,799.40
1-2 years	<b>59,257,120.50</b>	50,318,658.19
2-3 years	<b>27,876,582.88</b>	67,010,090.15
Above 3 years	<b>141,165,163.80</b>	127,428,177.87
Subtotal	<b>661,137,403.58</b>	656,305,725.61
Less: Provision for bad debts	<b>206,596,490.98</b>	192,943,781.91
Total	<b>454,540,912.60</b>	463,361,943.70

### (2) Classified disclosure by provision for bad debt method

Category	Balance as at the end of the period				Book value
	Book balance		Provision for bad debts		
	Amount	Proportion (%)	Amount	Expected credit loss rate (%)	
Accounts receivable with provision for bad debts on individual basis	11,241,650.20	1.70	11,241,650.20	100.00	
Accounts receivable with provision for bad debts on collective basis	649,895,753.38	98.30	195,354,840.78	30.06	454,540,912.60
Of which:					
E-government portfolio	508,010,326.59	76.84	122,231,616.12	24.06	385,778,710.47
E-commerce portfolio	141,885,426.79	21.46	73,123,224.66	51.54	68,762,202.13
Total	<b>661,137,403.58</b>	<b>100.00</b>	<b>206,596,490.98</b>	<b>31.25</b>	<b>454,540,912.60</b>

Category	Balance as at the end of the previous year				Book value
	Book balance		Provision for bad debts		
	Amount	Proportion (%)	Amount	Expected credit loss rate (%)	
Provision for bad debts is made on an individual basis:	4,166,902.28	0.63	4,093,090.09	98.23	73,812.19
Provision for bad debts is made on a portfolio basis:	652,138,823.33	99.37	188,850,691.82	28.96	463,288,131.51
Of which:					
E-government portfolio	513,804,665.04	78.29	123,743,338.93	24.08	390,061,326.11
E-commerce portfolio	138,334,158.29	21.08	65,107,352.89	47.07	73,226,805.40
Total	<b>656,305,725.61</b>	<b>100.00</b>	<b>192,943,781.91</b>	<b>29.40</b>	<b>463,361,943.70</b>

Provision for bad debts is made on an individual basis:

Name	Book balance	Balance as at the end of the period		Provision reason
		Provision for bad debts	Expected credit loss rate (%)	
Shanghai Nuanwa Technology Co., Ltd*	1,460,153.35	1,460,153.35	100.00	Not expected to be recovered
China Tobacco Hubei Industrial Co., Ltd	989,100.00	989,100.00	100.00	Not expected to be recovered
China Tobacco Zhejiang Industrial Co., Ltd.*	597,333.34	597,333.34	100.00	Not expected to be recovered
Xinhe Zhengtong (Beijing) Technology Co., Ltd*	554,350.00	554,350.00	100.00	Not expected to be recovered
China National Tobacco Corporation Sichuan Branch	519,000.00	519,000.00	100.00	Not expected to be recovered
China Tongguang Electronics Company	450,000.00	450,000.00	100.00	Not expected to be recovered
China Tobacco Sichuan Industrial Co., Ltd.*	423,760.01	423,760.01	100.00	Not expected to be recovered
China National Tobacco Corporation Guangdong Branch	394,720.00	394,720.00	100.00	Not expected to be recovered
China National Tobacco Corporation Shaanxi Branch	393,958.33	393,958.33	100.00	Not expected to be recovered
Hongta Liaoning Tobacco Co., Ltd	381,666.67	381,666.67	100.00	Not expected to be recovered
Others	5,077,608.50	5,077,608.50	100.00	Not expected to be recovered
<b>Total</b>	<b>11,241,650.20</b>	<b>11,241,650.20</b>	<b>100.00</b>	<b>-</b>
		Balance as at the end of the previous year		
Name	Book balance	Provision for bad debts	Expected credit loss rate (%)	Provision reason
China Tobacco Hubei Industrial Co. Ltd.	989,100.00	989,100.00	100.00	Not expected to be recovered
China Tongguang Electronics Co., Ltd.	550,000.00	550,000.00	100.00	Not expected to be recovered
China National Tobacco Corporation Sichuan Branch	519,000.00	519,000.00	100.00	Not expected to be recovered
China National Tobacco Corporation Guangdong Branch	394,720.00	394,720.00	100.00	Not expected to be recovered
New Hope Finance Co., Ltd.	300,128.00	300,128.00	100.00	Not expected to be recovered
Hainan Hongta Cigarette Co., Ltd.	164,972.20	133,218.75	80.75	Expected partial non-recovery
Haier Group Finance Co., Ltd.	133,600.00	133,600.00	100.00	Not expected to be recovered
China National Tobacco Corporation Hainan Branch	106,000.00	106,000.00	100.00	Not expected to be recovered
China Tobacco Hunan Industrial Co., Ltd.	105,116.64	99,166.70	94.34	Expected partial non-recovery
Beidaihe Rest Home	97,685.78	97,685.78	100.00	Not expected to be recovered
Others	806,579.66	770,470.86	95.52	Expected partial non-recovery
<b>Total</b>	<b>4,166,902.28</b>	<b>4,093,090.09</b>	<b>98.23</b>	<b>-</b>



Provision for bad debts is made on a portfolio basis:

Account provision on collective basis: E-government portfolio

Items	Balance as at the end of the period			Balance as at the end of the previous year		
	Book balance	Provision for bad debts	Expected credit loss rate (%)	Book balance	Provision for bad debts	Expected credit loss rate (%)
Within 1 year	361,980,260.60	18,822,973.56	5.20	339,161,092.34	7,132,348.15	2.10
1-2 years	40,946,489.35	8,725,696.88	21.31	36,126,606.56	8,720,962.82	24.14
2-3 years	17,506,532.51	7,105,901.55	40.59	57,065,284.47	26,438,346.29	46.33
Above 3 years	87,577,044.13	87,577,044.13	100.00	81,451,681.67	81,451,681.67	100.00
Total	<u>508,010,326.59</u>	<u>122,231,616.12</u>	<u>24.06</u>	<u>513,804,665.04</u>	<u>123,743,338.93</u>	<u>24.08</u>

Account provision on collective basis: E-commerce portfolio

Items	Balance as at the end of the period			Balance as at the end of the previous year		
	Book balance	Provision for bad debts	Expected credit loss rate (%)	Book balance	Provision for bad debts	Expected credit loss rate (%)
Within 1 year	70,858,275.79	11,556,984.79	16.31	70,940,282.53	4,734,743.55	6.67
1-2 years	10,541,565.27	3,858,212.89	36.60	12,120,259.66	5,098,993.24	42.07
2-3 years	7,681,301.84	4,903,743.09	63.84	9,944,805.68	9,944,805.68	100.00
Above 3 years	52,804,283.89	52,804,283.89	100.00	45,328,810.42	45,328,810.42	100.00
Total	<u>141,885,426.79</u>	<u>73,123,224.66</u>	<u>51.54</u>	<u>138,334,158.29</u>	<u>65,107,352.89</u>	<u>47.07</u>

**(3) Provision for bad debts made, recovered or reversed in the current period**

Items	Provision for bad debts
Balance as at the beginning of the period	192,943,781.91
Current provision	13,652,709.07
Recovery or reversal during the current period	
Current written-off	
<b>Balance as at the end of the period</b>	<b><u>206,596,490.98</u></b>

**(4) Top five customers with closing balance of accounts receivable and contractual assets collected by arrear party**

The aggregate amount of the top five accounts receivable and contractual assets by party in arrears at the end of the reporting period was RMB275,905,727.96, accounting for 39.10% of the total closing balance of accounts receivable and contractual assets, and the corresponding total closing balance of provision for bad debts was RMB35,230,235.20.

## 8. CONTRACT ASSETS

Items	Balance as at the end of the period	Balance as at the end of the previous year
Contract assets	<b>44,515,029.98</b>	24,984,727.58
Less: impairment provision of contract assets	<u>2,727,545.58</u>	<u>531,981.04</u>
<b>Subtotal</b>	<b>41,787,484.40</b>	24,452,746.54
Less: contract assets included in other non-current assets	_____	_____
Total	<u><b>41,787,484.40</b></u>	<u>24,452,746.54</u>

### (1) Provision for impairment of contract assets

Type	Balance as at the end of the period				Book value
	Book balance	Proportion (%)	Provision for bad debts	Expected credit loss rate (%)	
Contract assets with provision for bad debts on individual basis					
Contract assets with provision for bad debts on collective basis	44,515,029.98	100.00	2,727,545.58	6.13	41,787,484.40
Of which:					
E-government portfolio	43,231,462.42	97.12	2,518,195.71	5.82	40,713,266.71
E-commerce portfolio	<u>1,283,567.56</u>	<u>2.88</u>	<u>209,349.87</u>	<u>16.31</u>	<u>1,074,217.69</u>
Total	<u>44,515,029.98</u>	<u>100.00</u>	<u>2,727,545.58</u>	<u>6.13</u>	<u>41,787,484.40</u>

Type	Balance as at the end of the previous year				Book value
	Book balance	Proportion (%)	Provision for bad debts	Expected credit loss rate (%)	
Contract assets with provision for bad debts on individual basis					
Contract assets with provision for bad debts on collective basis:	24,984,727.58	100.00	531,981.04	2.13	24,452,746.54
Of which:					
E-government portfolio	24,769,138.54	99.14	519,757.14	2.10	24,249,381.40
E-commerce portfolio	<u>215,589.04</u>	<u>0.86</u>	<u>12,223.90</u>	<u>5.67</u>	<u>203,365.14</u>
Total	<u>24,984,727.58</u>	<u>100.00</u>	<u>531,981.04</u>	<u>2.13</u>	<u>24,452,746.54</u>

Provision for bad debts made on a collective basis:

Account provision on collective basis: E-government portfolio

Items	Balance as at the end of the period			Balance as at the end of the previous year		
	Contract assets	Impairment provision	Expected credit loss rate (%)	Contract assets	Impairment provision	Expected credit loss rate (%)
Within 1 year	41,554,493.60	2,160,833.65	5.20	24,608,638.54	445,397.49	1.81
1-2 years	1,676,968.82	357,362.06	21.31			
2-3 years				160,500.00	74,359.65	46.33
Total	<u>43,231,462.42</u>	<u>2,518,195.71</u>	<u>5.82</u>	<u>24,769,138.54</u>	<u>519,757.14</u>	<u>2.10</u>

Account provision on collective basis: E-commerce portfolio

Items	Balance as at the end of the period			Balance as at the end of the previous year		
	Contract assets	Impairment provision	Expected credit loss rate (%)	Contract assets	Impairment provision	Expected credit loss rate (%)
Within 1 year	<u>1,283,567.56</u>	<u>209,349.87</u>	<u>16.31</u>	<u>215,589.04</u>	<u>12,223.90</u>	<u>5.67</u>

(2) Provision for bad debts made, recovered or reversed in the current period

Items	Current provision	Current reversal	Resales/ write-off for the period	Reason
Provision for impairment of contractual assets	<u>2,195,564.54</u>			

## 9. HELD-FOR-SALE ASSETS

Items	Balance as at the end of the period			Balance as at the end of the previous year		
	Book balance	Impairment provision	Book value	Book balance	Impairment provision	Book value
Assets in the disposal group held for sale						
Of which: asset group of government network service project				89,060,867.96	58,803,186.83	30,257,681.13

Provision for impairment of assets held for sale

Items	Balance as at the beginning of the period	Increase for the period	Decrease for the period	Balance as at the end of the period
			Reversal for the period	Disposal for the period
Assets in the disposal group held for sale				
Of which: asset group of government network service project	58,803,186.83			58,803,186.83

## 10. ACCOUNTS PAYABLE

### (1) Disclosure of accounts payable by type

Items	Balance as at the end of the period	Balance as at the end of the previous year
Loan	575,719,949.40	398,969,828.62

### (2) Disclosure of accounts payable by aging

Items	Balance as at the end of the period	Balance as at the end of the previous year
Within 1 year	380,514,634.20	234,755,064.91
1-2 years	73,266,159.82	45,659,868.36
2-3 years	30,646,273.86	38,107,259.19
Above 3 years	91,292,881.52	80,447,636.16
<b>Total</b>	<b>575,719,949.40</b>	<b>398,969,828.62</b>

Note: The aging of accounts payable is presented based on the date of receipt of goods and services.

Of which, major accounts payable aged over 1 year

Items	Balance as at the end of the period	Reasons for not settled or not transferred
Beijing Menglixing Technology Co., Ltd. (北京盟力星科技有限公司)	8,100,000.00	The settlement time stipulated in the contract has not arrived
Zhong Jin Guo Yin (Beijing) Information Service Co., Ltd. (中金國銀(北京)信息服務有限公司)	7,937,691.05	The project has not been settled
Beijing Huacheng Zhiyun Software Co., Ltd. (北京華成智雲軟件股份有限公司)	5,861,350.00	The project has not been settled
Beijing Certificate Authority Co., Ltd.* ("BJCA") (北京數字認證股份有限公司 (「數字認證」))	5,537,700.00	The settlement time stipulated in the contract has not arrived
<b>Total</b>	<b><u>27,436,741.05</u></b>	<b><u>—</u></b>

## 11. CONTRACT LIABILITIES

Item	Balance as at the end of the period	Balance as at the end of the previous year
Item receipt	<u>287,842,203.33</u>	<u>315,570,239.61</u>

Note: The contract liability at the beginning of 2024 was RMB315,570,239.61, of which RMB276,837,087.81 was recognized as revenue in 2024.

## 12. UNDISTRIBUTED PROFIT

Item	Amount incurred in the current period	Amount incurred in the previous period
Undistributed profit incurred in the previous period before adjustment	429,068,885.33	552,691,825.04
Total amount of adjustment for undistributed profits at the beginning of the period ("+" for increase and "-" for decrease)		
Undistributed profits at the beginning of the period after adjustment	429,068,885.33	552,691,825.04
Plus: net profit attributable to shareholders of the parent company	-13,781,409.57	-72,906,433.12
Less: Withdrawal of legal surplus reserve		
Ordinary share dividends payable		50,716,506.59
Undistributed profits at the end of the period	<u>415,287,475.76</u>	<u>429,068,885.33</u>

According to the requirements of the Company's Articles of Association, the 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.

### 13. OPERATING INCOME AND OPERATING COST

Item	Amount incurred in the current period		Amount incurred in the previous period	
	Revenue	Cost	Revenue	Cost
Principal business	1,459,567,687.95	1,089,773,206.67	1,409,887,000.33	1,021,948,994.26
Other business	<u>12,818,833.92</u>	<u>4,641,731.02</u>	<u>15,694,774.08</u>	<u>4,588,907.74</u>
<b>Total</b>	<b><u>1,472,386,521.87</u></b>	<b><u>1,094,414,937.69</u></b>	<b><u>1,425,581,774.41</u></b>	<b><u>1,026,537,902.00</u></b>

#### (1) Principal business (sub-business)

Business name	Amount incurred in the current period		Amount incurred in the previous period	
	Operating income	Operating cost	Operating income	Operating cost
Product, software development and service	434,422,175.82	312,146,503.27	435,520,136.81	303,513,983.34
Industry solutions	337,174,883.47	280,522,016.62	390,812,265.95	321,607,189.26
Operation and maintenance services	<u>687,970,628.66</u>	<u>497,104,686.78</u>	<u>583,554,597.57</u>	<u>396,827,821.66</u>
<b>Total</b>	<b><u>1,459,567,687.95</u></b>	<b><u>1,089,773,206.67</u></b>	<b><u>1,409,887,000.33</u></b>	<b><u>1,021,948,994.26</u></b>

#### (2) Other business (sub-business)

Business name	Amount incurred in the current period		Amount incurred in the previous period	
	Operating income	Operating cost	Operating income	Operating cost
Rental income from investment property	<u>12,818,833.92</u>	<u>4,641,731.02</u>	<u>15,694,774.08</u>	<u>4,588,907.74</u>

#### (3) Operating revenue by timing of transfer of goods

Items	Amount incurred in the current period
Principal business revenue	1,459,567,687.95
Of which: At a certain point of time	419,975,471.59
Over a period of time	1,039,592,216.36
Other operating revenue	12,818,833.92
Of which: Leasing revenue	<u>12,818,833.92</u>
<b>Total</b>	<b><u>1,472,386,521.87</u></b>

## 14. INCOME TAX EXPENSE

### (1) Breakdown of income tax expense

Item	Amount incurred in the current period	Amount incurred in the previous period
Current income tax calculated according to tax law and relevant provisions	2,762,094.61	3,339,939.18
Deferred income tax expenses	<u>8,642,982.60</u>	<u>-31,482,100.52</u>
<b>Total</b>	<b><u>11,405,077.21</u></b>	<b><u>-28,142,161.34</u></b>

### (2) Relationship between income tax expenses and total profits is presented as follows:

Item	Amount incurred in the current period	Amount incurred in the previous period
Total profit	5,116,184.34	-90,234,215.17
Income tax expense calculated at statutory (or applicable) tax rate	767,427.65	-13,535,132.28
Impact of different tax rates applied to certain subsidiaries	4,608,777.60	-157,924.20
Adjustments to current income taxes of prior periods	-497,597.84	-514,814.21
Profit or loss in joint ventures and associates accounted by equity method	-495,612.80	1,857,569.65
Revenue not subject to taxation		
Non-deductible costs, expenses and losses	212,174.88	213,809.17
Impact of changes in tax rate on opening balance of deferred income tax		-11,892,526.60
Tax effect of utilizing unrecognized deductible losses and deductible temporary differences from prior years (indicated with "-")		
Tax effect of unrecognized deductible losses and deductible temporary differences	11,078,089.74	8,077,987.79
Impact of R&D expenses plus as deductible tax (indicated with "-")	-9,910,756.81	-10,768,931.98
Others	5,642,574.79	-1,422,198.68
Income tax expense	<b><u>11,405,077.21</u></b>	<b><u>-28,142,161.34</u></b>

## 15. EARNINGS PER SHARE

### (1) Basic earnings per share

Item	Amount incurred in the current period	Amount incurred in the previous period
Consolidated net profit attributable to the Company's ordinary shareholders	-13,781,409.57	-72,906,433.12
Weighted average number of ordinary shares outstanding of the Company*	<u>289,808,609.00</u>	<u>2,898,086,091</u>
Basic earnings per share	<u><u>-0.048</u></u>	<u><u>-0.025</u></u>

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 reporting period, the Company implemented the share consolidation on the basis that every ten existing shares with a par value of RMB0.10 each was consolidated into one consolidated share with a par value of RMB1.00 each.

### (2) Diluted earnings per share

The diluted earnings per share are the same as the basic earnings per share, because the Company did not have any potential dilutive shares during the reporting period.

Note: From 31 December 2024 to the date of approval of the financial report, there was no change in the number of ordinary shares outstanding of the Company.

## 16. DIVIDENDS

The Company approved not to pay a final dividend for the year ended 31 December 2023 at the annual general meeting convened on 18 June 2024 (final dividend for 2022 approved during 2023: RM1.75 cents (before tax) amounted to RMB50,716,506.59).

According to the resolution of the eighth meeting of the ninth session of the Board as at 31 March 2025, the Board has recommended the payment of cash dividend of RMB7 cents per share to all shareholders by the Company, calculating based on 289,808,609.00 issued shares, with the total proposed cash dividend of RMB20,286,602.63 (of which, 77,449,800 shares are foreign listed H shares, and the total cash dividend paid is RMB5,421,486.00). The above proposal is subject to approval at the general meeting.



## 17. OTHER SIGNIFICANT EVENTS

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 31 December 2024, the case is still in the process of hearing. The frozen funds were automatically unfrozen on 4 January 2025 due to the fact that the Former Shareholders did not apply for extension of preservation.

**Capinfo Company Limited**  
31 March 2025

## MANAGEMENT DISCUSSION AND ANALYSIS

### BUSINESS REVIEW

In 2024, the digital economy continued to deepen, and the deep integration of digital technology and the real economy has entered a new stage. The data infrastructure system has been further improved, and data development, open access and circulation have become more standardised and efficient. Artificial intelligence and other technologies have accelerated in popularisation, technological innovation has become the core driver of industry growth, and policy support provides a solid guarantee for the development of the digital economy. However, the rapid iteration of technology, data security and privacy protection have set higher standards for industry enterprises, and the industry continues to evolve amidst opportunities and challenges. In 2024, the Group's business contracted growth was favourable, and market expansion has achieved significant results. During the reporting period, the Group recorded an operating revenue of RMB1,472.39 million, representing an increase of 3.28% as compared with the corresponding period of last year. Total profit was RMB5.12 million, an increase of RMB95.35 million compared with a loss of RMB90.23 million in the corresponding period of last year. Loss attributable to owners of the Company amounted to RMB13.78 million, representing a decrease of loss of RMB59.13 million as compared with the corresponding period of last year.

#### *Consolidate digital infrastructure and build a solid development foundation*

Promoted the construction of municipal government cloud information and innovation resource pools, and enhanced the security technology capability and security management capability of government cloud platforms. Expanded and optimized the medical insurance cloud platform to support the 'three medical systems' and large model business. Completed the upgrade and structural optimisation of the cloud platform for state-owned enterprises. Continuously improved the integrated "Cloud+Security+Application" information and innovation solutions, which have been contracted with 27 municipal first-tier enterprises and 42 municipal second-tier enterprises.

Promoted the scale deployment and application of IPv6, and enhanced the level of network openness and cloud-network linking capability. Completed the implementation of the zero-trust project for the network security access platform of municipal governments, and improved the refined management and control capabilities of network security. Completed the construction of the digital network integrated operation and maintenance management platform project to improve the intelligent management capabilities of government network. Completed the construction of a high-precision time system to improve network reliability and resilience against disaster.

### ***Stabilised the system foundation, escorting people's livelihood and government affairs***

Continuously improve the management, technology and emergency response levels for the stable operation of people's livelihood and administrative system. The national first medical insurance emergency settlement system was completed to ensure the stable operation of the medical insurance information platform. Medical insurance mobile payment has completed the access of more than 200 medical institutions, realising online payment for registration, outpatient scenarios, and 497 pharmacies have achieved medical insurance mobile payment on the drug purchasing platform of Jingdong and Meituan, with the average daily transaction volume exceeding 40,000. Make every effort to ensure the stable operation of the city's 12345 hotline service system. Continued to develop the protection capability of the government affairs system, providing solid protection for the provident fund and the window of the capital.

### ***Comprehensively implemented the strategy of "industrialisation, productisation and regionalization"***

Efforts were made to develop five industry business lines: provident fund, personnel management and affairs, immediate action upon complaint, medical hygiene, and digital transformation of state-owned enterprises. The provident fund business actively promoted the system construction of five cities in other provinces, including Cangzhou. It served a total of 1.3 million units and 29 million people nationwide. The personnel management business newly expanded to 5 cities, including Shanghai, serving more than 60 central units, provinces and municipalities.

Created the "Hongteng" office platform, "Hongshun" housing provident fund new-generation core platform, cadre management digital intelligence platform, a series of products for the supervision of state-owned assets, integrated digital intelligence platform for immediate action upon complaints, and "Diagnosis and Payment". The "Hongteng" office platform is deeply rooted in Beijing's government office sector, and has made market breakthroughs in the market in Dalian and Tianjin. Products such as the cadre management digital intelligence platform and the integrated digital intelligence platform for immediate action upon complaint have been commercially launched. The 'Diagnosis and Payment' product won the 2024 software research and development digital finance excellent case, with Chaoyang District as the business benchmark, to build a unified payment platform for all districts in Beijing.

Accelerating the construction of regional branches in Shanghai, Guangdong, Guangxi, Chongqing, Hunan and Hubei, the Company has initially realised a nationwide layout.

### ***Promoting the development of data-based innovative business***

The “C-StonePark” digital base was fully applied in the project of the whole life cycle management platform project of medicines, breaking the data barriers between systems, resulting in better business integration, smarter supervision, higher service efficiency, and more synergistic cooperation among the “three medical systems”. In the application of “Hongguozi” digital platform in the cultural and sports sector of the State-owned assets company, real-time access to the user data system of the three major Olympic venues, namely the Bird’s Nest, the Water Cube and the Ice Ribbon, was achieved, resulting in the accumulation of nearly 4 million users’ data and portrait analysis.

### ***Continuously enhance technological innovation capability***

We are committed to developing the Capinfo “Hongdi” Large Model, completed the research and development of the basic model selection, nationalized GPU adaptation, and visualization platform for model training, and the application case has been selected as the “Typical Application Scenario Case of Big Model” in the Artificial Intelligence Forum of the Global Digital Economy Conference 2024.

We are committed to developing an integrated product development process (IPD) system, which covers the entire lifecycle management from market insight, customer demand analysis, product planning and design, to development execution, testing and optimisation, and product release.

We continuously upgraded CCAF, an independent software cloud native framework development platform, and applied it in a number of projects, such as housing provident fund products, Capinfo’s knowledge base system, and digital archive system.

## **Group management and control**

During the reporting period, the Group continued to deepen its reform and comprehensively promoted refined management. We focused on optimising the human resources structure, introduced high-level talents in the industry and strived to build a professional, innovative and energetic team of high-quality talents. Further enhanced the performance appraisal, fully implemented the tenure system and contractual management for management personnel, and implemented rigid appraisal for all employees. We focused on improving our core technical capabilities by integrating and setting up four first-class software technology departments. We committed to providing customers with innovative data services, and completed the construction of data business teams such as Beijing Digital Intelligence Technology Co., Ltd and Data Business Department to build data service capabilities. Promoting cost reduction and efficiency, adopting centralised procurements and other measures to enhance procurement efficiency; realising efficient utilisation of calculation and storage of resources through refined resource operation and management. Intensified the efforts in the construction of the compliance system, strengthened the protection and management of intellectual property rights, and enhanced the awareness of rule of law and compliance among all staff. Steadily promoted capital operation, completed share consolidation, and issued an announcement on the proposed application for potential quotation of the Company's shares on the National Equities Exchange and Quotations System. Strengthened brand building, selected as one of the 'Top 100-Comprehensive Strength in Beijing's Software and Information Services Industry' for three consecutive years, and awarded 5A high-tech enterprise. We also organised the '2024 Annual Meeting of Capinfo Smart City Digital Economy Expert Advisory Committee and Eco-Partners' Conference' to build an industry ecological alliance and establish our 'Digital Business' image and national business brand.

## **Looking Forward**

2025 is the conclusion year of the Group's '14th Five-Year Plan' strategic plan, as well as the critical year for the implementation of deepening reforms. The Group will firmly grasp the opportunities provided by the national industrial policies encouraging innovation upgrade, digital transformation, information security and development of data elements, comprehensively enhance its technological capabilities in artificial intelligence, big data and cloud-native distributed framework, and continuously optimise its operational efficiency and service quality. Adhere to the leading role of innovation and continuously improve the core technology system. We will build a sound security defence for government networks, cloud platforms and other infrastructures, and further improve the level of system operation and maintenance protection. We will implement the strategy of 'industrialisation, productisation and regionalisation', build the 'CAPs' product system, strengthen the construction of marketing system, brand driving and ecological construction. Intensify the development of innovative business and strategically lay out data business. We will continue to create new development momentum and new growth engines, promoting leapfrog improvement in business scale and operational efficiency, and injecting strong momentum for sustainable development.

## Human Resources

As of 31 December 2024, the Group had 1,765 employees (2023: 1,624), including 1,284 technology and research and development employees (2023: 1,224), 396 function management personnel at all levels (2023: 335), 85 sales staff (2023: 65). Expense of the Group's employees was approximately RMB491.03 million (2023: RMB507.46 million).

## FINANCIAL REVIEW

In 2024, the Group recorded an operating revenue of RMB1,472.39 million, representing an increase of 3.28% as compared with the same period of last year. The Group recorded a gross profit of RMB377.97 million, representing a decrease of 5.28% as compared with the same period of last year, and loss attributable to shareholders amounted to RMB13.78 million.

Other income of the Group amounted to RMB12.82 million, representing a decrease of 18.32% over the same period of last year, mainly attributable to property rental income.

The Group's gain on fair value changes for the year was RMB0.69 million, which was the gain on fair value changes recognized for the investment in FOF. During the current year, the investment revenue amounted to RMB8.34 million, representing an increase of RMB14.85 million as compared with last year, which was mainly attributable to the recognition of the investment gains in Beijing Certificate Authority Co., Ltd. During the year, interest income of RMB4.49 million was recognized on a large sum of bank deposit, and gain of RMB0.55 million was recognized for the investment in FOF. The impairment loss of assets amounted to RMB5.60 million. Credit impairment loss amounted to RMB19.34 million during the year.

In respect of the Group's business model, business operations included (1) products, software development and services; (2) industry solutions; and (3) operation and maintenance service, of which revenue from products, software development and services amounted to RMB432.42 million, representing a decrease of 0.25% as compared with last year and accounting for 29.50% (2023: 30.55%) of the total operating revenue of the Group; revenue from industry solutions amounted to RMB337.17 million, representing a decrease of 13.72% as compared with last year and accounting for 22.90% (2023: 27.41%) of the total operating revenue of the Group; revenue from operation and maintenance service amounted to RMB687.97 million, representing an increase of 17.89% as compared with last year and accounting for 46.72% (2023: 40.93%) of the total operating revenue of the Group.

## **CAPITAL EXPENDITURE, LIQUIDITY AND FINANCIAL RESOURCES**

As of 31 December 2024, the Group had total assets amounting to RMB2,362.29 million, representing a decrease of 5.39% as compared with last year. Equity attributable to shareholders of the parent company amounted to RMB1,127.90 million, representing a decrease of 1.49% as compared with last year. The Group's current ratio, defined as total current assets over total current liabilities, was 1.35, representing an increase of 0.09 as compared with last year. The gearing ratio (gearing ratio = interest-bearing debt/(interest-bearing debt + total equity)) was 7.98%. For the year ended 31 December 2024, the Group had no pledged assets

Bank deposits, bank balance and cash of the Group amounted to RMB723.37 million, representing a decrease of 11.14% as compared with the corresponding period of last year. In addition, bank certificates of deposit in large amounts of RMB110.20 million was reported under other non-current assets due within a year, bank certificates of deposit in large amounts of RMB40.94 million presented in the item of other non-current assets.

## **EQUITY INVESTMENTS**

In 2024, the Group's share of results of associates was RMB3.30 million, representing a significant increase as compared with the corresponding period of last year, mainly due to the recognition of investment income in an associate, namely BJCA, using the equity method

## **INCOME TAX**

In 2024, the Company was recognized as a high-tech enterprise in the national planning and layout and entitled to the preferential tax treatment. The enterprise income tax of the Company was imposed at a reduced rate of 15%. During the year, the income tax expenses amounted to RMB11.41 million.

## **ANNUAL GENERAL MEETING**

The annual general meeting of the Company will be held on Friday, 20 June 2025 at 10:00 a.m. at the conference room, 5th Floor, Longfu Building, 95 Longfusi Street, Dongcheng District, Beijing, China (the "AGM"). A notice of the convening of the AGM will be published and sent to the shareholders of the Company in due course in accordance with the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "**Listing Rules**").

## **DIVIDENDS**

The Board recommended the payment of a final cash dividend of RMB7 cents per share for the year ended 31 December 2024 (2023: Nil), totaling approximately RMB20.29 million, to shareholders listed on the register of members as at 4:30 p.m. on Thursday, 26 June 2025. The distribution of dividends is subject to approval by shareholders at the annual general meeting. The dividend will be paid on Thursday, 25 September 2025.

Pursuant to the Law on Corporate Income Tax of the People's Republic of China and its relevant implementation rules which came into effect on 1 January 2008, the Company is required to withhold and pay corporate income tax at the rate of 10% when distributing the final dividends to non-resident corporate shareholders whose names appear on the H share register of members of the Company. Any shares registered in the name of non-individual shareholders, including HKSCC Nominees Limited, other nominees, trustees or other groups and organizations, will be deemed as shares held by non-resident corporate shareholders, therefore the dividends payable on such shares will be subject to the withholding of the corporate income tax.

The Company will withhold 10% of the dividend to be distributed to the individual holders of H shares of the Company as individual income tax unless otherwise specified by the tax regulations and relevant tax agreements, in which case the Company will withhold individual income tax of such dividend at the required tax rates and according to the procedures as specified by the relevant regulations.

## **CLOSURE OF REGISTER OF MEMBERS**

### **(a) Eligibility for Attending and Voting at the AGM**

The register of members of the Company will be closed from Tuesday, 17 June 2025 to Friday, 20 June 2025, both dates inclusive, during which period no transfer of shares will be effected for the purpose of ascertaining shareholders' entitlement to attend and vote at the AGM. To be eligible to attend and vote at the AGM, all completed transfer documents accompanied by the relevant share certificates shall be lodged to the H Share Registrar of the Company, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong (for H Shares), or the Company's registered office, at 5/F, Longfu Building, 95 Longfusi Street, Dongcheng District, Beijing, PRC (for domestic Shares) no later than 4:30 p.m. on Monday, 16 June 2025.

### **(b) Eligibility for Receiving the Proposed Final Dividend**

Subject to the approval of the resolution for the proposed final dividend by shareholders at the AGM, the register of members of the Company will be closed on Thursday, 26 June 2025 and no transfer of shares will be effected on that day. To be eligible for receiving the proposed final dividend, all completed documents relating to share transfer accompanied by the relevant share certificates shall be lodged to the H Share Registrar of the Company, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong (for H Shares), or the Company's registered office, at 5/F, Longfu Building, 95 Longfusi Street, Dongcheng District, Beijing, PRC (for domestic Shares) no later than 4:30 p.m. on Wednesday, 25 June 2025.



## **CORPORATE GOVERNANCE CODE**

The Group is committed to achieving and maintaining statutory and regulatory standards and complying with the principles of corporate governance. During the year and thereafter, the Company has complied with all the code provisions set out in the Corporate Governance Code as contained in Appendix C1 of the Listing Rules.

## **DIRECTORS' AND SUPERVISORS' SECURITIES TRANSACTIONS**

The Group has adopted a Code of Securities Transactions regarding Directors' and Supervisors' 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 and Supervisors, all Directors and Supervisors confirm that they have complied with the required standard of dealings and the Group's Code of Securities Transactions regarding securities transactions by the Directors and Supervisors for the year ended 31 December 2024.

## **PURCHASE, SALE AND REPURCHASE OF THE COMPANY'S SHARES**

Neither the Company nor any of its subsidiaries purchased, sold and redeemed any of the Company's listed shares during the year ended 31 December 2024.

## **AUDIT COMMITTEE**

The Group has set up an Audit Committee and has formulated the Rules and Procedures for the Audit Committee with written terms of reference. The primary duties of the Audit Committee include the review and supervision of the Group's financial reporting procedures and risk management and internal control systems. The Audit Committee has reviewed the consolidated financial statements of the Group for the year ended 31 December 2024, including the accounting principles and practices adopted by the Group, as well as the selection and appointment of external auditors.

## **EVENTS AFTER THE REPORTING PERIOD**

There are no material events after 31 December 2024 that have materially affected the operating and financial performance of the Group as at the date of the announcement.

## **RISK MANAGEMENT AND INTERNAL CONTROL**

The Board has conducted regular reviews of the Group's risk management and internal control system to ensure that they are effective and appropriate. The Board has held regular meetings to conduct discussion on control of the financial, operational and risk management.

## **DETAILS OF PUBLICATION OF ANNUAL REPORT ON THE WEBSITE OF THE STOCK EXCHANGE**

The Group's 2024 Annual Report will be sent to the shareholders of the Company in due course and published on the website of the Stock Exchange ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Company's website ([www.capinfo.com.cn](http://www.capinfo.com.cn)) for the information of shareholders and investors.

By order of the Board  
**CAPINFO COMPANY LIMITED\***  
*Chairman*  
**Yu Donghui**

Beijing, the People's Republic of China, 31 March 2025

*As at the date of this announcement, the executive directors of the Company are Mr. Yu Donghui, Mr. Zhang Yiqian; the non-executive directors of the Company are Ms. Yan Yi, Mr. Zhou Weihua, Ms. Zhao Shujie, Mr. Xin Shuangbai and Mr. Jiang Wei; and the independent non-executive directors of the Company are Mr. Gong Zhiqiang, Mr. Cheung, Wai Hung Boswell, Mr. Yang Xiaohui, Mr. Dong Jin and Mr. Li Jianqiang.*

\* *For identification purpose only*