遠航港口發展有限公司
OCEAN LINE PORT DEVELOPMENT LIMITED
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 8502)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2025

CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE "STOCK EXCHANGE")

GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.

*This announcement, for which the directors (the "**Directors**", each a "**Director**") of Ocean Line Port Development Limited (the "**Company**") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM (the "**GEM Listing Rules**") for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquires, confirm that, to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

FINANCIAL HIGHLIGHTS

	Six months ended 30 June		
	2025	2024	
	RMB'000	*RMB'000*	% Changes
	(Unaudited)	(Unaudited)	
Revenue	**80,368**	87,553	-8.2
Profit for the period attributable to the owners of the Company	**20,490**	31,336	-34.6
Basic earnings per share	**RMB2.56 cents**	RMB3.92 cents	-34.6

INTERIM RESULTS

The board (the "**Board**") of Directors announces the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively referred to as the "**Group**") for the six months ended 30 June 2025 together with the unaudited comparative figures for the corresponding period in 2024. The unaudited condensed consolidated interim financial statements of the Group for the six months ended 30 June 2025 has not been audited, but has been reviewed by the audit committee of the Board ("**Audit Committee**").

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three months and six months ended 30 June 2025

		Six months ended 30 June	
		2025	2024
	Notes	***RMB'000***	*RMB'000*
		(Unaudited)	(Unaudited)
Revenue	*4*	**80,368**	87,553
Cost of services rendered		**(31,699)**	(35,443)
Gross profit		**48,669**	52,110
Other income and gains, net		**5,675**	9,097
Selling and distribution expenses		**(227)**	(591)
Administrative expenses		**(14,044)**	(9,441)
Finance costs		**(29)**	(44)
Profit before income tax	*5*	**40,044**	51,131
Income tax expense	*6*	**(11,474)**	(8,756)
Profit for the period		**28,570**	42,375

		Six months ended 30 June	
		2025	2024
	Notes	***RMB'000***	*RMB'000*
		(Unaudited)	(Unaudited)
Profit for the period attributable to:			
Owners of the Company		**20,490**	31,336
Non-controlling interests		**8,080**	11,039
		28,570	42,375
Total comprehensive income for the period attributable to:			
Owners of the Company		**20,076**	31,166
Non-controlling interests		**7,919**	10,973
		27,995	42,139
Earnings per share attributable to owners of the Company			
Basic and diluted earnings per share	*7*	**RMB2.56 cents**	RMB3.92 cents

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

	Notes	**30 June 2025** *RMB'000* **(Unaudited)**	31 December 2024 *RMB'000* (Audited)
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment		**371,912**	380,981
Investment properties		**94,103**	89,400
Investment in an associate		**2,600**	2,600
Equity investment at fair value through other comprehensive income		**33,883**	27,093
Deposits and prepayments		**13,988**	2,898
		516,486	502,972
Current assets			
Inventories		**2,519**	2,642
Trade receivables	*9*	**7,118**	7,866
Debt instruments at fair value through other comprehensive income		**12,721**	13,151
Deposits, prepayments and other receivables		**7,571**	2,125
Other current assets		**7,031**	–
Time deposit		**239,101**	153,960
Cash and cash equivalents		**134,161**	225,918
		410,222	405,662
Current liabilities			
Trade payables	*10*	**6,768**	5,412
Contract liabilities		**14,887**	24,741
Other payables, accruals and receipt in advance		**89,679**	92,466
Due to non-controlling interests		**14,230**	16,061
Lease liabilities		**546**	546
Deferred government grant		**890**	890
Income tax payable		**5,210**	3,563
		132,210	143,679
Net current assets		**278,012**	261,983
Total assets less current liabilities		**794,498**	764,955

	30 June 2025 *RMB'000* (Unaudited)	31 December 2024 *RMB'000* (Audited)
Non-current liabilities		
Deferred government grant	**29,414**	29,864
Lease liabilities	**286**	579
Deferred tax liabilities	**8,077**	5,786
	37,777	36,229
Net assets	**756,721**	728,726
EQUITY		
Share capital	**6,758**	6,758
Reserves	**562,387**	545,320
Equity attributable to owners of the Company	**569,145**	552,078
Non-controlling interests	**187,576**	176,648
Total equity	**756,721**	728,726

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Company was incorporated as an exempted company with limited liability in the Cayman Islands on 30 October 2017. The address of the Company's registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The principal place of business of the Company in Hong Kong is located at Room 2715–16, 27th Floor, Hong Kong Plaza, 188 Connaught Road West, Hong Kong. The Company was listed on GEM of The Stock Exchange of Hong Kong Limited on 10 July 2018.

The principal activity of the Company is investment holding while its subsidiaries are principally engaged in port operation in Chizhou City, Anhui Province, the People's Republic of China (the "**PRC**").

The Company's immediate and ultimate parent is Vital Force Developments Limited ("**Vital Force**"), a company incorporated in the British Virgin Islands with limited liability and its ultimate controlling parties are Mr. Kwai Sze Hoi and his spouse Ms. Cheung Wai Fung.

The unaudited condensed consolidated financial statements are presented in Renminbi ("**RMB**"), unless otherwise stated.

The unaudited condensed consolidated financial statements have not been reviewed by the Company's auditor, but have been reviewed by the Audit Committee.

2. BASIS OF PREPARATION

These unaudited condensed consolidated financial statements for the six months ended 30 June 2025 have been prepared in accordance with Hong Kong Accounting Standard 34, 'Interim financial reporting' issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**") and the applicable disclosure provisions of the GEM Listing Rules. The unaudited condensed consolidated financial statements should be read in conjunction with the Company's annual consolidated financial statements for the year ended 31 December 2024, which have been prepared in accordance with HKFRS Accounting Standards as issued by the HKICPA.

The accounting policies and methods of computation used in the preparation of the unaudited condensed consolidated financial statements are consistent with those used in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of the standards, amendments and interpretation issued by the HKICPA mandatory for the annual periods beginning of 1 January 2025.

In the current period, the Group has applied all the new and amended HKFRSs which are first effective for the reporting period and relevant to the Group. The adoption of other new and amended HKFRSs do not have material impact on the Group's results of operations or financial position.

The Group has not applied any new or amended HKFRSs that are not yet effective for the current accounting period.

3. SEGMENT INFORMATION

Operating segment information

The Group identifies its operating segments and prepares segment information based on the regular internal financial information reported to the executive Directors, who are the chief operating decision-makers of the Group, for their decisions about resources allocation to the Group's business components and review of these components' performance. There is only one business component in the internal reporting to the executive Directors, which is the provision of port services. Accordingly, no segment information analysed by operating segment is presented in the condensed consolidated financial statements.

Geographical information

The geographical location of revenue allocated is based on the location at which services are provided. The Group renders port services in the PRC and all its revenue for the six months ended 30 June 2025 and 2024 were derived in the PRC. The geographical location of the Group's non-current assets is based on the physical location of the assets. The Group's major non-current assets are located or based in the PRC.

4. REVENUE

Revenue represents the income from provision of port services excluding value-added tax, where applicable.

Revenue recognised during the period is as follows:

	Six months ended 30 June	
	2025	2024
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Port service income	**80,368**	87,553

Disaggregation of revenue

	Six months ended 30 June	
	2025	2024
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Revenue from contracts with customers within the scope of HKFRS 15		
Provision of uploading and unloading services		
Bulk cargo and break bulk cargo	**73,368**	78,100
Containers	**1,689**	1,433
Provision of ancillary port services	**5,311**	8,020
	80,368	87,553

5. PROFIT BEFORE INCOME TAX

Profit before income tax is arrived at after charging/(crediting):

	Six months ended 30 June	
	2025	2024
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Costs of inventories recognised as an expense (included under cost of service rendered)	**1,067**	1,926
Employee benefit expenses *(note 1)* (including directors' emoluments)		
— Wages, salaries and other benefits	**11,974**	12,322
— Defined contributions	**1,624**	1,751
	13,598	14,073
Direct operating expenses arising from investment properties that generated rental income	**631**	373
Depreciation of property, plant and equipment	**12,751**	12,359
Repairs and maintenance expenses (included under cost of services rendered)	**2,413**	3,078
Subcontracting fee (included under cost of services rendered)	**6,541**	9,022
Short-term lease	**1**	–
Amortisation of deferred government grant	**(445)**	(445)
Gain on land resumption *(note 2)*	**–**	(924)

Notes:

1. During the six months ended 30 June 2025, the Group incurred expenses for the purpose of research and development of approximately RMB2,584,000 (six months ended 30 June 2024: RMB2,232,000), which comprised employee benefits expenses of approximately RMB1,736,000 (six months ended 30 June 2024: RMB1,806,000).

2. On 31 March 2024, Chizhou Port Ocean Line Holdings Group Limited ("**Chizhou Port Holdings**"), a subsidiary of the Company, and Chizhou Economic Development Zone Management Committee (the "**Committee**") entered into a compensation agreement, pursuant to which the Committee resumed the Group's certain leasehold land held for own use, with a site area of approximately 4,781 square meters and the Group's certain leasehold land held for rental purpose, with a site area of approximately 7,680 square meters (the "**Land Resumption**"). Chizhou Port Holdings agreed to the Land Resumption, to facilitate the Committee's Chizhou Economic Development Zone Riverside Road Widening Project (池州經濟技術開發區濱江大道拓寬工程). The compensation for the Land Resumption was approximately RMB2,710,000. The Group recorded gain on Land Resumption of approximately RMB924,000 during the six months ended 30 June 2024. As the percentage ratios in respect of the Land Resumption is less than 5%, the Land Resumption is fully exempted from the requirements under Chapter 19 of the GEM Listing Rules.

6. INCOME TAX EXPENSE

Income tax

The amount of taxation in the unaudited condensed consolidated statement of comprehensive income during the period represents:

	Six months ended 30 June	
	2025	2024
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Current tax		
— PRC enterprise income tax	**9,183**	7,191
Deferred tax charged to profit or loss	**2,291**	1,565
	11,474	8,756

The Group's subsidiaries in the PRC are subject to the PRC enterprise income tax ("**EIT**") at the standard rate of 25% on the estimated assessable profits, except for the following subsidiaries which enjoyed certain tax exemption and relief.

Pursuant to PRC tax law, its rules and regulations, enterprises that invest in qualifying public infrastructure projects are eligible for certain tax benefits.

One of the infrastructure projects (the "**Qualifying Project**") of Chizhou Port Holdings, which is engaging in qualifying public infrastructures, is entitled to a 50% reduction from the financial year beginning on 1 January 2022 to 31 December 2024. Therefore, the relevant profit generated from the Qualifying Project enjoyed 50% tax reduction for the six months ended 30 June 2024. Apart from the Qualifying Project, Chizhou Port Holdings has been recognised as a High and New Technology Enterprise under the applicable PRC tax law. Other infrastructure projects of Chizhou Port Holdings are subject to a reduced rate of 15% EIT for three consecutive financial years from 2022 to 2024.

Chizhou Ocean Line Niutoushan Limited ("**Chizhou Niutoushan**"), a subsidiary of the Company, has been recognised as a High and New Technology Enterprise under the applicable PRC tax law. Chizhou Niutoushan is subject to a reduced rate of 15% EIT for three consecutive financial years from 2023 to 2025.

No provision for Hong Kong profits tax has been made as the Group had no estimated assessable profits arising in or derived from Hong Kong for the six months ended 30 June 2025 (six months ended 30 June 2024: nil).

7. EARNINGS PER SHARE

The calculation of basic and diluted earnings per share is based on the following information:

	Six months ended 30 June	
	2025	2024
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Profit for the period attributable to the owners of the Company	**20,490**	31,336
	Number of shares	
Weighted average number of ordinary shares in issue during the period	**800,000,000**	800,000,000

The calculation of basic earnings per share for the six months ended 30 June 2025 is based on profit attributable to owners of the Company of approximately RMB20,490,000 (for the six months ended 30 June 2024: RMB31,336,000) and on the weighted average number of 800,000,000 (for the six months ended 30 June 2024: 800,000,000) ordinary shares in issue during the period.

Diluted earnings per share is the same as the basic earnings per share because the Group had no potentially dilutive shares in issue during the respective periods.

8. DIVIDENDS

The Directors do not recommend the payment of an interim dividend for the six months ended 30 June 2025 (six months ended 30 June 2024: nil).

9. TRADE RECEIVABLES

	As at 30 June 2025	As at 31 December 2024
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Trade receivables	**7,119**	7,867
Less: Provision for impairment	**(1)**	(1)
Trade receivables, net	**7,118**	7,866

The credit period for trade receivables is generally ranging from 10 to 55 days.

Based on invoice dates, ageing analysis of the Group's trade receivables, net of impairment provision, as at the reporting dates is as follows:

	As at 30 June 2025 ***RMB'000*** **(Unaudited)**	As at 31 December 2024 *RMB'000* (Audited)
0 to 30 days	**7,118**	6,117
31 to 90 days	**–**	1,082
91 to 120 days	**–**	667
121 to 365 days	**–**	–
Over 1 year	**–**	–
	7,118	7,866

10. TRADE PAYABLES

The credit period is generally 30 days.

Based on invoice dates, ageing analysis of the Group's trade payables as at the reporting dates is as follows:

	As at 30 June 2025 ***RMB'000*** **(Unaudited)**	As at 31 December 2024 *RMB'000* (Audited)
0 to 30 days	**2,932**	2,833
31 to 90 days	**1,783**	428
91 to 120 days	**106**	39
121 to 365 days	**282**	122
Over 1 year	**1,665**	1,990
	6,768	5,412

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is an inland terminal operator in the PRC and is principally engaged in the provision of port logistic services (including uploading and unloading of cargoes, bulk cargo handling services, container handling, storage and other services). The Group operates two port terminals, namely, Jiangkou Terminal and Niutoushan Terminal, both situated in Chizhou City, Anhui Province, the PRC. Chizhou City, located in the upper reach of the downstream section of the Yangtze River, is an important port city in the southwestern region of Anhui Province. It is also a crucial component of the integrated development of the Yangtze River Delta. With abundant mining resources as its biggest strengths, Chizhou City is an integral non-metallic mineral base in Eastern China. There are eleven multi-purpose/bulk cargo berths in the two major terminals of the Group, including the four multi-purpose/bulk cargo berths of the newest phase (Phase III) of Jiangkou Terminal, making the Group the largest public port operator in Chizhou City, as well as an important driver of the opening-up and promoting of investment and business in Chizhou City.

In the first half of 2025, affected by the overall unfavorable economic situation, certain production and operation indicators of the Group declined slightly. For the six months ended 30 June 2025, the Group's total throughput volume of bulk cargo, break bulk cargo and container were 12.7 million tonnes (six months ended 30 June 2024: 13.9 million tonnes) and 8,825 TEUs (six months ended 30 June 2024: 8,406 TEUs), respectively, representing a decrease of 8.7% and an increase of 5.0%, respectively, as compared to the corresponding period of the previous year. The Group's revenue and profit were RMB80.4 million (six months ended 30 June 2024: RMB87.6 million) and RMB28.6 million (six months ended 30 June 2024: RMB42.4 million), respectively, representing a decrease of 8.2% and 32.6%, respectively, as compared to the corresponding period of the previous year. In the first half of the year, various key tasks, such as safety and environmental protection and project construction, were steadily advanced.

The port throughput volume was mainly influenced by the following factors:

Firstly, the aspect of international environment. The current market environment has a significant impact on the development of export-oriented economy. Affected by various US policies, the global economic recovery was under pressure, leading to a decline in dry bulk shipping demand. In addition, adverse weather conditions have caused various impacts on the ore shipment. The overall shipping demand was relatively sluggish.

Secondly, the aspect of domestic environment in the PRC. The pressure of economic downturn has mounted, with sluggish real estate and infrastructure construction, and the generally battered bulk cargo market, especially the non-metallic minerals and building materials markets, where effective demand is insufficient and prices have remained low for an extended period. Most mining enterprises are facing significant operational pressures, leading to a year-on-year decline in bulk cargo throughput volume of our ports.

Thirdly, the internal aspect of the Group. In the face of a challenging economic environment, the Group remained committed to expanding its market reach while implementing cost control. In the first half of 2025, the construction of the Dedicated Port-entering Railway Line (進港鐵路專用線) has been fully commenced, and the construction of the Jiangkou Terminal Phase IV has progressed steadily. All economic indicators remain basically stable.

OUTLOOK

Looking ahead to the second half of 2025, the domestic and international economic outlook remains grim. Although the domestic economy has maintained a certain level of production resilience, downward pressure on production remains significant, and the overall market environment is expected to be challenging. However, we remain relatively optimistic about the outlook for the port market. The main factors are as follows:

Firstly, in the second half of 2025, China's economy is expected to remain relatively sluggish but generally stable. In the process of addressing changes in the external environment or internal structural adjustments, governments at all levels have implemented a series of effective measures to promote high-quality economic development. The total volume of port cargo is expected to remain relatively stable within the normal range.

Secondly, facing unfavorable production and operational situation, the Group has increased management efforts, strengthened scheduling work and services. The period from 2025 to 2026 will be a critical phase for the construction of the Group's major projects (the Dedicated Port-entering Railway Line and the Jiangkou Terminal Phase IV), as well as a challenging period for production and operations. We will remain steadfast in our confidence, overcome difficulties, and with the completion and operation of the Dedicated Port-entering Railway Line, the Group will hopefully enter a new phase of rapid development.

FINANCIAL REVIEW

Revenue

	Six months ended 30 June			
	2025	2024	Increase/(decrease)	
	RMB'000	*RMB'000*	*RMB'000*	%
	(Unaudited)	(Unaudited)		
Revenue from provision of uploading and unloading services				
Bulk cargo and break bulk cargo	**73,368**	78,100	(4,732)	(6.1)
Container	**1,689**	1,433	256	17.9
Subtotal	**75,057**	79,533	(4,476)	(5.6)
Revenue from provision of ancillary port services	**5,311**	8,020	(2,709)	(33.8)
Total revenue	**80,368**	87,553	(7,185)	(8.2)

	Six months ended 30 June			
	2025	2024	Increase/(decrease)	
	(Unaudited)	(Unaudited)		%
Total cargo throughput (thousand tonnes)	**12,711**	13,915	(1,204)	(8.7)
Container throughput (TEUs)	**8,825**	8,406	419	5.0

Our revenue which is principally generated from the provision of uploading and unloading services and ancillary port services was approximately RMB75.1 million for the six months ended 30 June 2025 (six months ended 30 June 2024: RMB79.5 million), representing a decrease of RMB4.5 million or approximately 5.6% as compared to the same period in 2024. The decrease in revenue was mainly due to the decrease in cargo handling revenue since the throughput of cargo decreased by approximately 1.2 million tonnes as compared with the same period in 2024, resulting from a decline in demand and prices for non-metallic minerals and building materials products along with a shortage of commodity cargo caused by the general economic slowdown in the PRC. The revenue from provision of ancillary port services decreased by approximately RMB2.7 million or 33.8%, which is mainly due to the decline in our logistics agency business due to unfavorable market conditions.

Cost of services

Our cost of services primarily consists of depreciation of property, plant and equipment, staff cost, subcontracting fee, fuel and oil, consumables, electricity, repairs and maintenance expenses and others.

For the six months ended 30 June 2025, our cost of services was approximately RMB31.7 million (six months ended 30 June 2024: RMB35.4 million), representing a decrease of RMB3.7 million or approximately 10.5% as compared to the same period in 2024. The decrease in cost of services was mainly attributable to the impacts of the following: (i) a decrease in staff cost and subcontracting fee collectively of approximately RMB2.7 million which was driven by the decrease in cargo handling services due to the decrease in throughput volume of cargo by 8.7% in terms of tonnes and (ii) a decrease in repairs and maintenance expenses of approximately RMB0.7 million.

Gross profit and gross profit margin

	Six months ended 30 June			
	2025	2024	Increase/(decrease)	
	(Unaudited)	(Unaudited)		%
Gross profit (RMB'000)	**48,669**	52,110	(3,441)	(6.6)
Gross profit margin (%)	**60.6**	59.5	1.1	N/A

For the six months ended 30 June 2025, our gross profit decreased to approximately RMB48.7 million. The decrease in gross profit was primarily due to decrease of our total revenue by 8.2% for the six months ended 30 June 2025 as compared to the same period of last year. Our gross profit margin was approximately 60.6%, which remained at similar level to the same period of last year.

Administrative expenses

For the six months ended 30 June 2025, our administrative expenses increased by approximately RMB4.6 million or 48.8% which was primarily due to (i) an increase in other taxes of approximately RMB2.5 million which is mainly due to certain taxes in connection with the sale and purchase of land use right being incurred as Chizhou Haishun Port Services Limited, an indirect 43.2% effective shareholding interest-owned subsidiary of the Company, has acquired the land use right of a piece of land held by Chizhou Port Holdings for its future project and operation during the period and (ii) an increase in legal and professional fee of approximately RMB1.7 million due to more compliance activities being carried out during the period.

Income tax expenses

For the six months ended 30 June 2025, the Group's income tax expense amounted to approximately RMB11.5 million (six months ended 30 June 2024: RMB8.8 million), representing an increase of RMB2.7 million or approximately 30.7% as compared to the same period of last year. The profit generated from one of the Qualifying Project of Chizhou Port Holdings for the six months ended 30 June 2024 enjoyed 50% tax reduction (the "**3-Year 50% Tax Reduction Entitlement**"). The Qualifying Project can no longer enjoy the 3-Year 50% Tax Reduction Entitlement for the six months ended 30 June 2025 as the tax preferential period has ended on 31 December 2024. Save for the mentioned better tax preferential policy being enjoyed by the Qualifying Project, as High and New Technology Enterprises, Chizhou Port Holdings and Chizhou Niutoushan, subsidiaries of the Company paid/will pay the enterprise income tax at the rate of 15% for three consecutive financial years from 2022 to 2024 and from 2023 to 2025, respectively ("**3-Year High and New Technology Enterprises Tax Entitlements**"). The 3-Year High and New Technology Enterprises Tax Entitlement of Chizhou Port Holdings for three consecutive financial years from 2025 to 2027 is still under review up to the date of this announcement, standard rate of 25% is adopted in the calculation of the PRC EIT for Chizhou Port Holdings for the six months ended 30 June 2025. For the six months ended 30 June 2025, the effective tax rate is approximately 28.7% (six months ended 30 June 2024: 17.1%). Should the deferred tax charge for the six months ended 30 June 2025 of approximately RMB2.3 million be excluded, the adjusted effective tax rate would have been approximately 22.9%. Our adjusted effective tax rate for the six months ended 30 June 2025 was lower than that of the PRC EIT standard rate of 25% mainly because of the 3-Year High and New Technology Enterprises Tax Entitlements for Chizhou Niutoushan from 2023 to 2025.

Profit for the six months ended 30 June 2025

As a result of the foregoing, the Group recorded profit for the six months ended 30 June 2025 of approximately RMB28.6 million (six months ended 30 June 2024: RMB42.4 million). Our net profit margin was approximately 35.5% (six months ended 30 June 2024: 48.4%).

CAPITAL STRUCTURE, LIQUIDITY AND FINANCIAL RESOURCES

The shares of the Company have been listed on GEM of the Stock Exchange since 10 July 2018. There has been no change in the capital structure of the Group since then. The capital of the Company only comprises ordinary shares.

The Group finances its liquidity and capital requirements primarily through cash generated from operations, bank borrowings, if any, and equity contribution from shareholders.

As at 30 June 2025, including time deposits over three months, the Group had bank and cash balances of approximately RMB373.3 million (31 December 2024: RMB379.9 million).

As at 30 June 2025, the Group's total equity attributable to owners of the Company amounted to approximately RMB569.1 million (31 December 2024: RMB552.1 million). As of the same date, the Group had no outstanding debts (31 December 2024: no outstanding debts).

The Directors believe that the Group is in a healthy financial position to expand its business and achieve its business objectives.

BORROWINGS AND GEARING RATIO

The Group's bank and other borrowings, if any, is primarily used in financing the working capital requirement of its operations.

The gearing ratio of the Group is calculated based on the total debts which include payable incurred not in the ordinary course of business, divided by total equity. Total debts comprise bank and other borrowings, if any. There was no outstanding debts as at 30 June 2025 and 31 December 2024 and calculation of gearing ratio as at 30 June 2025 and 31 December 2024 is not meaningful.

FOREIGN CURRENCY RISK

The Group has foreign currency exposures that mainly arise from the balance of assets and liabilities in currencies other than in RMB, the Group's functional currency. The Group's policy requires the management monitors foreign exchange exposure by monitoring the movement of foreign currency rates and may enter into foreign currency options or forward contracts, when and where appropriate.

TREASURY POLICY

The Group has adopted a prudent financial management approach towards its treasury policies and had maintained a healthy liquidity position throughout the reporting period. To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and commitments can meet its funding requirements from time to time.

CONTINGENT LIABILITIES

As at 30 June 2025, the Group did not have any contingent liabilities (31 December 2024: Nil).

SIGNIFICANT INVESTMENTS

On 9 November 2024, Chizhou Port Holdings entered into a joint venture agreement with four investors which are independent third parities pursuant to which Chizhou Port Holdings agreed to make a cash injection of RMB10,000,000 in total into Chizhou Tie Hang Construction Investment Development Co., Ltd. ("**Chizhou Tie Hang**") in return for 5% equity interest of Chizhou Tie Hang. The other investors agreed to make cash injections proportionate to their holdings. On 12 March 2025, the shareholders' meeting of Chizhou Tie Hang was held during which the resolutions were passed to approve, among others, the increase of additional capital commitment by the investors of Chizhou Tie Hang in the total amount of approximately RMB1,335,303,000, which shall be contributed by the investors of Chizhou Tie Hang to Chizhou Tie Hang in proportion to their respective shareholding interests in Chizhou Tie Hang. As a result, Chizhou Port Holdings is required to make additional capital contribution in the amount of approximately RMB66,765,000 to Chizhou Tie Hang. Up to 30 June 2025, RMB17,365,000 has been injected by Chizhou Port Holdings. For details of the formation of Chizhou Tie Hang and increase in capital commitment, please refer to the announcement of the Company dated 12 March 2025 and the circular of the Company dated 25 April 2025.

Save for the mentioned investment, during the six months ended 30 June 2025, the Group did not acquire or hold any significant investment.

MATERIAL ACQUISITIONS AND DISPOSALS

During the six months ended 30 June 2025, save as disclosed elsewhere in this announcement, the Group did not have any material acquisitions and disposals of subsidiaries, associates and joint ventures.

EMPLOYEES AND REMUNERATION POLICIES

As at 30 June 2025, the Group has approximately 200 (31 December 2024: 205) employees. Total staff costs for the six months ended 30 June 2025 amounted to approximately RMB13.6 million (six months ended 30 June 2024: RMB14.1 million).

Employee's remuneration was determined in accordance with individual's responsibility, competence and skills, experience and performance as well as market pay level.

CAPITAL COMMITMENT

The capital commitments of the Group as at each of the reporting dates are as disclosed in the 2025 interim report of the Company.

PLEDGE OF ASSETS

As at 30 June 2025, the Group has pledged its property, plant and equipment with an aggregate net book value of approximately RMB123.6 million (31 December 2024: RMB127.4 million) and investment properties with aggregate net book value of approximately RMB14.5 million (31 December 2024: RMB14.1 million).

EVENTS AFTER THE REPORTING PERIOD

Save as disclosed elsewhere in this announcement, no significant events affecting the Group have occurred since the end of the reporting period and up to the date of this announcement.

INTERIM DIVIDEND

The Board does not recommend the payment of any interim dividend for the six months ended 30 June 2025.

BUSINESS UPDATE

1. On 10 January 2025, Chizhou Haishun Port Services Limited* (池州海順港口服務有限公司) ("**Chizhou Haishun**"), an indirect 43.2% effective shareholding interest-owned subsidiary of the Company, entered into an agreement ("**Construction Contract**") with an independent contractor, pursuant to which the contractor would undertake various construction works including but not limited to the construction of hydraulic structures, onshore infrastructure and supporting ancillary works for Phase IV of Jiangkou Terminal located in Jiangkou Port Area, Economic and Technological Development Zone, Chizhou City, Anhui Province, the PRC at the consideration of RMB146,485,000. For details of the Construction Contract, please refer to the announcement of the Company dated 10 January 2025 and the circular of the Company dated 25 February 2025.

2. On 12 March 2025, the shareholders' meeting of Chizhou Tie Hang was held during which resolutions were passed to approve, among others, the increase of additional capital commitment by the investors of Chizhou Tie Hang in the total amount of approximately RMB1,335,303,000, which shall be contributed by the investors of Chizhou Tie Hang to Chizhou Tie Hang in proportion to their respective shareholding interests in Chizhou Tie Hang. As a result, Chizhou Port Holdings is required to make additional capital contribution in the amount of approximately RMB66,765,000 to Chizhou Tie Hang. For details of the formation of Chizhou Tie Hang and increase in capital commitment, please refer to the announcement of the Company dated 12 March 2025 and the circular of the Company dated 25 April 2025. During the six months ended 30 June 2025, Chizhou Port Holdings further injected RMB5,850,000 into Chizhou Tie Hang.

3. On 28 March 2025, Chizhou Port Holdings entered into a land use right transfer agreement with Chizhou Haishun, pursuant to which Chizhou Port Holdings agreed to transfer the land use right of a piece of land ("**Project Land**") located at Chizhou Economic Development Zone, East of Tongguan Port Project, North of Yanjiang Avenue in Chizhou City, Anhui Province, the PRC with an area of approximately 74,798 square metres to Chizhou Haishun at the consideration of approximately RMB17,952,000 (the "**Transfer**"). Chizhou Haishun has obtained the title certificate of the Project Land on 17 April 2025. The Transfer was in substance an intra-group transfer which resulted in an effective net disposal of a 28.8% interest in the land use right of the Project Land to the 40% minority shareholders of Chizhou Haishun, and was exempted from the requirements of Chapter 19 of the GEM Listing Rules.

* *For identification purpose only*

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 for the six months ended 30 June 2025.

COMPETING INTERESTS

The Directors confirm that none of the controlling shareholders of the Company or the Directors and their respective close associates (as defined in the GEM Listing Rules) is interested in any business apart from the business operated by our Group which competes or is likely to compete, directly or indirectly, with our Group's business during the six months ended 30 June 2025.

CHANGES TO INFORMATION IN RESPECT OF DIRECTORS

In accordance with 17.50A(1) of the GEM Listing Rules, the changes to information required to be disclosed pursuant to paragraph (a) to (e) and (g) of 17.50(2) of the GEM Listing Rules during the course of the Directors' terms of office for the period from the date of publication of the Company's latest annual report up to the date of this announcement are set out below:

Ms. Cheung Wai Fung, a non-executive Director, has been appointed as a member of the nomination committee of the Board with effect from 16 June 2025.

CORPORATE GOVERNANCE CODE

The Corporate Governance Code (the "**Code**") in Appendix C1 to the GEM Listing Rules sets out the principles of good corporate governance, code provisions and recommended best practices. Issuers are expected to comply with the code provisions or devise their own code on corporate governance on the terms they consider appropriate provided that considered reasons are given. Throughout the reporting period, the Company had complied with the applicable code provisions of the Code and there had been no deviation from the Code by the Company.

CODE OF CONDUCT REGARDING SECURITIES TRANSACTIONS BY DIRECTORS

The Group has adopted the required standards of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules as the code of conduct for securities transactions by the Directors in respect of the shares of the Company (the "**Code of Conduct**"). Having made specific enquiries with the Directors, all Directors have confirmed that they have complied with the required standards set out in the Code of Conduct during the reporting period.

AUDIT COMMITTEE

The Audit Committee has been established with its terms of reference in compliance with Rules 5.28 to 5.33 of the GEM Listing Rules, and paragraphs D.3.3 and D.3.7 of the Code. The Audit Committee consists of three members, namely Mr. Cheung Sze Ming, Mr. Nie Rui and Mr. Chang Yin Pan, all being independent non-executive Directors. Mr. Cheung Sze Ming currently serves as the chairman of the Audit Committee. The Audit Committee is to assist the Board in fulfilling its responsibilities by providing an independent review and supervision of financial reporting, by satisfying themselves as to the effectiveness of the internal controls of our Group. The Audit Committee has reviewed the unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2025 and is of the view that such results complied with the applicable accounting standards, the requirements under the GEM Listing Rules and other applicable legal requirements, and that adequate disclosures have been made.

By order of the Board
Ocean Line Port Development Limited
Kwai Sze Hoi
Chairman and executive Director

Hong Kong, 12 August 2025

As at the date of this announcement, the executive Directors are Mr. Kwai Sze Hoi and Mr. Huang Xueliang, the non-executive Director is Ms. Cheung Wai Fung and the independent non-executive Directors are Mr. Nie Rui, Mr. Cheung Sze Ming and Mr. Chang Yin Pan.

This announcement will remain on the Stock Exchange's website at www.hkexnews.hk, on the "Latest Company Announcements" page for at least 7 days from the date of its publication and on the website of the Company at www.oceanlineport.com.