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China Science and Education Industry Group Limited

中國科教產業集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1756)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED FEBRUARY 28, 2026

The Board is pleased to announce the unaudited consolidated interim results of the Group for the six months ended February 28, 2026, together with comparative figures for the corresponding period in 2025.

HIGHLIGHTS

	As at February 28, 2026	As at February 28, 2025	Change	Percentage change
Number of Schools	3	3	–	–
Student enrollment	59,902	56,056	3,846	6.9%
	Six months Ended February 28, 2026 (RMB'000)	Six months Ended February 28, 2025 (RMB'000)	Change (RMB'000)	Percentage change
Revenue	775,557	720,861	54,696	7.6%
Gross Profit	234,730	356,689	(121,959)	(34.2%)
Profit for the period	84,691	234,312	(149,621)	(63.9%)
Adjusted net profit ⁽¹⁾	97,212	240,984	(143,772)	(59.7%)
Earnings per share (RMB)	0.071	0.195	(0.124)	(63.6%)
Gross profit ratio	30.3%	49.5%	(19.2)	
Operating profit ratio	17.2%	39.7%	(22.5)	
Net Profit ratio	10.9%	32.5%	(21.6)	
Adjusted Net Profit ratio ⁽²⁾	12.5%	33.4%	(20.9)	

Notes:

- (1) Adjusted net profit is a non-HKFRSs financial measure, which is derived from the profit for the period after adjusting net fair value losses/gains on investment properties, imputed interest expenses on discount of long-term other borrowings and long-term interest payable due to a related party and imputed interest expenses on discount of long-term other borrowings due to the controlling shareholder of the Company.
- (2) Adjusted net profit ratio under non-HKFRS financial measures for the period is calculated on adjusted net profit under non-HKFRS financial measures for the period divided by revenue for the respective period.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

Revenue

The Group's revenue mainly represented income derived from tuition fees and boarding fees for the education services provided in the ordinary course at its PRC operating schools. For the six months ended February 28, 2026 (“**Reporting Period**”), the Group's revenue was approximately RMB775.6 million, representing an increase of approximately 7.6% period-on-period from approximately RMB720.9 million for the corresponding period of last year, which was attributable to the increases in both the number of student enrollment and average tuition fees during the Reporting Period.

Cost of Sales

Cost of sales represented primarily staff costs, depreciation and amortization, property management and maintenance fees, school consumables, utilities expenses and others. For the six months ended February 28, 2026, the Group's cost of sales amounted to approximately RMB540.8 million, increased by approximately 48.5% period-on-period from approximately RMB364.2 million for the six months ended February 28, 2025.

Gross Profit and Gross Profit Margin

For the six months ended February 28, 2026, the Group recorded a gross profit of approximately RMB234.7 million, representing a decrease of approximately 34.2% period-on-period from approximately RMB356.7 million for the six months ended February 28, 2025. For the six months ended February 28, 2026, the Group achieved a gross profit margin of 30.3%, representing a decrease of 19.2% period-on-period as compared with the corresponding period of last year. The reduction in gross profit was mainly attributable to the increase in cost of sales, while partially offset by the increase of the number of student enrollment and average tuition fees for the six months ended February 28, 2026.

Selling Expenses

Selling expenses, primarily consisting of marketing staff costs, promotion expenses and other expenses, increased by approximately 2.2% from approximately RMB17.9 million for the six months ended February 28, 2025 to approximately RMB18.3 million for the six months ended February 28, 2026, which was due to an increase in marketing expense for the 2025/2026 academic year.

Administrative Expenses

Administrative expenses primarily consist of administrative staff costs, office expenses, traveling and entertainment expenses, depreciation of property, plant and equipment relating to office buildings and right-of-use assets, utilities expenses and other miscellaneous expenses. Administrative expenses increased by approximately 23%, from RMB81.8 million for the six months ended February 28, 2025 to approximately RMB100.6 million for the six months ended February 28, 2026.

Other Income – Net

Other income primarily consists of rental income, site use and relevant service income, catering and relevant service income, property management income and others. For the six months ended February 28, 2026, the Group recorded other income of approximately RMB23.6 million, representing a decrease of approximately 15.1% period-on-period from approximately RMB27.8 million for the six months ended February 28, 2025.

Other Gains/(Losses) – Net

Other gains/(losses) – net primarily consist of losses on disposals of property, plant and equipment, net fair value (losses)/gains on investment properties and others. For the six months ended February 28, 2026, the Group's other losses amounted to approximately RMB5.7 million, representing a difference of approximately RMB7.3 million period-on-period compared with approximately RMB1.6 million gains for the six months ended February 28, 2025.

Finance Expenses – Net

The Group's finance expenses – net include interest expenses on bank and other borrowings (after deducting amounts capitalized in the cost of property, plant and equipment), imputed interest expenses on discount of long-term other borrowings and long-term interest payables due to a related party, imputed interest expenses on discount of long-term other borrowings due to the controlling shareholder of the Company, interest income generated from bank deposits and others. For the six months ended February 28, 2026, the Group recorded finance expenses of approximately RMB30.2 million, representing a decrease of approximately 23.9% period-on-period as compared with approximately RMB39.7 million for the six months ended February 28, 2025, which was mainly attributable to the decrease in interest expense on bank and other borrowings during the six months ended February 28, 2026. For the six months ended February 28, 2026, the Group recorded finance income of approximately RMB0.2 million, representing a decrease of approximately 84.6% period-on-period as compared with approximately RMB1.3 million for the six months ended February 28, 2025.

Profit Before Taxation

For the six months ended February 28, 2026, the Group recorded a profit before taxation of approximately RMB103.6 million, representing a decrease of approximately 58.2% period-on-period from approximately RMB248.0 million for the six months ended February 28, 2025.

Taxation

For the six months ended February 28, 2026, the Group recorded approximately RMB18.9 million in taxation, representing an increase of approximately 38.0% period-on-period from approximately RMB13.7 million for the six months ended February 28, 2025.

Adjusted Net Profit

Adjusted net profit under non-HKFRSs financial measures is defined as profit for the period attributable to owners of the Company, excluding imputed interest expenses on discount of long-term other borrowings and long-term interest payable due to a related party, imputed interest expenses on discount of long-term other borrowings due to the controlling shareholder of the Company and net fair value (losses)/gains on investment properties. As such items are non-recurring in nature and not related to the performance of the Group's operation, the Directors consider that the presentation of the Group's adjusted net profit under non-HKFRSs financial measures by eliminating the impact of certain non-recurring items can reflect the operational performance better during the respective periods. Furthermore, the Group's management also uses the non-HKFRSs financial measures to assess the Group's operating performance and formulate business plans. The Group believes that the non-HKFRSs financial measures provide useful information to the investors about its core business operations, which they can use to evaluate the Group's operating results and understand its consolidated results of operations in the same manner as the management.

Adjusted net profit is calculated by adjusting profit for the Reporting Period of approximately RMB84.7 million (six months ended February 28, 2025: approximately RMB234.3 million), net fair value losses on investment properties of approximately RMB6.6 million (six months ended February 28, 2025: gains approximately RMB1.3 million), imputed interest expenses on discount of long-term other borrowings and long-term interest payable due to a related party of approximately RMB1.5 million (six months ended February 28, 2025: approximately RMB8.0 million), imputed interest expenses on discount of long-term other borrowings due to the controlling shareholder of the Company of approximately RMB4.5 million (six months ended February 28, 2025: Nil). The Group's adjusted net profit decreased by approximately 59.7% from approximately RMB241.0 million for the six months ended February 28, 2025 to approximately RMB97.2 million for the six months ended February 28, 2026.

Property, Plant and Equipment

As at February 28, 2026, the Group's property, plant and equipment amounted to approximately RMB5,476.5 million, representing an increase of approximately 4.1% from approximately RMB5,259.7 million recorded as at August 31, 2025. Such increase was a result of the establishment of new campuses in Jiangmen, Guangdong Province, the construction of Jiangmen campus of Huali College.

Capital Expenditures

The Group's funding is primarily derived from cash flows generated by operating activities and bank financing from financial institutions. These funds are effectively utilized to support daily operations, capital expenditures, and strategic investment opportunities. To enhance financial control and maintain sufficient liquidity, the Group adheres to prudent financial management policies. Our core financial objectives include: maintaining a sound capital structure by keeping the capital-to-debt ratio within an appropriate range; optimizing funding costs; and maintaining adequate cash reserves and bank credit facilities to meet operational and development needs. Through regular cash flow budgeting, stringent capital expenditure approval procedures, and ongoing risk assessment, we are committed to improving fund utilization efficiency, thereby ensuring the Group's financial stability and sustainable development.

For the six months ended February 28, 2026, the Group recorded approximately RMB375.6 million in capital expenditures, representing an increase of approximately 78.3% from approximately RMB210.6 million for the six months ended February 28, 2025, which was mainly due to the increase in the expenditure for constructing new campus buildings for the six months ended February 28, 2026 as compared with the corresponding period of last year.

Bank Balances and Cash

As at February 28, 2026, the Group had bank balances and cash of approximately RMB377.5 million, representing a decrease of approximately 60.9% from approximately RMB966.6 million as at August 31, 2025.

Liquidity, Financial Resources and Debt Ratio

As at February 28, 2026, the Group had liquid funds (representing bank balances and cash and restricted cash) of approximately RMB386.1 million (August 31, 2025: RMB974.8 million) and borrowings of approximately RMB1,999.8 million (August 31, 2025: RMB2,049.2 million). The Group's debt ratio as at February 28, 2026, represented by borrowings as a percentage of total assets, was 26.3% (August 31, 2025: 25.7%). The Group's gearing ratio as at February 28, 2026, represented by borrowing as a percentage of total equity, was 45.5% (August 31, 2025: 47.6%).

Foreign Exchange Risk Management

For the Group's operation in the PRC, the major revenue and expenses are denominated in RMB, while there are certain monetary assets and monetary liabilities that are denominated in Hong Kong dollars and United States dollars, which would expose the Group to foreign exchange risk. The Group currently does not have a foreign currency hedging policy. However, the management of the Company monitors foreign exchange exposure and will consider hedging significant foreign currency exposure when the need arises.

Material Acquisitions and Disposals

The Group did not have any material acquisitions or disposals for the six months ended February 28, 2026.

Charge on the Group's Assets

As at February 28, 2026, the Group pledged the charging right of the service fees from Huali Technician College, Huali Vocational College and Huali College, owned by a group entity according to the contractual arrangements and the equity interest of certain group entities as securities for the banking facilities granted to the Group. Save as disclosed above, there was no other material charge on the Group's assets as at February 28, 2026.

Contingent Liabilities

As at February 28, 2026, the Group had no significant contingent liabilities.

BUSINESS OVERVIEW

We are a leading large-scale private higher education and vocational education group in South China, offering applied science-focused and practice-oriented programs and vocational education and training business. During the Reporting Period, the Group operated three schools, namely Huali College, Huali Vocational College, and Huali Technician College.

Since the establishment of our first school, the Group has been adhering to the socialist modernisation construction of the country, and cultivating specialized talents with high technical skills, applied skills, and high quality on the front line of production and service, who are in great demand in China's economy and society. Our schools offer private higher education and private vocational education in a wide range of fields in applied sciences with an aim to prepare our students with the necessary knowledge base, skill sets and accreditations to secure jobs and pursue careers in particular professions, trades and industries.

Student Enrollment

As at February 28, 2026, the total number of student enrollment in our three schools reached over 59,000, representing an increase of 6.9% compared to the corresponding period in 2025.

	As at February 28, 2026	As at February 28, 2025
Number of student enrollments		
Higher Education Program		
Huali College	24,572	25,353
Huali Vocational College	<u>27,262</u>	<u>25,171</u>
Secondary Vocational Education		
Huali Technician College	<u>8,068</u>	<u>5,532</u>
Total	<u><u>59,902</u></u>	<u><u>56,056</u></u>

Range of Tuition Fees and Boarding Fees

The following table sets out the tuition fee rates and boarding fee rates of our schools for the 2025/2026 and 2024/2025 academic years:

	Tuition fee rates ⁽¹⁾ in academic year		Boarding fee rates in academic year	
	2025/2026 (RMB)	2024/2025 (RMB)	2025/2026 (RMB)	2024/2025 (RMB)
Higher Education Program				
Huali College				
Four-to-five-year undergraduate program ⁽²⁾	34,800-37,800	30,800-37,800	1,600-7,500	1,300-7,100
International program	<u>42,800</u>	<u>40,800</u>	<u>1,600-7,500</u>	<u>1,300-7,100</u>
Huali Vocational College				
Three-year junior college program	<u>13,800-25,800</u>	<u>12,880-23,800</u>	<u>1,300-7,400</u>	<u>1,300-7,000</u>
Secondary Vocational Education				
Huali Technician College				
Three-year vocational program ⁽³⁾	<u>8,800-38,000</u>	<u>8,800-15,800</u>	<u>1,900-3,800</u>	<u>1,900-3,600</u>

Notes:

- (1) Tuition fee rates shown above for all of our schools are applicable to students admitted in the relevant academic year only.
- (2) Generally, Huali College offers four-year undergraduate programs, and a five-year undergraduate program in architecture.
- (3) Generally, Huali Technician College offers three-year vocational programs, as well as two-, four- and five-year programs to students of different education levels pursuing different types of technician diplomas of Huali Technician College. In addition, we offer students at Huali Technician College a dual-diploma program, in which students are permitted to take junior college courses at Huali Vocational College and obtain a junior college diploma awarded by Huali Vocational College, subject to, among other things, passing the National Higher Education Entrance Exam for adults.

Awards and Recognitions Received During the Reporting Period

The Company and the three schools received numerous awards and recognitions during the six months ended February 28, 2026 in recognition of the quality of education we provide and the outstanding achievements of our operations. The following table sets forth some of the awards and recognitions we have received:

	Award/Recognition	Awarding Organization(s)	Awarded Entity
October 2025	Guangzhou Zengcheng District Secondary and Primary School Labor Education Practice Base (廣州市增城區中小學 勞動教學實踐基地)	Guangzhou Zengcheng District Education Bureau (廣州市增城區教育局)	Huali Vocational College
October 2025	Awarded the Title of “A Typical Case of The Integration of Industry and Education in Vocational Education” (“職業教育產教融合典型案例” 稱號)	Specialty Committee on Light Industry Art and Design, National Advisory Committee for Light Industry Vocational Education (全國輕工職業教育教學指導委 員會輕工藝術設計專業委員會)	Huali Vocational College
December 2025	2025 Advance Unit of National Defense Education (2025年國防教育工作先進單 位)	Guangdong National Defense Education Society (廣東國防教育學會)	Huali College

	Award/Recognition	Awarding Organization(s)	Awarded Entity
December 2025	Corporate Philanthropy Award (慈善企業)	Working Committee of Zengjiang Subdistrict, Zengcheng District, Guangzhou (廣州市增城區增江街工作 委員會)	Huali College
December 2025	Advanced Collective Award of Guangdong Association of Senior Scientists and Technicians (廣東省老科學技術工作者協會 先進集體獎)	Guangdong Association of Senior Scientists and Technicians (廣東省老科學技術工作者 協會)	Huali College
December 2025	Vice-President Unite of Guangdong Academy of Human Resources (廣東省人力資源研究會 副會長單位)	Guangdong Academy of Human Resources (廣東省人力資源研究會)	Huali Vocational College
December 2025	2025 Human Resources Innovation Practice Award (2025年度人力資源創新實踐獎)	Guangdong Academy of Human Resources (廣東省人力資源研究會)	Huali Vocational College
January 2026	Outstanding Volunteer Organisation Unit of 2026 The Guangdong-Hong Kong-Macao Greater Bay Area Women's Half Marathon (2026粵港澳大灣區女子 半程馬拉松優秀志願組織單位)	Organizing Committee of The Guangdong-Hong Kong- Macao Greater Bay Area Women's Half Marathon (粵港澳大灣區女子半程 馬拉松組委會)	Huali Vocational College
January 2026	Advanced Unit of Vocational Capacity Construction in Guangdong Province in 2025 (2025年度廣東省職業能力 建設先進單位)	Guangdong Vocational Capacity Construction (廣東省職業能力建設協會)	Huali Technician College

OUTLOOK

The Group has always adhered to the founding mission of building a “century-old university”, upholding the philosophy of high-quality education, with the goal of cultivating high-level applied and specialized talents to serve the economic development of the Greater Bay Area.

Looking ahead, the Group will continue to be guided by the Outline of the Plan for Building a Leading Country in Education (2024-2035) 《教育強國建設規劃綱要(2024-2035)》, focusing on connotation construction, continuously deepen educational reform, advance the development of first-class fields of discipline and course, and promote the “integration of production and education, cooperation of school and enterprise” model for talent cultivation. The Group will comprehensively improve the quality of education and teaching to cultivate high-quality applied talents with solid academic foundations, a strong sense of social responsibility, and practical capabilities.

SIGNIFICANT EVENT AFTER REPORTING PERIOD

There was no significant event affecting the Company nor any of its subsidiaries after the Reporting Period and up to the date of this announcement.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

Save as disclosed in this announcement, the Company does not have other future plans for material investments or capital assets.

As at February 28, 2026, there was no significant investment held by the Group.

EMPLOYEES AND REMUNERATION POLICIES

Recruitment

We strictly comply with the PRC Labor Law, the PRC Labor Contract Law, the PRC Employment Promotion Law, the PRC Labor Dispute Mediation and Arbitration Law as well as other applicable provincial and local labor laws and regulations in our recruitment process. We prohibit discrimination of staff by age, sex, race, nationality, religion or disability to ensure that everyone has equal employment opportunities and prospects.

We recruit teachers based on the size of our current student enrollment and the number of newly admitted students at the beginning of each academic year. We primarily seek to recruit (i) high quality and experienced teachers who are knowledgeable in both theory and practice and hold the necessary academic credentials and professional qualifications (i.e. diplomas and professional certificates); and (ii) teachers who have work experience in the relevant industries. We also invite industry experts from entities with which we have cooperative relationships to give lectures or teach classes as adjunct faculty members of our schools.

Our schools carry out their recruitment works based on our employee manual and our teachers' recruitment policy, and continuously improve and refine their recruitment processes. We actively approach talents through participating in talent recruitment fairs and industry conferences, and encourage our staff to take advantage of social media to refer and recommend talented candidates to join us. In addition, we provide continuing trainings to our teachers so that they can stay abreast of the changes in market demand, new teaching theories and/or methodologies, changing teaching and testing standards.

Remuneration

As at February 28, 2026, the Group had approximately 3,600 employees. The remuneration packages of the employees of the Group are determined with reference to individual qualification, experience and performance, contribution to the Group, prevailing market rate and our remuneration policy.

The remuneration policy of our schools is formulated under the guidance of PRC laws and is based on industry characteristics as well as various market factors. The staff congress, president's office and board of directors of our schools collectively approve the compensation range of their employees. Our schools determine their respective compensation standards based on employment by function (teachers and administrative personnel) and position. Our schools pay a fixed annual salary to senior management and top talents such as directors, deans/department heads, administrative heads and professors. Our schools participate in social insurance plans (pension, medical, unemployment, work injury and maternity insurance) under the guidance of the relevant national, provincial and municipalities policies, and provide a variety of benefits for their employees.

INTERIM DIVIDEND

The Board resolves not to declare the payment of any interim dividend for the six months ended February 28, 2026 (six months ended February 28, 2025: Nil).

CORPORATE GOVERNANCE PRACTICES

The Company has applied the principles of the code provisions set out in the CG Code. The Board believes that good corporate governance is essential in enhancing the confidence of the Shareholders, potential investors and business partners and is consistent with the Board's pursuit of value creation for the Shareholders. The Company is committed to enhancing its corporate governance practices appropriate to the conduct and growth of its business and to reviewing such practices from time to time to ensure that the Company complies with the statutory and professional standards and is aligned with the latest development. During the six months ended February 28, 2026, the Company had complied with all the code provisions set out in the CG Code.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code as the Group's code of conduct to regulate the securities transactions of the Directors and the relevant employees of the Group who, because of his/her office or employment, is likely to possess inside information in relation to the Group or the Company's securities. Having made specific enquiries, all Directors confirmed that they had complied with the required standards set out in the Model Code throughout the six months ended February 28, 2026. In addition, the Company is not aware of any non-compliance of the Model Code by the relevant employees of the Group during the six months ended February 28, 2026.

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

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities (including treasury shares (as defined in the Listing Rules)) during the six months ended February 28, 2026. As at February 28, 2026, the Company did not hold any treasury shares (as defined in the Listing Rules).

AUDIT COMMITTEE AND REVIEW OF UNAUDITED CONSOLIDATED FINANCIAL INFORMATION

The Audit Committee consists of three independent non-executive Directors, namely Ms. Chiu Lai Kuen Susanna MH JP (Chairperson), Mr. Yang Ying and Mr. Ding Yi. The main duties of the Audit Committee are to assist the Board in providing an independent review of the completeness, accuracy and fairness of the financial information of the Group, as well as the efficiency and effectiveness of the Group's operations and internal controls. The Audit Committee has reviewed the unaudited consolidated financial statements of the Group for the six months ended February 28, 2026, including the accounting principles and practices adopted by the Group.

PUBLICATION OF THE INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This interim results announcement is published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.cseindustry.com). The interim report of the Company for the six months ended February 28, 2026 will be provided to the Shareholders (if requested) and made available on the same websites in due course.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	<i>Note</i>	Six months ended	
		February 28, 2026 RMB'000 (Unaudited)	February 28, 2025 RMB'000 (Unaudited)
Revenue	6	775,557	720,861
Cost of sales	9	<u>(540,827)</u>	<u>(364,172)</u>
Gross profit		234,730	356,689
Selling expenses	9	(18,342)	(17,912)
Administrative expenses	9	(100,623)	(81,791)
Other income – net	7	23,575	27,750
Other (losses)/gains – net	8	<u>(5,697)</u>	<u>1,629</u>
Operating profit		<u>133,643</u>	<u>286,365</u>
Finance income		181	1,289
Finance expenses		<u>(30,204)</u>	<u>(39,658)</u>
Finance expenses – net	10	<u>(30,023)</u>	<u>(38,369)</u>
Profit before income tax		103,620	247,996
Income tax expenses	11	<u>(18,929)</u>	<u>(13,684)</u>
Profit for the period		<u>84,691</u>	<u>234,312</u>
Profit is attributable to:			
– Controlling shareholder of the Company		<u>84,691</u>	<u>234,312</u>
Other comprehensive income for the period			
<i>Items that will not be reclassified to profit or loss</i>			
Revaluation surplus upon transfers of owner-occupied properties to investment properties		<u>8,907</u>	<u>1,953</u>
Total comprehensive income for the period		<u>93,598</u>	<u>236,265</u>
Total comprehensive income is attributable to:			
– Controlling shareholder of the Company		<u>93,598</u>	<u>236,265</u>
Earnings per share for profit attributable to the controlling shareholder of the Company (expressed in RMB per share)			
Basic and diluted	12	<u>0.071</u>	<u>0.195</u>

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

	<i>Note</i>	As at February 28, 2026 RMB'000 (Unaudited)	As at August 31, 2025 RMB'000 (Audited)
ASSETS			
Non-current assets			
Right-of-use assets		1,378,374	1,408,117
Property, plant and equipment		5,476,508	5,259,715
Investment properties		268,200	243,300
Intangible assets		10,038	7,916
Deferred income tax assets		271	43
Prepayments		16,046	25,412
		7,149,437	6,944,503
Current assets			
Prepayments		10,915	5,201
Trade and other receivables	<i>13</i>	37,875	18,013
Amounts due from related parties		30,511	24,972
Restricted cash		8,677	8,240
Cash and cash equivalents		377,457	966,554
		465,435	1,022,980
Total assets		7,614,872	7,967,483
EQUITY			
Share capital and share premium		603,188	603,188
Statutory surplus reserves		146,566	146,566
Other reserves		455,180	443,110
Retained earnings		3,194,922	3,110,231
Total equity		4,399,856	4,303,095

		As at February 28, 2026 <i>RMB'000</i> (Unaudited)	As at August 31, 2025 <i>RMB'000</i> (Audited)
LIABILITIES			
Non-current liabilities			
Borrowings		1,782,332	1,896,996
Lease liabilities		3,635	4,619
Accruals and other payables	<i>14</i>	35,254	31,237
Deferred income tax liabilities		72,803	67,998
		<u>1,894,024</u>	<u>2,000,850</u>
Current liabilities			
Accruals and other payables	<i>14</i>	258,161	403,618
Amounts due to related parties	<i>14</i>	73,346	24,668
Contract liabilities		753,471	1,064,661
Current income tax liabilities		16,511	15,211
Deferred revenue		283	956
Lease liabilities		1,707	2,210
Borrowings		217,513	152,214
		<u>1,320,992</u>	<u>1,663,538</u>
Total liabilities		<u>3,215,016</u>	<u>3,664,388</u>
Total equity and liabilities		<u>7,614,872</u>	<u>7,967,483</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

1 GENERAL INFORMATION

China Science and Education Industry Group Limited (the “**Company**”, formerly known as China Vocational Education Holdings Limited) was incorporated in the Cayman Islands on May 24, 2016, as an exempted company with limited liability under the Companies Act (as revised) of the Cayman Islands. The address of the Company’s registered office is P.O. Box 309, Uglan House, Grand Cayman, KY1-1104, the Cayman Islands. The Company is an investment holding company. The Company and its subsidiaries (collectively referred to as the “**Group**”) are principally engaged in providing private tertiary education services, including tuition services and student accommodation services in the People’s Republic of China (the “**PRC**”).

The ultimate holding company of the Company is HL-Diamond Limited. The directors of the Company (“**Directors**”) consider the ultimate controlling party to be Mr. Zhang Zhifeng, who is also an executive director, the chairman of the board of Directors and chief executive officer of the Company (the “**controlling shareholder**”).

The Company’s shares were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) since November 25, 2019.

This interim condensed consolidated financial information (the “**Interim Financial Information**”) is presented in Renminbi (“**RMB**”), unless otherwise stated. The Interim Financial Information was approved for issue by the board of Directors on April 28, 2026 and has not been audited.

2 BASIS OF PREPARATION

This Interim Financial Information for the six months ended February 28, 2026 has been prepared in accordance with Hong Kong Accounting Standard 34, “Interim financial reporting” issued by Hong Kong Institute of Certified Public Accountants (“**HKICPA**”). This Interim Financial Information should be read in conjunction with the annual consolidated financial statements for the year ended August 31, 2025 (“**2025 Financial Statements**”) and any public announcement made by the Company during the six months ended February 28, 2026.

As at February 28, 2026, the Group’s current liabilities exceeded its current assets by RMB855,557,000. The Group’s total borrowings as at February 28, 2026 amounted to RMB1,999,845,000 which included RMB217,513,000 repayable within the coming twelve months. The Group also expected to incur capital expenditures of RMB193,901,000 in relation to construction of property, plant and equipment within the coming twelve months.

In view of such circumstances, the Directors of the Company have given careful consideration of the future liquidity and operating performance of the Group and its available source of financing in assessing whether the Group will have sufficient financial resources to continue as a going concern. The Directors have reviewed a cash flow projection of the Group prepared by management covering a period of not less than twelve months from February 28, 2026 taking into account of (1) the Group's unutilised long-term bank facilities of approximately RMB31,013,000 for working capital as at February 28, 2026; (2) the Group's unutilised uncommitted long-term facilities of totalling RMB300,000,000 for working capital which will be valid until January 2027 as at February 28, 2026; (3) subsequent to February 28, 2026, the Group obtained a long-term bank facility for working capital with an amount of RMB100,000,000; and (4) the Group is able to comply with the bank covenants of its existing bank facilities and such bank facilities will continue to be available to the Group.

The Directors are of the opinion that, taking into account the Group's expected net cash inflows from its operating activities for the year ended August 31, 2026 and the availability of the Group's bank facilities, the Group will have sufficient financial resources to fulfil its financial obligations as and when they fall due in the coming twelve months from February 28, 2026. Accordingly, these consolidated financial statements have been prepared on a going concern basis.

3 MATERIAL ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the previous financial year and corresponding interim reporting period, except for the estimation of income tax as disclosed in Note 11.

(a) New and amended standards adopted by the Group

The Group has applied the following amendments or annual improvements for the first time for their annual reporting period commencing September 1, 2025:

Amendments to HKAS 21 and HKFRS 1	Lack of Exchangeability
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The amendments listed above did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

- (b) Certain new accounting standards and interpretations have been published that are not mandatory for February 28, 2026 reporting periods and have not been early adopted by the Group. These standards are not expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions:

		Effective for accounting periods beginning on or after
Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments	January 1, 2026
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature dependent Electricity	January 1, 2026
Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7	Annual Improvements to HKFRS Accounting Standards – Volume 11	January 1, 2026
HKFRS 18	Presentation and Disclosure in Financial Statements	January 1, 2027
Amendments to HK Int 5	Hong Kong Interpretation 5 Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause	January 1, 2027
HKFRS 19 and amendment	Subsidiaries without Public Accountability: Disclosures	January 1, 2027
Amendments to HKFRS10 and HKAS 28	Sale or contribution of Assets between an Investor and its Associate or Joint Venture	To be determined

HKFRS 18 will replace HKAS 1 Presentation of Financial Statements, introducing new requirements that will help to achieve comparability of the financial performance of similar entities and provide more relevant information and transparency to users. Even though HKFRS 18 will not impact the recognition or measurement of items in the financial statements, its impacts on presentation and disclosure are expected to be pervasive, in particular those related to the consolidated statements of profit or loss and providing management-defined performance measures within the financial statements.

Management is currently assessing the detailed implications of applying the new standard on the Group's consolidated financial statements. The Group expects to apply the new standard from its mandatory effective date of January 1, 2027. Retrospective application is required, and so the comparative information for the financial year ending August 31, 2028 will be restated in accordance with HKFRS 18.

Except for the above mentioned changes in presentation and disclosure, these pronouncements are not expected to have a material impact on the results or the financial position of the Group.

4 ESTIMATES AND ASSUMPTION

The preparation of the Interim Financial Information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this Interim Financial Information, the significant judgments were made by management in applying the Group's accounting policies and the key sources of estimation. Estimates and assumption were the same as those that applied to the 2025 Financial Statements.

5 FINANCIAL RISK MANAGEMENT

5.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, cash flow interest rate risk and fair value interest rate risk) and liquidity risk.

This Interim Financial Information does not include all financial risk management information and disclosures required in the annual financial statements and should be read in conjunction with the 2025 Financial Statements.

There have been no changes in any risk management policies during the six months ended February 28, 2026.

5.2 Liquidity risk

To manage the liquidity risk, the Group monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance the Group's operations and mitigate the effects of fluctuations in cash flows. The Group expects to continue to fund its future cash flow needs through internally generated cash flows from operations and borrowings from financial institutions.

The table below analyses the Group's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

	Less than 1 year <i>RMB'000</i>	Between 1 and 2 years <i>RMB'000</i>	Between 2 and 5 years <i>RMB'000</i>	Over 5 years <i>RMB'000</i>	Total <i>RMB'000</i>
As at February 28, 2026 (Unaudited)					
Borrowings (principal plus interests)	272,202	407,858	675,312	974,120	2,329,491
Accruals and other payables (excluding non-financial liabilities)	221,771	–	38,534	–	260,305
Amounts due to related parties	73,346	–	–	–	73,346
Lease liabilities	2,265	523	1,649	1,672	6,109
Total	<u>569,584</u>	<u>408,381</u>	<u>715,495</u>	<u>975,792</u>	<u>2,669,251</u>
As at August 31, 2025 (Audited)					
Borrowings (principal plus interests)	208,685	336,461	780,793	1,084,141	2,410,080
Accruals and other payables (excluding non-financial liabilities)	365,438	–	34,944	–	400,382
Amounts due to related parties	24,668	–	–	–	24,668
Lease liabilities	2,601	2,437	1,213	1,294	7,545
Total	<u>601,392</u>	<u>338,898</u>	<u>816,950</u>	<u>1,085,435</u>	<u>2,842,675</u>

5.3 Fair value estimation

Financial instruments carried at fair value or where fair value was disclosed can be categorised by levels of the inputs to valuation techniques used to measure fair value. The inputs are categorised into three levels within a fair value hierarchy as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The carrying amounts of the Group's financial assets including cash and cash equivalents, restricted cash, trade and other receivables, amounts due from related parties and financial liabilities including current accruals and other payables, current amounts due to related parties, and current borrowings, approximate their fair values due to their short maturities. The fair values of non-current bank borrowings and other borrowings due to the controlling shareholder of the Company amounting to RMB93,500,000 are estimated based on discounted cash flow using the prevailing market rates of interest available to the Group for financial instruments with substantially the same terms and characteristics at the respective balance sheet dates. The carrying amount of the Group's non-current accruals and other payables, non-current other borrowings due to a related party and other borrowings due to the controlling shareholder of the Company amounting to RMB265,927,000 also approximate their fair values because they are recognised by taking into account the imputed interest rates.

6 SEGMENT INFORMATION

The Group is principally engaged in provision of private tertiary education and ancillary services in the PRC. Management has determined the operating segments based on the reports reviewed by the chief operating decision-maker ("CODM") that are used to make strategic decisions. The CODM has been identified as the executive directors. CODM examines the Group's performance from the service perspective.

Information reported to the CODM, for the purpose of resource allocation and assessment of segment performance, is on a school-by-school basis. Each individual school constitutes an operating segment. The services provided and type of customers are similar in each operating segment, and each operating segment is subject to similar regulatory environment. Accordingly, their segment information is aggregated as a single reportable segment. CODM assesses the performance of the reportable segment based on the revenue and gross profit for the period of the Group as presented in the consolidated statements of comprehensive income. No analysis of the Group's assets and liabilities is regularly provided to the management of the Group for review.

As at February 28, 2026, approximately 99.9% of the carrying values of the Group's assets are situated in the Chinese Mainland. All of the Group's revenue is derived from activities in, and from customers located in the Chinese Mainland and no geographical segment analysis is prepared.

Revenues for the six months ended February 28, 2026 and 2025 are as follows:

	Six months ended	
	February 28, 2026	February 28, 2025
	<i>RMB'000</i>	<i>RMB'000</i>
	(Unaudited)	(Unaudited)
Recognised over time		
– Tuition fees (i)	682,554	645,901
– Boarding fees (i)	63,717	55,707
– Other education service fees (ii)	29,286	19,253
	<u>775,557</u>	<u>720,861</u>

- (i) Tuition fees and boarding fees are recognised proportionately over each academic year.
- (ii) Other education service fees mainly represented the income received from the provision of other education services including training services to students. Other education services fees are recognized proportionately over the relevant course schedule in which the services are rendered.
- (iii) No customers individually accounted for more than 10% of the Group's revenue during the six months ended February 28, 2026 and 2025.

7 OTHER INCOME – NET

	Six months ended	
	February 28, 2026	February 28, 2025
	<i>RMB'000</i>	<i>RMB'000</i>
	(Unaudited)	(Unaudited)
Rental income	15,939	17,264
Site use and relevant service income – net	3,794	1,400
Catering and relevant service income – net	1,952	3,085
Property management income	1,065	3,167
Others – net	825	2,834
	<u>23,575</u>	<u>27,750</u>

8 OTHER (LOSSES)/GAINS – NET

	Six months ended	
	February 28, 2026	February 28, 2025
	<i>RMB'000</i>	<i>RMB'000</i>
	(Unaudited)	(Unaudited)
Net fair value (losses)/gains on investment properties	(6,561)	1,319
(Losses)/gains on disposals of property, plant and equipment	(31)	104
Others	895	206
	<u>(5,697)</u>	<u>1,629</u>

9 EXPENSES BY NATURE

	Six months ended	
	February 28, 2026	February 28, 2025
	<i>RMB'000</i>	<i>RMB'000</i>
	(Unaudited)	(Unaudited)
Employee benefit expenses	252,945	229,445
Depreciation of property, plant and equipment	114,139	101,577
Travel and activities expenses	33,808	9,073
Course project design fees	32,702	–
School consumables	29,429	14,156
Training expenses	27,334	3,566
Maintenance fees	25,982	10,595
Allowance granted to students	23,717	6,463
Depreciation of right-of-use assets	23,369	22,067
Property management fees	18,769	17,160
Marketing expenses	12,201	4,038
Utilities expenses	12,045	10,389
Office expenses	11,461	9,185
Consultancy and professional service fees	5,634	2,532
Rental expenses	4,982	2,663
Other taxes	4,126	2,942
Insurance expenses	3,610	1,247
Amortization of intangible assets	2,216	3,162
Other expenses	21,323	13,615
	<u>659,792</u>	<u>463,875</u>
Total cost of sales, selling expenses and administrative expenses	<u>659,792</u>	<u>463,875</u>

10 FINANCE EXPENSES – NET

	Six months ended	
	February 28, 2026	February 28, 2025
	<i>RMB'000</i>	<i>RMB'000</i>
	(Unaudited)	(Unaudited)
Finance income:		
– Bank interest income	<u>181</u>	<u>1,289</u>
Finance expenses:		
– Interest expenses on bank borrowings	(24,169)	(29,860)
– Imputed interest expenses on discount of long-term other borrowings and long-term interest payables due to a related party	(1,496)	(8,017)
– Imputed interest expenses on discount of long-term other borrowings due to the controlling shareholder of the Company	(4,464)	–
– Interest expenses on discount of long-term payable for property, plant and equipment	(735)	(700)
– Interest expenses on other borrowings due to the controlling shareholder of the Company	(2,674)	(3,201)
– Interest expense for lease liabilities	(137)	(88)
Less: interest expenses capitalised in property, plant and equipment	<u>3,471</u>	<u>2,208</u>
	<u>(30,204)</u>	<u>(39,658)</u>
Net finance expenses	<u>(30,023)</u>	<u>(38,369)</u>

11 INCOME TAX EXPENSES

(a) Cayman Islands profits tax

The Company and its direct subsidiary were incorporated in the Cayman Islands as exempted companies with limited liability under the Companies Act as revised of the Cayman Islands and accordingly, are exempted from income tax.

(b) Hong Kong profits tax

No provision for Hong Kong profits tax was provided as the Group did not have assessable profits in Hong Kong during the six months ended February 28, 2026 and 2025.

(c) PRC corporate income tax (“CIT”)

The CIT rate applicable to the Group’s entities located in the Chinese Mainland (the “**PRC entities**”) is 25% according to the Corporate Income Tax Law of the People’s Republic of China effective on January 1, 2008.

According to the Implementation Rules for the Law for Promoting Private Education (the “**Implementing Rules**”), private schools, whether requiring reasonable returns or not, may enjoy preferential tax treatment. The Implementing Rules provide that the private schools for which the sponsors do not require reasonable returns are eligible to enjoy the same preferential tax treatment as public schools, and relevant authorities under the State Council may introduce preferential tax treatments and related policies applicable to private schools requiring reasonable returns. Despite the fact that no separate policies, regulations or rules have been introduced by the authorities during the period and up to date of this announcement, based on the historical tax returns filed to the relevant tax authorities, the colleges within the Group have historically enjoyed preferential tax treatment since their establishment.

Management considered that no CIT would be imposed by the local tax bureau on the income from provision of formal educational services based on the PRC relevant tax regulation. As a result, no income tax expense was recognised for the income from the provision of educational services in respect of the PRC Operating Entities during the period.

Certain wholly-owned subsidiaries of the Group in the PRC enjoy the preferential income tax treatment for Small and Micro Enterprise with the income tax rate of 20% and are eligible to have their tax calculated based on 25% of their taxable income. Guangdong Shengli Technology Company Limited and Guangdong Huashi Education Support Service Company Limited enjoy the preferential income tax rate of 15% based on the relevant tax preferential policy granted to Ruyuan Yao Autonomous County. The applicable tax rate for Guangdong Huashi Education Technology Investment Company Limited and Guangdong Huali Technology Company Limited is 3% as they enjoy both preferential income tax treatment for Small and Micro Enterprise and preferential policy granted to Ruyuan Yao Autonomous County at the same time.

Pursuant to the PRC Corporate Income Tax Law, a 10% withholding tax is levied on dividends declared to foreign investors from the foreign investment enterprises established in Chinese Mainland. A lower withholding tax rate may be applied if there is a tax treaty between Chinese Mainland and the jurisdiction of the foreign investors. The Group is liable for withholding taxes on dividends distributed by those subsidiaries established in Chinese Mainland in respect of earnings generated in the periods subsequent to January 1, 2008.

(d) United States of America (“USA”) corporate income tax

No provision for USA corporate income tax was provided as the Group did not have assessable profits in USA during the period.

- (e) Income tax expenses recognised based on management’s estimate of the weighted average effective annual income tax rate expected for the full financial year. The estimated average annual tax rate used for the six months ended February 28, 2026 is 15.0% (six months ended February 28, 2025: 4.1%).

Analysis of the Group’s Income tax expenses:

	Six months ended	
	February 28, 2026	February 28, 2025
	<i>RMB’000</i>	<i>RMB’000</i>
	(Unaudited)	(Unaudited)
Current tax on profits for the period (i)	17,321	9,845
Deferred income tax (ii)	(1,826)	395
Deferred withholding tax (iii)	3,434	3,444
	<u>18,929</u>	<u>13,684</u>

- (i) Current tax on profits for the year mainly represents tax imposed on other education service fees, site-use service income, rental income and joint tuition income earned by the colleges of the Group and service income earned by wholly foreign owned subsidiaries of the Group from the PRC Operating Entities and dormitory management fee earned by Huali Investment from the PRC Operating Entities.
- (ii) Deferred income tax mainly represents tax on the revaluation gains of investment properties, right-of-use assets and lease liabilities and temporary differences on the recognition of rental income.
- (iii) During the six months ended February 28, 2026, certain wholly foreign owned subsidiaries of the Company (“WFOEs”) realised profits and RMB3,434,000 on the deferred income tax liabilities was recognised accordingly (six months ended February 28, 2025: RMB3,444,000). As at February 28, 2026, deferred income tax liabilities of RMB15,372,000 (August 31, 2025: RMB11,938,000) was recognised on the temporary differences arising from the earnings earned by WFOEs from the PRC Operating Entities.

As at February 28, 2026 and August 31, 2025, deferred income tax liabilities of RMB249,483,000 and RMB228,735,000 have not been recognised for the withholding tax that would be payable on the unremitted earnings amounted to RMB3,326,435,000 and RMB3,049,804,000 of the PRC Operating Entities, respectively. Such earnings are expected to be retained by the PRC Operating Entities for reinvestment purposes and would not be remitted out of Chinese Mainland in the foreseeable future.

12 EARNINGS PER SHARE

(a) Basic

The basic earnings per share is calculated on the profit attributable to controlling shareholder of the Company by the weighted average number of ordinary shares in issue during the six months ended February 28, 2026 and 2025.

	Six months ended	
	February 28, 2026 (Unaudited)	February 28, 2025 (Unaudited)
Profit attributable to controlling shareholder of the Company (RMB'000)	84,691	234,312
Weighted average number of ordinary shares in issue (thousands shares)	<u>1,200,000</u>	<u>1,200,000</u>
Basic earnings per share (expressed in RMB per share)	<u>0.071</u>	<u>0.195</u>

(b) Diluted

Diluted earnings per share presented is the same as the basic earnings per share as there were no potentially dilutive ordinary shares issued during the six months ended February 28, 2026 and 2025.

13 TRADE AND OTHER RECEIVABLES

	As at February 28, 2026 RMB'000 (Unaudited)	As at August 31, 2025 RMB'000 (Audited)
Trade receivables		
– Government subsidies receivables granted to students for tuition fees deduction	12,735	–
– Tuition fees receivables from students	11,416	4,644
– Boarding fees receivables from students	76	49
	<u>24,227</u>	<u>4,693</u>
Other receivables		
– Utilities receivables from campus logistics service providers	5,305	5,305
– Receivables for rental income	3,886	3,212
– Staff advance	759	235
– Tuition fees receivables from financial institution	–	856
– Catering fees receivable	185	140
– Others	3,513	3,572
	<u>13,648</u>	<u>13,320</u>
	<u>37,875</u>	<u>18,013</u>

As at February 28, 2026 and August 31, 2025, the aging analysis of the trade receivables based on the revenue recognition date is as followings:

	As at February 28, 2026 RMB'000 (Unaudited)	As at August 31, 2025 RMB'000 (Audited)
Less than 1 year	23,332	4,471
1 to 2 years	794	208
2 to 3 years	101	14
	<u>24,227</u>	<u>4,693</u>

All trade and other receivables of the Group were denominated in RMB as at February 28, 2026 and August 31, 2025.

As at February 28, 2026 and August 31, 2025, the Group's maximum exposure to credit risk was the carrying value of each class of trade and other receivables mentioned above. The Group does not hold any other collateral as security.

Management has closely monitored the credit qualities and the collectability of these receivables and considers that the expected credit risks of them are minimal in view of the history of cooperation with them and forward looking information. The loss allowance provision for these balances was not material and no provision was recorded during the six months ended February 28, 2026 and the year ended August 31, 2025.

As at February 28, 2026 and August 31, 2025, the fair values of trade and other receivables approximate their carrying amounts.

14 ACCRUALS AND OTHER PAYABLES AND AMOUNTS DUE TO RELATED PARTIES

	As at February 28, 2026 RMB'000 (Unaudited)	As at August 31, 2025 RMB'000 (Audited)
Payables for construction and purchase of non-current assets	212,529	310,483
Employee benefits payables	29,437	25,793
Interest payable	7,919	9,006
Other taxes payable	6,953	8,680
Government subsidies payable to students	6,951	46,183
Miscellaneous fee received from students	6,521	10,123
Payables for canteen suppliers	6,179	6,643
Payables for property management service	3,994	3,646
Payables for utilities expenses	1,360	2,644
Others	11,572	11,654
	<u>293,415</u>	<u>434,855</u>
Less: non-current portion		
Payable for construction of non-current assets	<u>(35,254)</u>	<u>(31,237)</u>
Current portion	<u>258,161</u>	<u>403,618</u>
Amounts due to related parties		
– Current	<u>73,346</u>	<u>24,668</u>

15 CAPITAL COMMITMENTS

As at February 28, 2026 and August 31, 2025, the Group had the following capital commitments on construction and purchase of property, plant and equipment:

	As at February 28, 2026 RMB'000 (Unaudited)	As at August 31, 2025 RMB'000 (Audited)
Contracted but not provided for	<u>298,880</u>	<u>272,770</u>

DEFINITIONS

“academic year(s)”	the academic year for all our school, which generally starts on September 1 of each calendar year and ends on August 31, of the next calendar year
“Audit Committee”	the audit committee of the Board
“Board”	the board of directors of the Company
“BVI”	The British Virgin Islands
“CG Code”	the Corporate Governance Code contained in Appendix C1 to the Listing Rules
“China”, “Chinese Mainland” or “PRC”	the People’s Republic of China and for the purposes of this announcement only, except where the context requires otherwise, references to China or the PRC exclude Hong Kong, the Macau Special Administrative Region and Taiwan
“Company”	China Science and Education Industry Group Limited (中國科教產業集團有限公司), a company incorporated in the Cayman Islands with limited liability, the shares of which are listed on the Main Board (stock code: 1756)
“consolidated affiliated entities”	the entities the Company controls through the structured contracts as further elaborated in the section headed “Structured Contracts” in the Prospectus, namely Huali Investment, Huali College, Huali Vocational College and Huali Technician College, and each a “consolidated affiliated entity”
“Conversion of Huali College”	the conversion of Huali College from a private independent college into an independently established private general undergraduate college in the PRC
“Director(s)”	the director(s) of the Company
“Group”, “We”, “us”, or “our”	the Company, its subsidiaries and its consolidated affiliated entities

“HKFRSs”	HKFRS Accounting Standards
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Hong Kong dollars”	Hong Kong dollars, the lawful currency of Hong Kong
“Huali College”	Guangzhou Huali College (廣州華立學院) (formerly known as Huali College Guangdong University of Technology (廣東工業大學華立學院)), a private independent college established under the laws of the PRC on January 1, 2006, was converted into an independently established private general undergraduate college with the official approval by MOE in May 2021, and a consolidated affiliated entity of the Company
“Huali Education”	Huali Education Holdings Limited, a limited liability company incorporated in BVI and wholly owned by Trust Co
“Huali Investment”	Guangzhou Huali Investment Company Limited (廣州華立投資有限公司), being the School Sponsor of each of the PRC Operating Entities, a company established in the PRC with limited liability on June 15, 1999 and a consolidated entity of the Company
“Huali Technician College”	Guangdong Province Huali Technician College (廣東省華立技師學院), a private tertiary vocational school established under the laws of the PRC on August 20, 2003, of which the School Sponsor’s interest is wholly owned by Huali Investment, and a consolidated affiliated entity of the Company
“Huali Vocational College”	Guangzhou Huali Science and Technology Vocational College (廣州華立科技職業學院), a formal higher education institution established under the laws of the PRC on July 19, 2005, of which the school sponsor’s interest is wholly owned by Huali Investment, and a consolidated affiliated entity of the Company
“Listing Rules”	The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, as amended, supplemented or otherwise modified from time to time
“Main Board”	the Main Board of the Stock Exchange

“Model Code”	the Model Code for Securities Transactions by Directors of Listed Issuers contained in Appendix C3 to the Listing Rules
“MOE”	the Ministry of Education of the PRC(中華人民共和國教育部)
“PRC Operating Entities”	the Company’s consolidated affiliated entities, namely, Huali College, Huali Vocational College and Huali Technician College
“Prospectus”	the prospectus of the Company dated November 14, 2019
“Reporting Period”	the six months ended February 28, 2026
“RMB” or “Renminbi”	Renminbi, the lawful currency of the PRC
“School Sponsor(s)”	the individual(s) or entity(ies) that funds or holds interests in an educational institution
“Shareholder(s)”	holder(s) of the Share(s)
“Shares”	ordinary shares in the Company of par value US\$0.0001 each
“South China”	Guangdong Province, Guangxi Province and Hainan Province of the PRC
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“subsidiary(ies)”	has the meaning ascribed thereto in section 15 of the Companies Ordinance (Chapter 622 of the Laws of Hong Kong)
“Trust Co”	Huali-Diamond Limited, a holding vehicle incorporated in BVI indirectly controlled by UBS Trustee (B.V.I.) Limited, the trustee of HL-Diamond Trust, to hold the entire issued share capital of Huali Education
“US\$”	United States dollars, the lawful currency of the United States
“%”	per cent

The English names of the PRC entities (including schools), PRC laws or regulations, and the PRC government authorities referred to in this announcement are merely translations from their Chinese names and are for identification purposes. If there is any inconsistency, the Chinese names shall prevail.

By order of the Board
China Science and Education Industry Group Limited
Zhang Zhifeng
Chairman

Hong Kong, April 28, 2026

As at the date of this announcement, the executive directors of the Company are Mr. Zhang Zhifeng, Mr. Ye Yaming, Mr. Zhang Yude and Mr. Xiao Xiaobing; and the independent non-executive directors of the Company are Ms. Chiu Lai Kuen Susanna MH JP, Mr. Yang Ying and Mr. Ding Yi.