

Stock Code: 600499

Company Name: Keda Group

Keda Industrial Group Co., Ltd.

First Quarterly Report of 2025

The Board and Directors warrant that the information in the report contains no false record, misleading statement, or material omission, and shall be liable for the truthfulness, accuracy and completeness of the information contained herein.

Important Notice

1.The Board, the Supervisory Committee, Directors, Supervisors and Senior Management of the Company warrant that the information in the report is true, accurate, complete and contains no false record, misleading statement, or material omission, and assume individual and joint legal liabilities to the information contained herein.

2.The officer in charge of the Company, officer in charge of accounting, and officer in charge of the accounting office of the Company (head of accounting department), hereby guarantee that the financial statements contained in the report are true, accurate, and complete.

3.Whether the first quarterly financial statements have been audited

☐Yes ☒No

I. Key financial data

(I) Key accounting data and financial indicators

Unit: Ten Thousand Yuan Currency: RMB

Key accounting data	The Reporting Period	Corresponding period of the previous year	Year-on-year change (%)
Operating revenue	376,690.37	256,171.14	47.05
Net profit attributable to shareholders of the listed company	34,690.70	31,146.89	11.38
Net profit attributable to shareholders of the listed company after deducting non-recurring profit or loss	32,296.26	27,573.16	17.13
Net cash flows from operating activities	9,139.92	10,389.99	-12.03
Basic earnings per share (RMB per Share)	0.187	0.165	13.33
Diluted earnings per share (RMB per Share)	0.187	0.165	13.33
Weighted average return on net assets (%)	2.98	2.69	Increased by 0.29 percentage points

	As of the end of the Reporting Period	As of the end of the previous year	Increase/decrease of the end of the Reporting Period over the end of the previous year (%)
Total assets	2,819,529.26	2,695,019.66	4.62
Owners' equity attributable to shareholders of the listed Company	1,179,201.37	1,147,893.62	2.73

(II) Non-recurring profit or loss items and amounts

√Applicable □Not applicable

Unit: Ten Thousand Yuan Currency: RMB

Non-recurring profit or loss items	Amount for the Reporting Period	Note
Gains or losses on disposal of non-current assets, including the write-off of provision for asset impairment	2,282.47	
Government grants included in current profit or loss (other than government grants which are closely related to the Company's normal operations, meet the requirements of state policies, granted based on fixed standards, and have continuous impact on the Company's profit or loss)	432.23	
Except for effective hedging operations related to the Company's normal business operations, gains and losses arising from the changes in fair value of financial assets and liabilities held by non-financial corporations, as well as gains and losses produced from the disposal of the aforesaid financial assets and liabilities	303.36	
Investment income from disposal of long-term equity investments	35.47	
Profit or loss on debt restructuring	166.85	
Other non-operating income and expenses apart from the aforesaid items	-14.43	
Less: Effect of income tax	741.68	
Effect of minority interests (after tax)	69.83	
Total	2,394.44	

The Company shall explain the reasons for identification of items not illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No. 1 – Non-recurring Gains or Losses as non-recurring gains or losses items with significant amount and classification of non-recurring gains or losses items illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No. 1 – Non-recurring Gains or Losses as recurring gains or losses items.

□Applicable √Not applicable

(III) Details and reasons for changes in key accounting data and financial indicators

√Applicable □Not applicable

Items	Change (%)	Main reasons
Operating revenue	47.05	Mainly due to the significant increase in revenue from building materials sales during the Reporting period.

II. Information on Shareholders

(I) Total number of ordinary shareholders and number of preferred shareholders with voting rights restored and Top 10 shareholders

Unit: Share

Total number of ordinary shareholders as at the end of the Reporting Period		74,461	Total number of preferred shareholders with voting rights restored as at the end of the Reporting Period (if any)		0	
Shareholding information about the Top 10 shareholders (excluding shares lent via securities lending)						
Name of shareholder	Nature of shareholder	Number of shares	Ratio (%)	Number of restricted shares	Pledged, marked or frozen shares	
					Status of shares	Number of shares
Liang Tongcan	Domestic natural person	374,456,779	19.52	0	Pledged	238,511,000
Guangdong Lesso Technology Industrial Co., Ltd.	Domestic non-state-owned legal person	153,600,077	8.01	0	N/A	
Lu Qin	Domestic natural person	125,983,334	6.57	0	N/A	
Hong Kong Securities Clearing Company Ltd.	Foreign legal entity	114,828,915	5.99	0	N/A	
Guangdong Hongyu Group Co., Ltd.	Domestic non-state-owned legal entity	64,341,152	3.35	0	Pledged	64,341,152
Foshan New Pearl Enterprise Group Co., Ltd.	Domestic non-state-owned legal entity	52,994,111	2.76	0	Pledged	27,000,000
Guan Qi	Domestic natural person	49,349,799	2.57	0	N/A	
Bian Cheng	Domestic natural person	49,349,799	2.57	0	N/A	
Xie Yuezeng	Domestic natural person	42,286,000	2.20	0	N/A	

Shi Liyun	Domestic natural person	31,086,400	1.62	0	N/A	
Shareholding information about the Top 10 unrestricted shareholders (excluding shares lent via securities lending)						
Name of shareholder	Number of unrestricted shares held	Class and number of shares				
		Class of shares		Number		
Liang Tongcan	374,456,779	Ordinary shares in RMB		374,456,779		
Guangdong Lesso Technology Industrial Co., Ltd.	153,600,077	Ordinary shares in RMB		153,600,077		
Lu Qin	125,983,334	Ordinary shares in RMB		125,983,334		
Hong Kong Securities Clearing Company Ltd.	114,828,915	Ordinary shares in RMB		114,828,915		
Guangdong Hongyu Group Co., Ltd.	64,341,152	Ordinary shares in RMB		64,341,152		
Foshan New Pearl Enterprise Group Co., Ltd.	52,994,111	Ordinary shares in RMB		52,994,111		
Guan Qi	49,349,799	Ordinary shares in RMB		49,349,799		
Bian Cheng	49,349,799	Ordinary shares in RMB		49,349,799		
Xie Yuezeng	42,286,000	Ordinary shares in RMB		42,286,000		
Shi Liyun	31,086,400	Ordinary shares in RMB		31,086,400		
Relationship or concerted actions among the said shareholders	Among the aforementioned shareholders, Liang Tongcan is the actual controller of Guangdong Hongyu Group Co., Ltd., and both parties act in concert. Guan Qi has entrusted the exercise of voting rights, nomination rights and proposal rights corresponding to her shareholdings to Bian Cheng, and both parties act in concert; Guangdong Lesso Technology Industrial Co., Ltd., Lu Qin, Foshan New Pearl Enterprise Group Co., Ltd. and Xie Yuezeng do not have any affiliation or act in concert. It is unknown whether other shareholders have affiliations or act in concert.					
Description of the participation of the top ten shareholders and the top ten shareholders not subject to selling restrictions in the margin financing and securities lending and refinancing businesses (if any)	Among the above shareholders, Liang Tongcan holds 32,000,000 shares through credit securities accounts; Shi Liyun holds 31,086,400 shares through credit securities accounts.					

Note:

1. Information about the special account for securities repurchase in the Top 10 shareholders: As of the end of the Reporting Period, the number of shares in the Company's special securities account for repurchase was 59,999,862 shares, accounting for 3.13% of the total share capital of the Company, which was not included in the above "Shareholding information about the Top 10 shareholders" and "Shareholding information about the Top 10 unrestricted shareholders".

2. As of the close of the SIX Swiss Exchange on March 31, 2025 (Swiss time), the number of the Company's GDRs (Global Depositary Receipts) outstanding was 3,049,103, which represents 25.41% of the actual number of GDRs issued.

Participation of shareholders holding more than 5% of the shares, Top 10 shareholders and Top 10 unrestricted shareholders in securities lending

☐ Applicable ☒ Not applicable

Changes from last period due to the securities lending/non-recovery by Top 10 shareholders and Top 10 unrestricted outstanding shareholders

☐ Applicable ☒ Not applicable

III. Other Reminders

Other important information about the Company's operating conditions during the Reporting Period which needs to be brought to the attention of investors

☒ Applicable ☐ Not applicable

During the Reporting period, the Company steadfastly advanced the globalization strategy. While accelerating project implementation and brand operations to refine its strategic layout in the building materials sector, it also deepened its global presence in the building ceramics machinery business and expanded into incremental markets such as accessories, consumables, and general machinery. In the first quarter of 2025, the Company achieved a revenue of approximately RMB3.767 billion, marking a year-on-year growth of 47.05%, and realized a net profit attributable to shareholders of the listed company of RMB347 million, representing a year-on-year increase of 11.38%. Excluding the impact of foreign exchange gains and losses, the adjusted net profit attributable to shareholders of the listed company remained at RMB412 million.

Notably, the operating income of the building materials business has registered robust year-on-year growth, driven by the strategic expansion of the glass business and the refined pricing strategy for ceramic products. Concurrently, the gross profit margin has strengthened compared to the prior year. However, heightened volatility in certain currency exchange rates has resulted in a marked increase in the company's foreign exchange losses, primarily attributable to unrealized losses on external financing. When exchange rate fluctuations are excluded from the analysis, it becomes evident that the business has achieved an enhanced net profit margin, underscoring an improvement in overall profitability. Furthermore, the Company's ceramic production facility in Côte d'Ivoire, Africa, is on track to commence operations within the year, while the glass project in Peru, South America, remains on schedule for startup in 2026. In contrast, preparations for the ceramic project in Honduras have encountered delays due to macroeconomic policies and prevailing market conditions.

In the ceramic machinery business, the collective impact of cyclical industry demand downturns and customer investment cycle adjustments has led to a moderate decline in overall performance. To address these challenges, during the Reporting Period, the Company has refined its global bases by establishing a subsidiary in Brazil and preparing to launch another in Vietnam, aiming to develop local expertise and enhance on-the-ground operational capabilities in key international markets.

In terms of lithium salt investment, the associate company Qinghai Yanhu Lanke Lithium Industry

Co., Ltd. (hereinafter referred to as "Lanke Lithium Industry") produced approximately 8,500 tons of lithium carbonate, sold around 8,100 tons, and maintained an inventory of 1,500 tons in the first quarter of 2025. Due to the depressed market price of lithium carbonate and other influencing factors, Lanke Lithium Industry experienced a decline in performance and reported operating revenue of RMB528 million, a net profit of RMB207 million and net profit attributable to the listed company through 43.58% indirect shareholding of RMB90 million.

IV. Quarterly Financial Statements

(I) Type of audit opinions

☐Applicable ☒Not applicable

(II) Financial Statements

Consolidated Balance Sheet

31 March 2025

Prepared by: Keda Industrial Group Co., Ltd.

Unit: Ten Thousand Yuan Currency: RMB Type of audit: Unaudited

Items	March 31, 2025	December 31, 2024
Current assets:		
Monetary funds	345,555.53	295,203.23
Settlement funds		
Lending funds		
Financial assets held for trading	70,346.23	71,659.42
Derivative financial assets		
Notes receivable	7,028.38	5,237.31
Accounts receivable	253,711.08	225,181.62
Receivables financing	15,949.06	21,080.16
Prepayments	44,254.17	44,241.35
Premium receivable		
Reinsurance accounts receivable		
Provision for reinsurance contract receivable		
Other receivables	17,041.04	24,808.12
Including: Interest receivable		
Dividends receivable		56.63
Purchases of resold financial assets		
Inventories	492,201.52	479,429.93
Including: Data resources		
Contract assets	23,537.04	14,614.29
Assets held for sale	348.18	348.18
Non-current assets due within one year	80,810.75	76,460.69
Other current assets	68,659.19	65,381.81
Total current assets	1,419,442.17	1,323,646.11

Non-current assets:		
Loans and advances granted		
Debt investments		
Other debt investments		
Long-term receivables	48,389.14	42,206.80
Long-term equity investments	336,565.57	324,817.06
Other equity instrument investments	401.30	420.51
Other non-current financial assets	1,277.43	1,302.52
Investment properties		
Fixed assets	640,066.96	640,352.85
Construction in progress	110,867.50	100,172.48
Productive biological assets		
Oil and gas assets		
Right-of-use assets	4,665.11	4,434.39
Intangible assets	99,696.90	101,694.56
Including: Data resources		
Development expenses		
Including: Data resources		
Goodwill	85,958.84	85,958.84
Long-term prepaid expenses	45.96	49.40
Deferred income tax assets	54,011.34	51,229.43
Other non-current assets	18,141.04	18,734.71
Total non-current assets	1,400,087.09	1,371,373.55
Total assets	2,819,529.26	2,695,019.66
Current liabilities:		
Short-term loans	128,137.63	101,792.70
Borrowings from the Central Bank		
Borrowing funds		
Financial liabilities held for trading	122.73	160.01
Derivative financial liabilities		
Notes payable	57,677.20	43,517.35
Accounts payable	262,907.01	295,408.20
Receipts in advance		
Contract liabilities	221,499.62	228,154.47
Funds from disposal of repurchased financial assets		
Deposit-taking and inter-bank deposits		
Payments received for securities brokerage		
Payments received for securities underwriting		
Payroll payable	14,238.11	29,149.48
Taxes payable	21,241.85	19,281.83
Other payables	15,745.95	18,409.73

Including: Interest payable		
Dividends payable	22.55	18.16
Handling charges and commission		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	181,115.52	141,945.84
Other current liabilities	19,918.17	18,621.16
Total current liabilities	922,603.79	896,440.77
Non-current liabilities:		
Insurance contracts provision		
Long-term loans	442,878.68	398,344.55
Bonds payable		
Including: Preferred stock		
Perpetual bonds		
Lease liabilities	3,927.71	3,758.30
Long-term payables		
Long-term payroll payables		
Estimated liabilities	4,117.88	4,117.88
Deferred income	2,683.33	2,733.42
Deferred income tax liabilities	9,668.86	8,811.23
Other non-current liabilities	927.70	1,007.91
Total non-current liabilities	464,204.16	418,773.29
Total liabilities	1,386,807.95	1,315,214.06
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	191,785.64	191,785.64
Other equity instruments		
Including: Preferred stock		
Perpetual bonds		
Capital reserves	263,158.54	264,715.19
Less: Treasury stock	66,764.71	66,764.71
Other comprehensive income	-25,534.63	-23,714.02
Special reserves	418.18	423.87
Surplus reserves	84,124.76	84,124.76
General risk provision		
Undistributed profits	732,013.59	697,322.89
Total owners' equity (or shareholders' equity) attributable to parent company	1,179,201.37	1,147,893.62
Non-controlling interests	253,519.94	231,911.98
Total owners' equity (or shareholders' equity)	1,432,721.31	1,379,805.60
Total liabilities and owners' equity (or shareholders' equity)	2,819,529.26	2,695,019.66

Officer in charge of the Company: Bian Cheng Officer in charge of accounting: Zeng Fei Officer in charge of the accounting office: Luo Lin

Consolidated Income Statement

January to March 2025

Prepared by: Keda Industrial Group Co., Ltd.

Unit: Ten Thousand Yuan Currency: RMB Type of audit: Unaudited

Item	First quarter of 2025	First quarter of 2024
I. Total operating revenue	376,690.37	256,171.14
Including: Operating revenue	376,690.37	256,171.14
Interest income		
Premium earned		
Handling charges and commission income		
II. Total operating expenses	332,296.92	229,299.24
Including: Operating expenses	264,890.96	187,394.08
Interest expenses		
Handling charges and commission payment		
Surrender value		
Net compensation expenses		
Net provision for insurance contract reserves		
Policy dividend expense		
Reinsurance cost		
Taxes and surcharges	2,178.22	1,175.76
Selling expenses	15,090.33	15,812.10
Management expenses	23,412.40	18,129.65
R&D expenses	7,615.97	8,029.01
Financial expenses	19,109.04	-1,241.36
Including: Interest expenses	6,377.14	4,115.94
Interest income	1,660.83	1,396.68
Add: Other income	872.81	2,089.31
Investment income (losses marked with "-")	11,587.87	12,569.33
Including: Investment income in associates and joint ventures	11,200.11	12,724.58
Derecognition of income from financial assets measured at amortized cost		

Exchange gains (losses marked with “-”)		
Net exposure hedging income (losses marked with “-”)		
Income from changes in fair value (losses marked with “-”)	-580.48	-740.40
Credit impairment loss (losses marked with “-”)	-420.70	
Impairment losses on assets (losses marked with “-”)		
Income from disposal of assets (losses marked with “-”)	2,298.28	4,614.76
III. Operating profits (losses marked with “-”)	58,151.23	45,404.90
Add: Non-operating revenue	253.98	431.18
Less: Non-operating expenses	620.52	821.01
IV. Total profit (total losses marked with “-”)	57,784.69	45,015.07
Less: Income tax expenses	5,651.01	4,229.90
V. Net profit (net losses marked with “-”)	52,133.68	40,785.17
(I) Classified by business continuity		
1. Net profit from continuing operations (net losses marked with “-”)	52,261.82	40,935.92
2. Net profit from discontinued operations (net losses marked with “-”)	-128.14	-150.75
(II) Classified by ownership		
1. Net profit attributable to shareholders of parent company (net losses marked with “-”)	34,690.70	31,146.89
2. Profit or loss attributable to minority interests (net losses marked with “-”)	17,442.98	9,638.28
VI. Other comprehensive income, net of tax	-2,956.48	10,102.93
(I) Other comprehensive income attributable to owners of parent company, net of tax	-1,820.61	5,140.10
1. Other comprehensive income that may not be reclassified to profit or loss	-19.22	51.40
(1) Change in re-measurement of defined benefit plan		

(2) Other comprehensive income that may not be transferred to profit or loss under equity method		-3.94
(3) Changes in fair value of other equity instrument investments	-19.22	55.34
(4) Changes in fair value of enterprise's own credit risk		
2. Other comprehensive income that will be reclassified to profit or loss	-1,801.39	5,088.70
(1) Other comprehensive income that may be transferred to profit or loss under equity method	-2.72	1.45
(2) Changes in fair value of other debt investments		
(3) Amount of financial assets reclassified to other comprehensive income		
(4) Credit impairment provision of other debt investments		
(5) Cash flow hedging reserve		
(6) Exchange difference on translation of financial statements in foreign currency	-1,798.67	5,087.25
(7) Others		
(II) Other comprehensive income attributable to minority interests, net of tax	-1,135.87	4,962.83
VII. Total comprehensive income	49,177.20	50,888.10
(I) Total comprehensive income attributable to owners of parent company	32,870.09	36,286.99
(II) Total comprehensive income attributable to minority interests	16,307.11	14,601.11
VIII. Earnings per share:		
(I) Basic earnings per share (RMB per share)	0.187	0.165
(II) Diluted earnings per share (RMB per share)	0.187	0.165

Officer in charge of the Company: Bian Cheng Officer in charge of accounting: Zeng Fei Officer in charge of the accounting office: Luo Lin

Consolidated Cash Flow Statement

January to March 2025

Prepared by: Keda Industrial Group Co., Ltd.

Unit: Ten Thousand Yuan Currency: RMB Type of audit: Unaudited

Item	First quarter of 2025	First quarter of 2024
I. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	334,131.61	278,815.37
Net increase in customer deposit and interbank deposit		
Net increase in borrowings from the Central Bank		
Net increase in borrowing funds from other financial institutions		
Cash received from premium of original insurance contracts		
Net cash received from reinsurance business		
Net increase in the insured's deposit and investment		
Cash received from interest, handling charges and commission		
Net increase in borrowing funds		
Net increase in buyback business		
Net cash received for securities brokerage		
Tax refunds received	7,606.92	9,469.14
Other cash received relating to operating activities	8,564.98	7,348.18
Subtotal of cash inflow from operating activities	350,303.51	295,632.69
Cash paid for purchase of goods and receipt of services	238,367.59	206,346.21
Net increase in loans and advances from customers		
Net increase in deposits in the Central Bank and interbank		
Cash payments of claims for original insurance contracts		
Net increase in lending funds		
Cash paid for interest, handling charges and commission		
Cash paid for policy dividend		
Cash paid to and for staff	59,190.30	42,694.82
Various types of taxes paid	17,025.37	15,932.16
Other cash paid relating to operating activities	26,580.33	20,269.51

Subtotal of cash outflow from operating activities	341,163.59	285,242.70
Net cash flows from operating activities	9,139.92	10,389.99
II. Cash flows from investment activities:		
Cash received from disposal of investments	328.82	
Cash received from investment income	393.84	41,197.40
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	11,303.81	8,665.89
Net cash received from disposal of subsidiaries and other business units		
Other cash received relating to investment activities	119,504.33	23,967.43
Subtotal of cash inflow from investing activities	131,530.80	73,830.72
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	70,522.17	48,820.40
Cash paid for investment	411.94	1,027.98
Net increase in pledged loans		
Net cash paid for the acquisition of subsidiaries and other business units		4,793.46
Other cash paid relating to investment activities	112,411.99	29,175.28
Subtotal of cash outflow from investing activities	183,346.10	83,817.12
Net cash flows from investing activities	-51,815.30	-9,986.40
III. Cash flows from financing activities:		
Cash received from capital contributions	2,688.52	
Including: Cash received from minority shareholders investment by subsidiaries	2,688.52	
Cash received from borrowings	128,769.83	92,202.25
Other cash received relating to financing activities	3,021.16	12,589.83
Subtotal of cash inflow from financing activities	134,479.51	104,792.08
Cash paid for debt repayment	36,311.57	103,638.57
Cash paid for distributing dividend, profit or repaying interest	4,622.89	3,576.72
Including: Dividend and profit paid to minority shareholders by subsidiaries	1,623.30	
Other cash paid relating to financing activities	5,254.59	9,986.63

Subtotal of cash outflow from financing activities	46,189.05	117,201.92
Net cash flows from financing activities	88,290.46	-12,409.84
IV. Effect of foreign exchange rate changes on cash and cash equivalents	1,622.71	-664.42
V. Net increase in cash and cash equivalents	47,237.79	-12,670.67
Add: Opening balance of cash and cash equivalents	216,676.64	337,047.68
VI. Closing balance of cash and cash equivalents	263,914.43	324,377.01

Officer in charge of the Company: Bian Cheng Officer in charge of accounting: Zeng Fei Officer in charge of the accounting office: Luo Lin

(III) Information on the adjustment to the relevant items in financial statements as at the beginning of the year as a result of the initial adoption of the new accounting standards or standard interpretation since 2025

☐Applicable ☒Not applicable

It is hereby announced.

Board of Directors of Keda Industrial Group Co., Ltd.

April 28, 2025