

Stock Code: 000570, 200570

Stock Name: Changchai, Changchai-B

Announcement No. 2024-027

# CHANGCHAI COMPANY, LIMITED

## INTERIM REPORT 2024 (SUMMARY)

### Part I Important Notes

This Summary is based on the full Interim Report of Changchai Company, Limited (together with its consolidated subsidiaries, the “Company”, except where the context otherwise requires). In order for a full understanding of the Company’s operating results, financial condition and future development plans, investors should carefully read the aforesaid full text, which has been disclosed together with this Summary on the media designated by the China Securities Regulatory Commission (the “CSRC”).

All the Company’s directors have attended the Board meeting for the review of this Report and its summary.

Independent auditor’s modified opinion:

Applicable  Not applicable

Board-approved interim cash and/or stock dividend plan for ordinary shareholders:

Applicable  Not applicable

The Company has no interim dividend plan, either in the form of cash or stock.

Board-approved interim cash and/or stock dividend plan for preference shareholders:

Applicable  Not applicable

This Report and its summary have been prepared in both Chinese and English. Should there be any discrepancies or misunderstandings between the two versions, the Chinese versions shall prevail.

### Part II Key Corporate Information

#### 1. Stock Profile

Stock name	Changchai, Changchai-B	Stock code	000570, 200570
Stock exchange	Shenzhen Stock Exchange		
Contact information	Board Secretary	Securities Representative	
Name	He Jianjiang		
Office address	123 Huaide Middle Road, Changzhou, Jiangsu, China		
Tel.	(86) 519-68683155		
E-mail address	cchjj@changchai.com		

## 2. Key Financial Information

Indicate by tick mark whether there is any retrospectively restated datum in the table below.

Yes  No

	H1 2024	H1 2023	Change (%)
Operating revenue (RMB)	1,495,909,152.63	1,350,517,639.85	10.77%
Net profit attributable to the listed company's shareholders (RMB)	50,097,655.15	131,937,324.66	-62.03%
Net profit attributable to the listed company's shareholders before exceptional gains and losses (RMB)	59,846,264.97	5,825,543.98	927.31%
Net cash generated from/used in operating activities (RMB)	-161,814,513.00	-104,796,816.75	——
Basic earnings per share (RMB/share)	0.0710	0.1870	-62.03%
Diluted earnings per share (RMB/share)	0.0710	0.1870	-62.03%
Weighted average return on equity (%)	1.47%	3.93%	-2.46%
	30 June 2024	31 December 2023	Change (%)
Total assets (RMB)	5,329,179,139.07	5,159,394,958.92	3.29%
Equity attributable to the listed company's shareholders (RMB)	3,372,290,234.40	3,398,946,911.23	-0.78%

## 3. Shareholders and Their Holdings as at the end of the Reporting Period

Unit: share

Number of ordinary shareholders	53,323	Number of preference shareholders with resumed voting rights (if any)	0			
Top 10 shareholders(excluding lending shares through refinancing)						
Name of shareholder	Nature of shareholder	Shareholding percentage	Number of shares	Restricted shares	Shares in pledge, marked or frozen	
					Status	Shares
Changzhou Investment Group Co., Ltd	State-owned legal person	32.26%	227,663,417	56,818,181	N/A	0
Chen Jian	Domestic natural person	0.52%	3,700,000	0		
KGI ASIA LIMITED	Foreign legal person	0.44%	3,101,695			
Song Yang	Domestic natural person	0.41%	2,871,100			

Wu Chunhua	Domestic natural person	0.32%	2,236,500			
Chen Hengjun	Domestic natural person	0.23%	1,649,100			
Li Suinan	Domestic natural person	0.23%	1,600,300			
Zhang Wenbing	Domestic natural person	0.22%	1,556,700			
Huang Guoliang	Domestic natural person	0.22%	1,528,891			
BARCLAYS BANK PLC	Foreign legal person	0.21%	1,490,524			
Related or acting-in-concert parties among the shareholders above	It is unknown whether there is among the top 10 public shareholders and the top 10 unrestricted public shareholders any related parties or acting-in-concert parties as defined in the Administrative Measures for Information Regarding Shareholding Alteration.					
Shareholders involved in securities margin trading (if any)	Shareholder Chen Jian and Wu Chunhua respectively held 3,300,000 shares and 2,236,500 shares in the Company through their credit accounts.					

#### 4. Change of the Controlling Shareholder and the De Facto Controller in the Reporting Period

Change of the controlling shareholder in the Reporting Period:

Applicable  Not applicable

The controlling shareholder remained the same in the Reporting Period.

Change of the de facto controller in the Reporting Period:

Applicable  Not applicable

The de facto controller remained the same in the Reporting Period.

#### 5. Number of Preference Shareholders and Shareholdings of Top 10 of Them

Applicable  Not applicable

No preference shareholders in the Reporting Period.

#### 6. Outstanding Bonds at the Date when this Report Was Authorized for Issue

Applicable  Not applicable

### Part III Significant Events

#### 1. Expropriation of the Wuxing branch company's properties on state-owned land and compensation

On 25 May 2023, the Proposal on the Intention to Sign the Agreement on the Expropriation of the Properties of the Wuxing Branch Company on State-owned Land in Changzhou City and the Compensation was approved at the 17th Meeting of the Ninth Board of Directors. Later, the said matter was approved at the First Extraordinary General Meeting of Shareholders in 2023 dated 12 June 2023. As such, the Company was agreed to sign a contract with Changzhou Zhonglou District Housing and Urban-Rural Development Bureau on the expropriation of the Wuxing branch company's properties on state-owned land and the compensation, with the contractual total compensation amount being RMB117 million. On 14 June 2023, the Company signed the Agreement on the Expropriation of the Properties of the Wuxing Branch Company on State-owned Land in Changzhou City and the Compensation with Changzhou Zhonglou District Housing and Urban-Rural Development Bureau, and received the first compensation payment of RMB70 million on 28 June 2023, and received the residual compensation payment of RMB47 million on 9 January 2024.

#### 2. Housing expropriation on state-owned land and compensation of Sanjing Branch

On 27 October 2023, the Company held the Third Meeting of the Tenth Board of Directors, deliberating on and approving the *Proposal on Signing the Sanjing Branch's Agreement on Non-residential Housing Expropriation and Compensation in Xinbei District, Changzhou City*. The matter was approved at the third extraordinary general meeting on 14 November 2023, approving that the Company would sign agreement with the Housing and Urban-Rural Development Bureau of Changzhou National High-tech Industrial Development Zone and the Housing Expropriation and Compensation Service Centre of Sanjing Street, Xinbei District, Changzhou City, regarding the housing expropriation on state-owned land and compensation of the Sanjing Branch. The total compensation amount under the agreement was RMB99,929,900. On 29 November 2023, the Company signed the *Agreement on Non-residential Housing Expropriation and Compensation* with the Housing and Urban-Rural Development Bureau of Changzhou National High-tech Industrial Development Zone and the Housing Expropriation and Compensation Service Centre of Sanjing Street, Xinbei District, Changzhou City. As of the Reporting Period, the Company received the first compensation of RMB30 million.

#### 3. Change of accounting firm appointed by the Company

On 7 December 2024, the Proposal on the Appointment of the Financial Audit Institution for 2024 and Its Audit Expenses and the Proposal on the Appointment of the Internal Control Audit Institution for 2024 and Its Audit Expenses were approved at the second interim meeting of the Board of Directors in 2024. Later, the said matter was approved at the First Extraordinary General Meeting of Shareholders in 2024 dated 30 July 2024. As such the Company agreed to appoint Zhongxinghua Certified Public Accounts LLP (Special General Partnership) as the auditor of the Company's finance and internal control in 2024, with the expenses for financial audit and internal control audit being RMB600,000 and RMB135,000 respectively.

#### 4. Acquisition of 25% of the equity interest in Horizon Agricultural Equipment

In June 2024, the Company acquired 25% of the equity interest in Horizon Agricultural Equipment held by Horizon Investment, and the Company now directly holds 100% of the equity interest in Horizon Agricultural Equipment.