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CHINA ORIENTAL GROUP COMPANY LIMITED
中國東方集團控股有限公司*

(incorporated in Bermuda with limited liability)

(Stock Code: 581)

ANNOUNCEMENT OF 2024 ANNUAL RESULTS

FINANCIAL HIGHLIGHTS

	Year ended 31 December		Changes
	2024	2023	
Sales volume (tonnes)			
– Self-manufactured steel products	7.17 million	7.73 million	(7.3%)
– Trading of steel products	0.11 million	0.20 million	(45.0%)
	7.28 million	7.93 million	(8.2%)
Revenue (RMB)			
– Sales of self-manufactured steel products	24.60 billion	27.51 billion	(10.6%)
– Sales of power equipment	4.33 billion	3.88 billion	11.7%
– Real estate	0.10 billion	0.25 billion	(60.6%)
– Trading of steel products, iron ore and related raw materials and others	13.93 billion	14.62 billion	(4.7%)
	42.96 billion	46.26 billion	(7.1%)
Gross profit/(loss) (RMB)			
– Sales of self-manufactured steel products	1,027 million	387 million	165.4%
– Sales of power equipment	330 million	254 million	29.9%
– Real estate	7 million	(99) million	107.1%
– Trading of steel products, iron ore and related raw materials and others	409 million	175 million	133.7%
	1,773 million	717 million	147.1%
Gross profit per tonne (RMB)			
– Sales of self-manufactured steel products	143	50	186.0%

* For identification purposes only

	Year ended 31 December		Changes
	2024	2023	
EBITDA ¹ (RMB)	1,500 million	1,279 million	17.3%
EBITDA ¹ margin	3.5%	2.8%	N/A
EBIT/(LBIT) ² (RMB)	396 million	(114) million	447.7%
EBIT/(LBIT) ² margin	0.9%	(0.2)%	N/A
Profit/(loss) before income tax (RMB)	228 million	(315) million	172.4%
Profit/(loss) for the year (RMB)	225 million	(196) million	214.5%
Profit/(loss) attributable to owners of the Company (RMB)	149 million	(160) million	193.4%
Basic earnings/(loss) per share (RMB)	0.04	(0.04)	200.0%
Final dividend per share (HK\$)	0.01	–	N/A
Special dividend per share (HK\$)	0.05	0.05	–
Total dividends per share for the year ³ (HK\$)	0.06	0.05	20.0%
Return on equity ⁴	0.7%	(0.7%)	N/A
Adjusted profit for the year (a non-HKFRS measure) ⁵ (RMB)	266 million	4 million	5,897.1%
	As at 31 December		
	2024	2023	Changes
Total assets (RMB)	50.08 billion	50.03 billion	0.1%
Net assets value per share (exclude non-controlling interests) (RMB)	5.99	5.98	0.2%
Debt-to-capital ratio ⁶	65.8%	63.0%	N/A

¹ China Oriental Group Company Limited (the “**Company**”) defines EBITDA as profit/(loss) for the year before finance costs — net, income tax (expense)/credit, amortisation, depreciation and non-cash non-recurring items. During the year ended 31 December 2024, there were no adjustments of non-cash non-recurring items in the calculation (2023: nil).

² The Company defines EBIT/(LBIT) as profit/(loss) for the year before finance costs — net, income tax (expense)/credit and non-cash non-recurring items. During the year ended 31 December 2024, there were no adjustments of non-cash non-recurring items in the calculation (2023: nil).

³ Total dividends per share for the year include interim dividend of nil (2023: interim dividend of nil).

⁴ Return on equity is calculated as profit/(loss) attributable to owners of the Company divided by the average of the beginning and ending balances of the equity attributable to owners of the Company for that year.

⁵ The Company defines the adjusted profit for the year (a non-HKFRS measure) as profit/(loss) for the year excluding non-recurring gain and the provision for impairment of both (i) properties under development and held for sale; and (ii) loan receivables related to the real estate industry in the second-and-lower-tier cities in the PRC. Please refer to the sub-section headed “Management Discussion and Analysis — Non-HKFRS Measure” for details of the non-HKFRS measure.

⁶ Debt-to-capital ratio is calculated as total debt divided by total capital. Total debt includes current and non-current borrowings, lease liabilities and loans from related parties. Total capital includes non-current borrowings, non-current lease liabilities and equity attributable to owners of the Company.

The board (the “**Board**”) of directors (the “**Director(s)**”) of the Company is pleased to announce the audited consolidated results of the Company and its subsidiaries (the “**Group**”) for the year ended 31 December 2024 together with the comparative figures as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		Year ended 31 December	
		2024	2023
	<i>Note</i>	RMB'000	RMB'000
Revenue	3	42,957,307	46,259,738
Cost of sales	4	(41,184,680)	(45,542,448)
Gross profit		1,772,627	717,290
Other income	5	158,834	245,233
Distribution costs	4	(147,833)	(139,319)
Administrative expenses	4	(840,131)	(832,929)
Research and development expenses	4	(427,411)	(353,869)
Provision for impairment of financial and contract assets, net	4	(94,830)	(99,503)
Other expenses	4	(62,296)	(35,071)
Gains/(losses) on derivative financial instruments	6	26,260	(62,896)
Other gains and losses – net	7	7,804	448,587
Operating profit/(loss)		393,024	(112,477)
Finance income	8	257,763	224,345
Finance costs	8	(426,038)	(425,060)
Finance costs – net		(168,275)	(200,715)
Share of results of associates and joint ventures		2,845	(1,379)
Profit/(loss) before income tax		227,594	(314,571)
Income tax (expense)/credit	9	(2,976)	118,359
Profit/(loss) for the year		224,618	(196,212)
Profit/(loss) attributable to:			
Owners of the Company		149,112	(159,692)
Non-controlling interests		75,506	(36,520)
		224,618	(196,212)
Earnings/(loss) per share for profit/(loss) attributable to owners of the Company (expressed in RMB per share)			
– Basic earnings/(loss) per share	10	RMB0.04	RMB(0.04)
– Diluted earnings/(loss) per share	10	RMB0.04	RMB(0.04)

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

	Year ended 31 December	
	2024	2023
	RMB'000	RMB'000
Profit/(loss) for the year	224,618	(196,212)
Other comprehensive income:		
<i>Item that may be reclassified subsequently to profit or loss</i>		
Fair value gains on debt investments at fair value through other comprehensive income	5,210	5,483
<i>Item reclassified to profit or loss</i>		
Transfer of fair value (gains)/losses previously (debited)/credited to reserve to statement of profit or loss upon disposal of debt investments at fair value through other comprehensive income	(10,693)	15
	(5,483)	5,498
Total comprehensive income/(loss) for the year	<u>219,135</u>	<u>(190,714)</u>
Total comprehensive income/(loss) attributable to:		
Owners of the Company	143,629	(154,194)
Non-controlling interests	75,506	(36,520)
	<u>219,135</u>	<u>(190,714)</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		As at 31 December	
		2024	2023
	Note	RMB'000	RMB'000
ASSETS			
Non-current assets			
Property, plant and equipment	12	14,478,729	14,396,707
Right-of-use assets	12	1,054,429	1,581,919
Properties under development and held for sale	14	108,059	93,647
Investment properties	12	134,865	166,367
Intangible assets	12	1,596,498	1,710,649
Investment in associates and joint ventures		1,063,547	184,904
Financial assets at fair value through other comprehensive income		355,000	449,833
Amounts due from related parties		10,000	–
Financial assets at fair value through profit or loss	19	223,839	325,896
Prepayments, deposits and other receivables	13	84,396	154,562
Long-term bank deposits		300,000	1,390,000
Loan receivables	17	721,376	941,780
Deferred income tax assets		855,151	685,191
Total non-current assets		20,985,889	22,081,455
Current assets			
Properties under development and held for sale	14	219,905	219,400
Inventories	15	3,967,046	5,962,303
Trade receivables	16	3,340,461	2,871,278
Contract assets	3(c), 16	1,136,959	1,057,565
Prepayments, deposits and other receivables	13	4,168,628	4,429,107
Amounts due from related parties		115,678	128,899
Prepaid current income tax		54,157	65,399
Loan receivables	17	832,302	497,720
Notes receivable – bank acceptance notes	18	406,307	346,957
Financial assets at fair value through profit or loss	19	2,902,164	4,134,058
Structured bank deposits	20	460,931	127,543
Restricted bank balances		7,970,256	4,490,458
Cash and cash equivalents		3,516,253	3,618,030
Total current assets		29,091,047	27,948,717
Total assets		50,076,936	50,030,172

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

		As at 31 December	
		2024	2023
	<i>Note</i>	RMB'000	RMB'000
EQUITY			
Equity attributable to owners of the Company			
Share capital		380,628	380,628
Share premium		3,532,234	3,532,234
Other reserves		1,862,230	1,860,033
Retained earnings		16,510,475	16,495,881
		22,285,567	22,268,776
Non-controlling interests		2,669,706	2,709,009
Total equity		24,955,273	24,977,785
LIABILITIES			
Non-current liabilities			
Borrowings	21	2,794,383	2,383,933
Lease liabilities		24,101	21,354
Long-term payables		–	8,352
Deferred revenue		31,145	24,923
Deferred income tax liabilities		111,511	67,056
Total non-current liabilities		2,961,140	2,505,618
Current liabilities			
Trade payables	22	4,058,661	4,385,823
Accruals and other current liabilities		2,882,654	3,112,418
Contract liabilities	3(c)	1,018,490	1,424,604
Amounts due to related parties		191,148	85,321
Current income tax liabilities		349,825	346,318
Lease liabilities		14,467	9,519
Derivative financial instruments		–	21,398
Borrowings	21	13,593,786	13,089,962
Long-term payables, current portion		8,342	33,041
Dividends payable		43,150	38,365
Total current liabilities		22,160,523	22,546,769
Total liabilities		25,121,663	25,052,387
Total equity and liabilities		50,076,936	50,030,172

SELECTED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Company was incorporated in Bermuda on 3 November 2003 as an exempted company with limited liability under the Companies Act 1981 of Bermuda as a result of a group reorganisation. The address of the Company's registered office is Clarendon House, 2 Church Street, Hamilton HM11, Bermuda.

The Company's shares have been listed on the Stock Exchange since 2 March 2004.

The Company together with its subsidiaries are hereinafter collectively referred to as the Group. The Group is principally engaged in the manufacturing and sales of iron and steel products, trading of steel products, iron ore and related raw materials, sales of power equipment and real estate business. The Group has major manufacturing plants in Hebei Province and Guangdong Province of the PRC and sells mainly to customers located in the PRC. The Group also carries out property development business which is mainly in the PRC.

These consolidated financial statements are presented in thousands of units of RMB, which is the same as the functional currency of the Company, unless otherwise stated. These consolidated financial statements have been approved for issue by the Board on 27 March 2025.

2. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements have been prepared in accordance with HKFRS issued by HKICPA. For the purpose of preparation of the consolidated financial statements, information is considered material if such information is reasonably expected to influence decisions made by primary users. In addition, the consolidated financial statements include applicable disclosures required by the Listing Rules and by the Hong Kong Companies Ordinance.

The preparation of consolidated financial statements in conformity with HKFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies.

Application of new and amendments to HKFRSs and agenda decision of IFRS Interpretations Committee (the “Committee”)

(a) Amendments to HKFRSs that are mandatorily effective for the current year

In the current year, the Group has applied the following amendments to HKFRSs issued by the HKICPA for the first time, which are mandatorily effective for the Group’s annual period beginning on 1 January 2024 for the preparation of the consolidated financial statements:

Amendments to HKFRS 16	Lease Liability in a Sale and Leaseback
Amendments to HKAS 1	Classification of Liabilities as Current or Non-Current and related amendments to Hong Kong Interpretation 5 (2020)
Amendments to HKAS 1	Non-current Liabilities with Covenants
Amendments to HKAS 7 and HKFRS 7	Supplier Finance Arrangements

In addition, the Group applied the agenda decision of the Committee, including Climate-related Commitments, which is relevant to the Group.

The application of the amendments to HKFRSs and the Committee’s agenda decision in the current year has had no material impact on the Group’s financial positions and performance for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

(b) New and amendments to HKFRSs in issue but not yet effective

The Group has not early applied the following amendments to HKFRSs that have been issued but are not yet effective:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments ³
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity ³
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ¹
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards – Volume 11 ³
Amendments to HKAS 21	Lack of Exchangeability ²
HKFRS 18	Presentation and Disclosure in Financial Statements ⁴

¹ Effective for annual periods beginning on or after a date to be determined.

² Effective for annual periods beginning on or after 1 January 2025.

³ Effective for annual periods beginning on or after 1 January 2026.

⁴ Effective for annual periods beginning on or after 1 January 2027.

Except for the new and amendments to HKFRSs mentioned below, the Directors anticipate that the application of all other new and amendments to HKFRSs will have no material impact on the consolidated financial statements in the foreseeable future.

Amendments to HKFRS 9 and HKFRS 7 Amendments to the Classification and Measurement of Financial Instruments

The amendments to HKFRS 9 clarify the recognition and derecognition for financial asset and financial liability and add an exception which permits an entity to deem a financial liability to be discharged before the settlement date if it is settled in cash using an electronic payment system if, and only if certain conditions are met.

The amendments also provide guidance on the assessment of whether the contractual cash flows of a financial asset are consistent with a basic lending arrangement. The amendments specify that an entity should focus on what an entity is being compensated for rather than the compensation amount. Contractual cash flows are inconsistent with a basic lending arrangement if they are indexed to a variable that is not a basic lending risk or cost. The amendments state that, in some cases, a contingent feature may give rise to contractual cash flows that are consistent with a basic lending arrangement both before and after the change in contractual cash flows, but the nature of the contingent event itself does not relate directly to changes in basic lending risks and costs. Furthermore, the description of the term “non-recourse” is enhanced and the characteristics of “contractually linked instruments” are clarified in the amendments.

The disclosure requirements in HKFRS 7 in respect of investments in equity instruments designated at fair value through other comprehensive income are amended. In particular, entities are required to disclose the fair value gain or loss presented in other comprehensive income during the period, showing separately those related to investments derecognised during the reporting period and those related to investments held at the end of the reporting period. An entity is also required to disclose any transfers of the cumulative gain or loss within equity related to the investments derecognised during the reporting period. In addition, the amendments introduce the requirements of qualitative and quantitative disclosure of contractual terms that could affect the contractual cash flows based on a contingent event not directly relating to basic lending risks and costs.

The amendments are effective for annual reporting periods beginning on or after 1 January 2026, with early application permitted. The application of the amendments is not expected to have a significant impact on the financial position and performance of the Group.

HKFRS 18 Presentation and Disclosure in Financial Statements

HKFRS 18 sets out requirements on presentation and disclosures in financial statements, will replace HKAS 1 Presentation of Financial Statements. This new HKFRS Accounting Standard, while carrying forward many of the requirements in HKAS 1, introduces new requirements to present specified categories and defined subtotals in the statement of profit or loss; provide disclosures on management-defined performance measures in the notes to the financial statements and improve aggregation and disaggregation of information to be disclosed in the financial statements. In addition, some HKAS 1 paragraphs have been moved to HKAS 8 Accounting Policies, Changes in Accounting Estimates and Errors and HKFRS 7 Financial Instruments: Disclosures. Minor amendments to HKAS 7 Statement of Cash Flows and HKAS 33 Earnings per Share are also made.

HKFRS 18 and amendments to other standards will be effective for annual periods beginning on or after 1 January 2027, with early application permitted. The application of the new standard is expected to affect the presentation of the statement of profit or loss and disclosures in the future financial statements. The Group is in the process of assessing the detailed impact of HKFRS 18 on the Group’s consolidated financial statements.

(c) **Changes of estimated useful life of certain items of machinery in the year**

The Group reviewed the estimated useful life of property, plant and equipment at least at the end of each financial year. Estimates of useful lives require adjustment from time to time in the light of changes in experience and knowledge. Taking into account the actual status, operation and maintenance of those items of machinery in the property, plant and equipment, as well as referring to the depreciation policies of listed companies in the iron and steel industry, the Group has changed the estimated useful life of certain items of machinery in the iron and steel production process from 10 years to 15 years starting from 1 January 2024.

The change in calculation of accounting estimates adopts the future applicable method, and its impact on the Group's consolidated financial statements for the year ended 31 December 2024 is as below:

	Impact of the changes in accounting estimates on the profit for the year RMB'000 Increase/(Decrease)
Changes in the estimated useful life of certain items of machinery (from 10 years to 15 years)	<u>209,676</u>

3. SALES AND SEGMENT INFORMATION

(a) **Sales**

The Group is principally engaged in the manufacturing and sales of iron and steel products, trading of steel products, iron ore and related raw materials, sales of power equipment and real estate business. Sales recognised for the years ended 31 December 2024 and 2023 were as follows:

	Year ended 31 December	
	2024	2023
	RMB'000	RMB'000
Sales		
– H-section steel products	11,737,216	12,946,577
– Iron ore	9,934,620	11,361,275
– Strips and strip products	9,280,312	10,536,617
– Power equipment	4,332,328	3,878,779
– Sheet piling	2,715,056	2,797,537
– Coke	1,762,675	707,909
– Cold rolled sheets and galvanised sheets	1,337,549	1,567,250
– Real estate	96,829	246,047
– Steel scrap	95,400	347,638
– Billets	66,375	572,167
– Others	1,598,947	1,297,942
	<u>42,957,307</u>	<u>46,259,738</u>

(b) Segment information

The chief operating decision-maker has been identified as the management committee, which comprises executive directors. The chief operating decision-maker reviews the Group's internal reporting in order to assess performance and allocate resources.

Based on these reports, the chief operating decision-maker considers the business from a business perspective. From a business perspective, the chief operating decision-maker assesses the performance of the iron and steel and the real estate segments.

- (i) Iron and steel – Manufacturing and sales of iron and steel products, trading of steel products, iron ore and related raw materials and sales of power equipment; and
- (ii) Real estate – Development and sales of properties.

The chief operating decision-maker assesses the performance of the operating segments based on a measure of revenue and operating profit. This measurement is consistent with that in these consolidated financial statements.

The segment information provided to the chief operating decision-maker for the reportable segments for the year was as follows:

	Year ended 31 December 2024		
	Iron and steel	Real estate	Total
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Revenue recognised at a point in time	42,860,478	96,829	42,957,307
Segment results:			
Operating profit/(loss)	398,050	(5,026)	393,024
Finance costs – net	(168,552)	277	(168,275)
Share of results of associates and joint ventures	2,845	–	2,845
Profit before income tax			227,594
Income tax expense			(2,976)
Profit for the year			224,618
Other profit or loss items			
Depreciation and amortisation	1,103,441	460	1,103,901
Capital expenditure	1,972,599	–	1,972,599

	Year ended 31 December 2023		
	Iron and steel	Real estate	Total
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Revenue recognised at a point in time	46,013,691	246,047	46,259,738
Segment results:			
Operating profit/(loss)	36,662	(149,139)	(112,477)
Finance costs – net	(200,712)	(3)	(200,715)
Share of results of associates and a joint venture	(1,379)	–	(1,379)
Loss before income tax			(314,571)
Income tax credit			118,359
Loss for the year			(196,212)
Other profit or loss items			
Depreciation and amortisation	1,392,077	616	1,392,693
Capital expenditure	2,194,787	13	2,194,800

Segment assets are those operating assets that are employed by a segment in its operating activities. Segment assets are determined after deducting related allowance that is reported as direct offsets in the consolidated statement of financial position. Segment assets consist primarily of property, plant and equipment, right-of-use assets, investment properties, intangible assets, investment in associates and joint ventures, loan receivables, properties under development and held for sale, prepayments, deposits and other receivables, inventories, trade receivables, contract assets, amounts due from related parties, notes receivable-bank acceptance notes, restricted bank balances and cash and cash equivalents.

Segment liabilities are those operating liabilities that result from the operating activities of a segment. Segment liabilities consist primarily of long-term payables, deferred revenue, amounts due to related parties, trade payables, contract liabilities, accruals and other current liabilities and lease liabilities.

The segment assets and liabilities as at 31 December 2024 were as follows:

	Iron and steel RMB'000	Real estate RMB'000	Elimination RMB'000	Total RMB'000
Segment assets	<u>44,777,961</u>	<u>1,545,562</u>	<u>(1,397,829)</u>	<u>44,925,694</u>
Segment assets for reportable segments				44,925,694
Unallocated:				
Deferred income tax assets				855,151
Financial assets at fair value through other comprehensive income				355,000
Financial assets at fair value through profit or loss				3,126,003
Structured bank deposits				460,931
Long-term bank deposits				300,000
Prepaid current income tax				<u>54,157</u>
Consolidated total assets				<u><u>50,076,936</u></u>
Segment liabilities	<u>8,173,143</u>	<u>1,453,694</u>	<u>(1,397,829)</u>	<u>8,229,008</u>
Segment liabilities for reportable segments				8,229,008
Unallocated:				
Current income tax liabilities				349,825
Current borrowings				13,593,786
Non-current borrowings				2,794,383
Dividends payable				43,150
Deferred income tax liabilities				<u>111,511</u>
Consolidated total liabilities				<u><u>25,121,663</u></u>

The segment assets and liabilities as at 31 December 2023 were as follows:

	Iron and steel <i>RMB'000</i>	Real estate <i>RMB'000</i>	Elimination <i>RMB'000</i>	Total <i>RMB'000</i>
Segment assets	<u>42,669,767</u>	<u>1,557,192</u>	<u>(1,374,707)</u>	<u>42,852,252</u>
Segment assets for reportable segments				42,852,252
Unallocated:				
Deferred income tax assets				685,191
Financial assets at fair value through other comprehensive income				449,833
Financial assets at fair value through profit or loss				4,459,954
Structured bank deposits				127,543
Long-term bank deposits				1,390,000
Prepaid current income tax				<u>65,399</u>
Consolidated total assets				<u><u>50,030,172</u></u>
Segment liabilities	<u>9,001,308</u>	<u>1,478,754</u>	<u>(1,374,707)</u>	<u>9,105,355</u>
Segment liabilities for reportable segments				9,105,355
Unallocated:				
Current income tax liabilities				346,318
Current borrowings				13,089,962
Non-current borrowings				2,383,933
Derivative financial instruments				21,398
Dividends payable				38,365
Deferred income tax liabilities				<u>67,056</u>
Consolidated total liabilities				<u><u>25,052,387</u></u>

(c) **Assets and liabilities related to contracts with customers**

The Group has recognised the following assets and liabilities related to contracts with customers:

	As at 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Contract assets attributable to:		
– Iron and steel segment	<u>1,136,959</u>	<u>1,057,565</u>

	As at 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Contract liabilities attributable to:		
– Iron and steel segment	997,298	1,411,779
– Real estate segment	21,192	12,825
	<u>1,018,490</u>	<u>1,424,604</u>

The following table shows how much of the revenue recognised for the years ended 31 December 2024 and 2023 related to contract liabilities as brought-forward:

	Year ended 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Revenue recognised on:		
– Iron and steel segment	1,411,779	1,300,895
– Real estate segment	8,767	97,180
	<u>1,420,546</u>	<u>1,398,075</u>

4. EXPENSES BY NATURE

	Year ended 31 December	
	2024	2023
	RMB'000	RMB'000
Employee benefit expenses	1,464,443	1,354,273
Changes in inventories of finished goods and work in progress	365,181	1,074,202
Raw materials used and cost of goods sold for trading	36,891,701	39,914,996
Cost of properties sold	89,939	205,606
Energy and utility costs	1,765,028	1,800,421
Depreciation of property, plant and equipment (Note 12)	981,290	1,271,929
Amortisation of intangible assets (Note 12)	69,892	69,857
Depreciation of investment properties (Note 12)	12,137	13,461
Depreciation of right-of-use assets (Note 12)	40,582	37,446
Provision for impairment of trade receivables and contract assets	47,604	41,145
Changes in provision for impairment of inventories to net realisable value	(21,724)	23,575
Provision for impairment of properties under development and held for sale	11,190	138,405
Provision for impairment of loan receivables	31,966	13,687
Provision for impairment of prepayments, deposits and other receivables and amounts due from related parties	15,260	44,671
Tax	242,359	160,734
Freight, storage and hoisting costs	372,218	327,777
Research and technical consulting fee		
– Materials and utility related to research and development	290,598	259,608
– Technical consulting fee	15,169	38,868
Rental expenses on short-term leases	10,440	12,692
Auditors' remuneration		
– Audit services	3,800	4,924
– Non-audit services	834	1,202
Others	57,274	193,660
Total	<u>42,757,181</u>	<u>47,003,139</u>

5. OTHER INCOME

	Year ended 31 December	
	2024	2023
	RMB'000	RMB'000
Interest income from loan receivables	13,026	27,390
Government grants	106,482	161,379
Rental income from investment properties	21,379	23,441
Dividend income from financial assets at fair value through other comprehensive income	13,748	27,629
Interest income from financial assets at fair value through other comprehensive income	4,199	5,394
Total	<u>158,834</u>	<u>245,233</u>

6. GAINS/(LOSSES) ON DERIVATIVE FINANCIAL INSTRUMENTS

	Year ended 31 December	
	2024	2023
	RMB'000	RMB'000
Investment gains/(losses) on foreign currency forward contracts (a)	4,597	(23,067)
Investment gains/(losses) on iron ore, hot rolled steel coil, rebar and other products future contracts (b)	21,663	(41,634)
Investment gains on iron ore and rebar future option contracts (c)	–	1,805
Total	<u>26,260</u>	<u>(62,896)</u>

During the year ended 31 December 2024, the Group entered into certain foreign currency forward contracts, certain iron ore, hot rolled steel coil, rebar and other products future contracts and certain iron ore and rebar future option contracts so as to reduce the impact of the volatility of the RMB exchange rate against USD and volatility of the iron ore, hot rolled steel coil, rebar and other products prices respectively.

- (a) For the year ended 31 December 2024, realised gains amounting to approximately RMB5 million and no unrealised losses (2023: realised losses amounting to approximately RMB18 million and unrealised losses amounting to approximately RMB5 million) were recognised in foreign currency forward contracts. No derivative financial liabilities in respect of foreign currency forward contracts (2023: approximately RMB5 million) were recognised in the consolidated financial statements as at 31 December 2024.
- (b) For the year ended 31 December 2024, realised gains amounting to approximately RMB22 million and no unrealised losses (2023: realised losses amounting to approximately RMB25 million and unrealised losses amounting to approximately RMB17 million) were recognised on iron ore, hot rolled steel coil, rebar and other products future contracts. No derivative financial liabilities in respect of iron ore, hot rolled steel coil, rebar and other products future contracts (2023: approximately RMB17 million) were recognised in consolidated financial statements as at 31 December 2024.

- (c) For the year ended 31 December 2024, no realised or unrealised gains or losses (2023: realised gains amounting to approximately RMB2 million and no unrealised losses) were recognised on iron ore and rebar future option contracts. No derivative financial liability in respect of iron ore and rebar future option contracts (2023: nil) was recognised in consolidated financial statements as at 31 December 2024.

7. OTHER GAINS AND LOSSES – NET

	Year ended 31 December	
	2024	2023
	RMB'000	RMB'000
Provision for impairment of property, plant and equipment <i>(Note 12) (a)</i>	–	(249,842)
Provision for impairment of intangible assets <i>(Note 12)</i>	(46,645)	(25,551)
Investment income from financial assets at fair value through profit or loss	143,518	121,076
Unrealised fair value losses of financial assets at fair value through profit or loss	(54,729)	(96,459)
(Losses)/gains of raw materials and by-products	(29,667)	32,801
Investment income from structured bank deposits	15,294	5,207
Gains on disposal of property, plant and equipment <i>(a)</i>	3,156	722,255
Gains on disposal of investment properties	15,599	41,910
Gains on disposal of intangible assets	377	–
Gains/(losses) on disposal of financial assets at fair value through other comprehensive income	10,693	(15)
Other foreign exchange losses – net	(25,768)	(27,385)
Losses on derecognition of notes receivable	(546)	(72,332)
Others – net	(23,478)	(3,078)
Total other gains and losses – net	<u>7,804</u>	<u>448,587</u>

- (a) On 24 August 2023, Jinxi Limited, a non-wholly owned subsidiary of the Company, entered into a capacity transfer agreement with Tangshan Guotang Iron & Steel Co., Ltd.* (唐山國堂鋼鐵有限公司) in relation to the transfer of annual iron capacity of 1.08 million tonnes at a total consideration of RMB810 million (including value-added tax). The transfer of the iron capacity was completed in August 2023 and the Group recognised a gain on disposal of approximately RMB713 million. Therefore, the Group made a provision for impairment of approximately RMB250 million for certain property, plant and equipment related to the iron capacity according to the difference between the fair value less cost to sale and net book value.

8. FINANCE INCOME AND COSTS

	Year ended 31 December	
	2024	2023
	RMB'000	RMB'000
Interest expenses		
– Borrowings and long-term payables	(439,601)	(461,958)
– Lease liabilities	(1,823)	(4,405)
Net foreign exchange losses on borrowings and dividends payable	(5,151)	(5,055)
	<u>(446,575)</u>	<u>(471,418)</u>
Finance costs	(446,575)	(471,418)
Less: amounts capitalised as qualifying assets	20,537	46,358
	<u>(426,038)</u>	<u>(425,060)</u>
Total finance costs		
Interest income		
– Bank deposits	257,763	224,345
	<u>257,763</u>	<u>224,345</u>
Total finance income		
Finance costs – net	<u>(168,275)</u>	<u>(200,715)</u>

9. INCOME TAX EXPENSE/(CREDIT)

	Year ended 31 December	
	2024	2023
	RMB'000	RMB'000
Current income tax		
– PRC EIT	125,549	70,480
– Singapore profits tax	2,932	3,393
Deferred income tax	(125,505)	(192,232)
	<u>2,976</u>	<u>(118,359)</u>

The Company was incorporated in Bermuda as an exempted company with limited liability under the Companies Act 1981 of Bermuda and, accordingly, is exempted from payment of Bermuda income tax.

The subsidiaries directly held by the Company were incorporated in BVI with limited liability under the International Business Companies Act (Chapter 291) and, accordingly, are exempted from payment of BVI income tax.

No Hong Kong profits tax has been provided since the Company and the subsidiaries traded or incorporated in Hong Kong do not have assessable taxable profits during the year ended 31 December 2024 after utilising their accumulated tax losses (2023: nil).

China Oriental Singapore Pte. Limited (“**China Oriental Singapore**”) has been awarded the “Global Trader Programme” status since 1 April 2011 and continued to be awarded from 1 March 2021 to 31 December 2025. Income from qualifying transactions will be taxed at the concessionary corporate tax rate of 5% (2023: 5%), subject to China Oriental Singapore’s fulfilment of certain terms and conditions as stated in the letter issued by International Enterprise Singapore.

The PRC EIT is calculated based on the statutory profit of subsidiaries incorporated in the Mainland China in accordance with the PRC tax laws and regulations, after adjustments on certain income and expense items which are non-taxable or non-deductible for income tax purposes. The EIT rate applicable to the subsidiaries incorporated in the Mainland China is 25% (2023: 25%) except for Zhonghuo Finance Leasing Co., Ltd.* (中霍融資租賃有限公司, “**Zhonghuo Leasing**”), Hebei Jinxi Iron and Steel Group Heavy Industry Science and Technology Co., Limited* (河北津西鋼鐵集團重工科技有限公司, “**Jinxi Heavy Industry**”), Chongqing Jodear Power Equipment Co., Ltd.* (重慶江電電力設備有限公司, “**Chongqing Jodear**”), Hebei Jinxi Sheet Piling Section Steel Technology Co., Ltd.* (河北津西鋼板樁型鋼科技有限公司, “**Jinxi Sheet Piling**”) and HJT.

Zhonghuo Leasing qualified as a key encouraged industry enterprise was established in an economically difficult zone. Approved by local tax authority in 2020, Zhonghuo Leasing was entitled to a five-year full EIT exemption from 2020 to 2024. Hence, the effective tax rate applicable to Zhonghuo Leasing was nil for the years ended 31 December 2024 and 2023.

Jinxi Heavy Industry, Chongqing Jodear, Jinxi Sheet Piling and HJT obtained the High-tech Enterprise Certificate and as high-tech enterprises, were subject to a preferential EIT rate of 15% from 2023 to 2025.

According to the applicable tax rate under PRC tax regulations, dividends distributed by a company established in the Mainland China to a foreign investor with respect to profits derived after 1 January 2008 are generally subject to WHT at rate of 10%. If a foreign investor incorporated in Hong Kong meets the conditions and requirements under the double taxation treaty arrangement entered into between the Mainland China and Hong Kong, the relevant rate of WHT will be reduced from 10% to 5%. During the year ended 31 December 2024, the distribution of dividends among Jinxi Limited and certain foreign subsidiaries of the Group was subject to WHT at rate of 5% and 10%.

According to the relevant laws and regulations promulgated by the State Administration of Taxation of the PRC that became effective from 1 January 2022, enterprises engaging in research and development activities are entitled to claim 200% (2023: 200%) of their research and development expenses incurred as tax deductible expenses when determining their assessable profits for the year.

The Group is subject to the global minimum top-up tax Pillar Two Rules. Pillar Two Rules has been enacted in Hong Kong and Singapore, and will come into effect from 1 January 2025. Since the Pillar Two Rules are not yet effective at the announcement date, the Group has no related current tax exposure. The Group has applied the temporary mandatory exception for recognising and disclosing deferred tax assets and liabilities for the impacts of the top-up tax and accounts for it as a current tax when it is incurred.

The Group is continuing to assess the impact of the Pillar Two income taxes on its future financial performance.

The taxation on the Group's profit/(loss) before income tax differs from the theoretical amount that would arise using the weighted average applicable tax rate of 20.35% (2023: 33.29%) to respective profits of the consolidated entities for the years ended 31 December 2024 and 2023 as follows:

	Year ended 31 December	
	2024	2023
	RMB'000	RMB'000
Profit/(loss) before income tax	<u>227,594</u>	<u>(314,571)</u>
Taxation calculated at statutory tax rates applicable in corresponding countries and regions	46,310	(104,707)
Tax exemption of subsidiaries with preferential tax policy	(26,732)	(88,231)
Temporary differences and tax losses for which no deferred income tax asset was recognised	54,276	125,546
WHT on dividends from subsidiaries	9,501	18,700
Utilisation of previously unrecognised tax losses and temporary differences	(10,010)	(17,882)
Effect of non-taxable income	(29,437)	(11,530)
WHT of intra-group interest income	4,444	61
Effect of non-deductible expenses	14,142	5,240
Additional deduction of research and development expenses and other expenses	<u>(59,518)</u>	<u>(45,556)</u>
	<u>2,976</u>	<u>(118,359)</u>

10. EARNINGS/(LOSS) PER SHARE

Basic

Basic earnings/(loss) per share is calculated by dividing the profit/(loss) attributable to owners of the Company by the weighted average number of ordinary shares in issue during the year.

	Year ended 31 December	
	2024	2023
Profit/(loss) attributable to owners of the Company (RMB'000)	149,112	(159,692)
Weighted average number of ordinary shares in issue (thousands of shares)	3,722,569	3,722,569
Basic earnings/(loss) per share (RMB per share)	<u>0.04</u>	<u>(0.04)</u>

Diluted

Diluted earnings/(loss) per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

As at 31 December 2024 and 2023, the Group did not have any dilutive potential ordinary share. Therefore, diluted earnings per share was the same as basic earnings per share.

11. DIVIDENDS

	Year ended 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Final, paid (a)	<u>169,876</u>	<u>101,521</u>

- (a) At the Board meeting held on 27 March 2024, the Board proposed a special dividend of approximately HK\$186 million, representing HK\$0.05 per ordinary share for the year ended 31 December 2023. The proposed special dividend of approximately HK\$186 million (approximately RMB170 million) was approved by the Shareholders at the AGM on 28 June 2024 and was paid on 20 August 2024.
- (b) At the Board meeting held on 27 March 2025, the Board proposed a final dividend of approximately HK\$37 million, representing HK\$0.01 per ordinary share and a special dividend of approximately HK\$186 million, representing HK\$0.05 per ordinary share for the year ended 31 December 2024. The proposed final dividend of approximately HK\$37 million (approximately RMB34 million) and special dividend of approximately HK\$186 million (approximately RMB172 million) are subject to the approval by the Shareholders at the forthcoming AGM to be held on 6 June 2025. The proposed final and special dividends are not reflected as dividends payable in these consolidated financial statements, but will be reflected as appropriations from retained earnings for the year ending 31 December 2025.

12. CAPITAL EXPENDITURE

	Property, plant and equipment <i>RMB'000</i>	Right-of-use assets <i>RMB'000</i>	Investment properties <i>RMB'000</i>	Intangible assets <i>RMB'000</i>
Year ended 31 December 2024				
Opening carrying amount as at				
1 January 2024	14,396,707	1,581,919	166,367	1,710,649
Additions	1,062,034	32,343	–	2,424
Transfer (a)	8,756	(513,863)	(15,386)	–
Disposals	(7,478)	(5,388)	(3,979)	(38)
Depreciation and amortisation (Note 4)	(981,290)	(40,582)	(12,137)	(69,892)
Impairment (Note 7)	–	–	–	(46,645)
	<hr/>	<hr/>	<hr/>	<hr/>
Closing carrying amount as at				
31 December 2024	<u>14,478,729</u>	<u>1,054,429</u>	<u>134,865</u>	<u>1,596,498</u>
Year ended 31 December 2023				
Opening carrying amount as at				
1 January 2023	14,544,200	913,559	196,580	1,803,654
Additions	1,427,063	773,256	1,507	2,403
Transfer	6,517	1,112	(7,629)	–
Disposals	(59,302)	(68,562)	(10,630)	–
Depreciation and amortisation (Note 4)	(1,271,929)	(37,446)	(13,461)	(69,857)
Impairment (Note 7)	(249,842)	–	–	(25,551)
	<hr/>	<hr/>	<hr/>	<hr/>
Closing carrying amount as at				
31 December 2023	<u>14,396,707</u>	<u>1,581,919</u>	<u>166,367</u>	<u>1,710,649</u>

- (a) During the year ended 31 December 2024, the decrease of approximately RMB520 million of the right-of-use assets was mainly due to a reclassification of certain acquisition cost of land use rights with land certificates to other receivables (Note 13), having reached a consensus with the local government, which clarified that such sum shall be borne by the local government and be refundable to the Group.

13. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	As at 31 December	
	2024	2023
	RMB'000	RMB'000
Non-current		
Prepayments for purchase of long-term assets	6,514	43,616
Prepaid expenses	2,222	23,961
Other receivables related to lease (a)	84,813	91,707
Less: impairment provision	(9,153)	(4,722)
	<u>75,660</u>	<u>86,985</u>
Other receivables related to lease – net	<u>75,660</u>	<u>86,985</u>
	<u>84,396</u>	<u>154,562</u>
Current		
Prepayments for purchase of inventories	1,300,062	1,842,879
Other receivables related to disposal of a subsidiary (b)	–	214,199
Other receivables (c)	2,248,911	1,509,987
Less: impairment provision	(216,682)	(222,427)
	<u>2,032,229</u>	<u>1,287,560</u>
Other receivables – net	<u>2,032,229</u>	<u>1,287,560</u>
Prepaid tax	326,215	665,439
Deposits	361,129	232,043
Prepaid expenses	78,585	107,743
Other receivables related to lease (a)	77,659	83,454
Less: impairment provision	(7,251)	(4,210)
	<u>70,408</u>	<u>79,244</u>
Other receivables related to lease – net	<u>70,408</u>	<u>79,244</u>
	<u>4,168,628</u>	<u>4,429,107</u>
	<u>4,253,024</u>	<u>4,583,669</u>

- (a) The Group entered into certain sale and leaseback agreements with third parties as a lessor. Since the control of the leased objects had not been transferred to the Group, the Group recognised non-current and current other receivables related to lease of approximately RMB76 million (2023: approximately RMB87 million) and RMB70 million (2023: approximately RMB79 million) respectively, interest bearing at rate of 8.08% per annum.
- (b) On 23 November 2021, Jinxi Limited entered into a sale and purchase agreement with Guangxi Chiji Iron and Steel Company Limited* (廣西翅冀鋼鐵有限公司, “**Guangxi Chiji**”) in relation to the disposal of Jinxi Limited’s entire 100% equity interest in Fangchenggang Jinxi to Guangxi Chiji at a consideration of RMB3.5 billion (the “**FCG Disposal**”). The FCG Disposal was completed on 2 March 2022. Considering the agreement between Jinxi Limited and relevant governing authorities of Fangchenggang City entered into on 7 October 2022, the remaining receivables (primarily included a refundable deposit for land acquisition and certain cost reimbursement of RMB500 million and approximately RMB14 million respectively, which were recoverable from the relevant governing authorities of the Fangchenggang City) were recognised as other receivables. During the year ended 31 December 2023, the Group received RMB300 million, and during the year ended 31 December 2024, the Group received the remaining balance of approximately RMB214 million. Accordingly, the other receivables related to FCG Disposal were fully settled.
- (c) As at 31 December 2024, the Group recognised the receivables of approximately RMB1,528 million due from relevant governing authorities of Qianxi County, which were the refundable deposits made on behalf of governing authorities to villages or village collectives of Qianxi County prior to the preparation of the leasehold land and land use rights transaction. Approximately RMB520 million has been reclassified from right-of-use assets (Note 12) to other receivables, due to a reclassification of certain acquisition cost of land use rights with land certificates, having reached a consensus with the local government, which clarified that such sum shall be borne by the local government and be refundable to the Group.

The fair values of prepayments, deposits and other receivables approximated their carrying amounts as the impact of discounting was not significant.

14. PROPERTIES UNDER DEVELOPMENT AND HELD FOR SALE

	As at 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Non-current		
Properties under development comprise:		
– Land use rights	202,496	202,496
– Construction costs	134,998	120,586
Less: impairment provision	(229,435)	(229,435)
	<u>108,059</u>	<u>93,647</u>
Current		
Properties under development comprise:		
– Construction costs	46,476	3,679
Less: impairment provision	–	(1,282)
	<u>46,476</u>	<u>2,397</u>
Completed properties held for sale	289,835	320,937
Less: impairment provision	(116,406)	(103,934)
	<u>173,429</u>	<u>217,003</u>
	<u>219,905</u>	<u>219,400</u>
	<u><u>327,964</u></u>	<u><u>313,047</u></u>

The properties under development and held for sale are all located in the PRC. The related land use rights are on leases of 40 to 70 years.

15. INVENTORIES

	As at 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Raw materials and materials in-transit	2,596,690	4,248,490
Work-in-progress	294,150	388,567
Finished goods	1,106,665	1,377,429
Less: impairment provision	(30,459)	(52,183)
Inventories – net	<u><u>3,967,046</u></u>	<u><u>5,962,303</u></u>

The cost of inventories recognised in cost of sales for the year ended 31 December 2024 amounted to approximately RMB41,095 million (2023: approximately RMB45,312 million).

16. TRADE RECEIVABLES AND CONTRACT ASSETS

	As at 31 December	
	2024	2023
	RMB'000	RMB'000
Trade receivables	3,631,542	3,125,292
Contract assets	1,214,670	1,124,935
Less: impairment provision for		
– trade receivables	(291,081)	(254,014)
– contract assets	(77,711)	(67,370)
	<u>4,477,420</u>	<u>3,928,843</u>

As at 31 December 2024 and 2023, the carrying amount of the Group's trade receivables and contract assets approximated their fair value.

As at 31 December 2024 and 2023, the ageing analysis of the gross amount of trade receivables and contract assets based on invoiced date and performance obligations completion date were as follows:

	As at 31 December	
	2024	2023
	RMB'000	RMB'000
Within 3 months	2,348,250	2,477,729
4–6 months	959,798	747,930
7–12 months	512,635	234,523
Over 1 year	1,025,529	790,045
	<u>4,846,212</u>	<u>4,250,227</u>

As at 31 December 2024, trade receivables amounting to approximately RMB382 million (2023: approximately RMB463 million) were secured by letters of credit issued by third party customers.

As at 31 December 2024, trade receivables amounting to approximately RMB12 million were pledged as security for the Group's borrowings (Note 21) (2023: nil).

17. LOAN RECEIVABLES

	As at 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Non-current		
Long-term loan receivables (a)	1,032,487	1,232,502
Less: impairment provision (c)	(311,111)	(290,722)
	721,376	941,780
Current		
Short-term and current portion of long-term loan receivables (b)	848,554	502,395
Less: impairment provision (c)	(16,252)	(4,675)
	832,302	497,720
Total loan receivables, net of provision	1,553,678	1,439,500

The Group provided loans to third parties. The details of the loans are set out below:

- (a) As at 31 December 2024, long-term loan receivables of approximately RMB812 million (2023: approximately RMB793 million) comprised of various loans with individual amount ranging from RMB30 million to approximately RMB295 million. The loans were secured by the pledge of certain assets.
- (b) As at 31 December 2024, long-term loan receivables of approximately RMB348 million (2023: approximately RMB348 million) were secured by pledge of certain production capacity of the borrower, facilitated by the government department concerned, interest-free, with repayment terms of 5 years and wholly repayable in 2025, which was reclassified from long-term loan receivables to the current portion of long-term loan receivables.

As at 31 December 2024, short-term loan receivables of approximately RMB68 million (2023: approximately RMB70 million) were borrowed by Mr. Wang Anjing, the chairman of Client Service International, Inc. (北京科藍軟件系統股份有限公司, “CSII”). The loan was secured by the borrower’s pledge of listed equity shares of CSII, interest bearing at rate of 10% per annum.

As at 31 December 2024, current portion of long-term loan receivables of approximately RMB254 million (2023: approximately RMB254 million) were borrowed by Mr. Liu Feng and Ms. Liu Yanhua, the non-controlling shareholders of HJT. The loan was secured by the borrowers’ pledge of listed equity shares of HJT, interest free and principal repayable in 2025.

As at 31 December 2024, short-term loan receivables of approximately RMB178 million (2023: approximately RMB178 million) were borrowed by Huzhou Fenglin Volcanic Equity Investment Partnership (Limited Partnership)*(湖州風林火山股權投資合夥企業(有限合夥), “Fenglin Volcanic”), which was secured by the borrower’s pledge of listed equity shares of Jiangsu Shentong Valve Co., Ltd.*(江蘇神通閘門股份有限公司, “Jiangsu Shentong”), interest bearing at rate of 8% per annum. Fenglin Volcanic was the second largest shareholder of Jiangsu Shentong, and Mr. Han Li, the Director of the Company, was the largest shareholder and the chairman of Jiangsu Shentong.

- (c) As at 31 December 2024, provision amounting to approximately RMB327 million (2023: approximately RMB295 million) was recognised on the loan receivables based on expected credit losses given that the decline in the value of underlying asset and evolved uncertainty in the recoverable amount.

18. NOTES RECEIVABLE – BANK ACCEPTANCE NOTES

	As at 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Notes receivable designated as financial assets at fair value through other comprehensive income	<u>406,307</u>	<u>346,957</u>

As at 31 December 2024, notes receivable amounting to approximately RMB53 million (2023: approximately RMB23 million) were pledged as security for the Group's bank acceptance notes (Note 22) (2023: bank borrowings (Note 21)).

The settlement of the notes receivable was guaranteed by banks with maturity dates within 1 year and the credit risks in respect of the notes receivable were considered to be low.

As at 31 December 2024 and 2023, the ageing analysis of notes receivable was as follows:

	As at 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Within 3 months	258,005	193,396
4-6 months	138,236	142,172
7-12 months	10,066	11,389
	<u>406,307</u>	<u>346,957</u>

19. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	As at 31 December	
	2024	2023
	RMB'000	RMB'000
Non-current		
Listed equity interests	223,839	261,111
Financial investment products	–	64,785
	<u>223,839</u>	<u>325,896</u>
Current		
Money market funds	236,148	139,361
Investment funds	972,546	1,128,876
Listed bond investments	948,453	1,326,293
Bond market funds	197,430	283,076
Financial investment products	277,310	1,029,446
Listed equity interests	270,277	227,006
	<u>2,902,164</u>	<u>4,134,058</u>
Total	<u><u>3,126,003</u></u>	<u><u>4,459,954</u></u>

20. STRUCTURED BANK DEPOSITS

	As at 31 December	
	2024	2023
	RMB'000	RMB'000
Financial assets at fair value through profit or loss	<u><u>460,931</u></u>	<u><u>127,543</u></u>

As at 31 December 2024, the structured bank deposits represented financial instruments placed by the Group in various banks in Hong Kong for a term within 1 year. The interest of structured bank deposits of approximately RMB461 million was linked to BFIX USD/CNH.

As at 31 December 2023, the structured bank deposits represented financial instruments placed by the Group in various banks in Mainland China and Singapore for a term within 1 year. The interest of structured bank deposits of approximately RMB107 million was linked to BFIX USD/CNH and the interest of structured bank deposits of approximately RMB21 million was linked to Bloomberg SHGFGOAM INDEX/SHGFGOPM INDEX.

21. BORROWINGS

	As at 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Non-current		
Bank borrowings		
– Secured (a)	1,140,463	573,800
– Unsecured	1,653,920	1,810,133
	<u>2,794,383</u>	<u>2,383,933</u>
Current		
Bank borrowings		
– Secured (a)	9,008,236	4,600,640
– Unsecured	4,580,213	8,483,985
	<u>13,588,449</u>	<u>13,084,625</u>
Other borrowings, unsecured (b)	5,337	5,337
	<u>13,593,786</u>	<u>13,089,962</u>
Total borrowings	<u><u>16,388,169</u></u>	<u><u>15,473,895</u></u>

- (a) The secured bank borrowings as at 31 December 2024 totalling approximately RMB10,149 million were secured by property, plant and equipment (Note 12), right-of-use assets (Note 12), trade receivables (Note 16), notes receivable – bank acceptance notes (Note 18), long-term bank deposits and restricted bank balances of the Group.

The secured bank borrowings as at 31 December 2023 totalling approximately RMB5,174 million were secured by property, plant and equipment (Note 12), investment properties (Note 12), right-of-use assets (Note 12), notes receivable - bank acceptance notes (Note 18), long-term bank deposits and restricted bank balances of the Group.

- (b) The other unsecured borrowings of approximately RMB5 million (2023: approximately RMB5 million) represented a borrowing from a local county government without fixed term of repayment. Interest is charged at the RMB one year bank fixed deposit rate.

As at 31 December 2024 and 2023, the Group's borrowings were repayable as follows:

	Bank borrowings		Other borrowings	
	As at 31 December		As at 31 December	
	2024	2023	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Within 1 year	13,588,449	13,084,625	5,337	5,337
Between 1 and 2 years	1,902,483	1,382,143	–	–
Between 2 and 5 years	663,900	533,790	–	–
Over 5 years	228,000	468,000	–	–
	<u>16,382,832</u>	<u>15,468,558</u>	<u>5,337</u>	<u>5,337</u>

22. TRADE PAYABLES

	As at 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Account payables	1,994,742	3,062,082
Notes payable	2,063,919	1,323,741
	<u>4,058,661</u>	<u>4,385,823</u>

As at 31 December 2024, notes payable of approximately RMB1,745 million represented bank acceptance notes which were secured by certain restricted bank balances, approximately RMB246 million represented commercial acceptance notes which were guaranteed by credit and approximately RMB73 million represented bank acceptance notes which were secured by notes receivable - bank acceptance notes (Note 18).

As at 31 December 2023, notes payable of approximately RMB1,226 million represented bank acceptance notes which were secured by certain restricted bank balances and approximately RMB98 million represented commercial acceptance notes which were guaranteed by credit.

As at 31 December 2024 and 2023, the ageing analysis of the trade payables was as follows:

	As at 31 December	
	2024	2023
	<i>RMB'000</i>	<i>RMB'000</i>
Within 3 months	1,959,292	2,778,440
4-6 months	1,281,325	1,129,809
7-9 months	225,491	163,427
10-12 months	102,503	71,660
Over 1 year	490,050	242,487
	<u>4,058,661</u>	<u>4,385,823</u>

23. COMMITMENTS

(a) Capital commitments

	As at 31 December	
	2024	2023
	RMB'000	RMB'000
Purchase of property, plant and equipment		
– Contracted but not provided for	768,377	786,490
– Authorised but not contracted for	352,217	55,094
	<u>1,120,594</u>	<u>841,584</u>
Investments		
– Contracted but not provided for	3,688,140	–
	<u>4,808,734</u>	<u>841,584</u>

(b) Commitments to properties under development

	As at 31 December	
	2024	2023
	RMB'000	RMB'000
Purchase of properties under development	<u>458,206</u>	<u>377,590</u>

(c) Operating lease commitments

As lessor

The investment properties are leased to tenants under operating leases with various arrangements of rental payments. The minimum lease payments receivable on leases of investment properties are as follows:

	As at 31 December	
	2024	2023
	RMB'000	RMB'000
Within 1 year	5,757	10,691
Between 1 and 2 years	5,023	6,164
Between 2 and 3 years	2,863	5,783
Between 3 and 4 years	951	2,955
Between 4 and 5 years	177	738
Later than 5 years	–	416
	<u>14,771</u>	<u>26,747</u>

SCOPE OF WORK OF DELOITTE TOUCHE TOHMATSU

The financial figures in respect of the preliminary results announcement of the Group for the year ended 31 December 2024 have been agreed by the Group's auditor, Deloitte Touche Tohmatsu, to the amounts set out in the Group's audited consolidated financial statements for the year ended 31 December 2024. The work performed by Deloitte Touche Tohmatsu in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the HKICPA and consequently no assurance has been expressed by Deloitte Touche Tohmatsu on the preliminary results announcement.

MANAGEMENT DISCUSSION AND ANALYSIS

I. Analysis of the Current Situation of the Industry

(i) Supply and Demand Pattern

Looking back at 2024, the global economy was affected by geopolitical conflicts, fluctuations in energy prices, and inflationary pressures, resulting in a low growth rate and weak momentum and continuing the post-pandemic sluggish recovery trend. China's economy generally operated steadily and made progress while maintaining stability, showing a "V"-shaped trend throughout the year. Against this backdrop, the iron and steel industry continued in a pattern of strong supply and weak demand. Dragged down by the real estate sector, the growth rate of infrastructure investment slowed down, increasing by approximately 4.4% year-on-year, but it still played a supporting role. The new construction area of real estate sector decreased by approximately 23.0% year-on-year, leading to continued weak demand for the use of steel products. The production and sales volume of automobiles maintained growth with a stable and positive trend; the manufacturing industry played the role of a "ballast stone (壓艙石)", but the overall steel consumption decreased significantly.

In 2024, the China's iron and steel industry entered the stage of "development with reduced production volume and optimisation of existing production capacity (減量發展、存量優化)". The situation of strong supply and weak demand in the market remained unchanged, the business environment was severe, and the profitability of enterprises continued to be squeezed. According to the data from the National Bureau of Statistics of China, the total profit of the iron and steel industry in 2024 was approximately RMB29.19 billion, representing a year-on-year decrease of approximately 54.6%. In 2024, the national production volume of pig iron, crude steel, and steel products was approximately 852 million tonnes, approximately 1.005 billion tonnes, and approximately 1.400 billion tonnes respectively, representing a decrease of approximately 2.3%, a decrease of approximately 1.7%, and an increase of approximately 1.1% respectively compared with 2023.

(ii) Policy Direction

In order to deepen the supply-side structural reform of the iron and steel industry and improve the policies and measures for capacity replacement, the MIIT suspended the work of steel capacity replacement since 23 August 2024. On 20 September 2024, the “Guidelines for Equipment Updating and Technological Transformation in Key Industrial Sectors* (《工業重點行業領域設備更新和技術改造指南》)” was issued, whereby it was proposed that, by 2027, more than 80% of the iron and steel production capacity should have completed ultra-low emission transformation, and more than 30% of the iron and steel production capacity should have reached the energy efficiency benchmark levels. In November 2024, the MIIT issued the “Normative Conditions for the Steel Industry (Revised in 2024) (Draft for Comments)* (《鋼鐵行業規範條件(2024年修訂)(徵求意見稿》)”, and promulgated the “Normative Conditions for the Steel Industry (2025 Edition)* (《鋼鐵行業規範條件(2025年版》)” on 8 February 2025, refining the high-quality development indicators and promoting the concentration of resource elements toward advantageous enterprises. In conclusion, the policies of the China’s iron and steel industry continue to focus on development aspects such as energy efficiency improvement, green and low-carbon transformation, and carbon peak.

During this period, the Group actively responded to the policies, increased capital investment, and comprehensively promoted energy conservation and carbon reduction. During the year of 2024, Jinxi Limited, a subsidiary of the Company, achieved an annual emission reduction of approximately 1.10 million tonnes of carbon dioxide, 53 tonnes of nitrogen oxide, and 26 tonnes of sulfur dioxide, the self-generated electricity rate increased to approximately 52.4%, and the externally purchased electricity was reduced by approximately 260 million kWh per year. Jinxi Limited, ranked 14th on the “China Top 100 Enterprises List of Green Electricity (Green Certificate) Consumption 2023* (2023年中國綠色電力(綠證)消費TOP100企業名錄)”, which was jointly released by institutions, among others, China National Renewable Energy Information Management Center* (國家可再生能源信息管理中心) and China Electricity Council.

II. Operations of the Company

(i) *Financial Performance*

In 2024, despite the continued sluggish demand for downstream products in the iron and steel industry, which led to a decline in the average selling price of steel products during the year, the Group successfully achieved a turnaround with a substantial increase in gross profit in 2024, which was mainly due to a decrease in production costs, as a combined results of the thorough execution of the Group's lean management strategy, in respect of, among others, cost reduction, efficiency improvement, and procurement management optimisation. Meanwhile, through continuous efforts, the Group actively responded to the dual challenges of macro-economic fluctuations and in-depth industry adjustments, with innovation-driven, green transformation, enhanced management, and the promotion of high-quality development as the main lines. For the year ended 31 December 2024, while the Group's realised revenue was approximately RMB43.0 billion, representing a decrease of approximately 7.1% compared with last year, the relevant overall gross profit increased by approximately 147.1% to approximately RMB1.77 billion. Compared with the net loss of approximately RMB196 million recorded by the Group for the year ended 31 December 2023, the net profit dramatically increased by approximately 214.5% to approximately RMB225 million, which represented a notable improvement in respect of the Group's results and a significant turnaround from a net loss to a net profit for the year 2024. The Group's EBITDA increased from approximately RMB1.28 billion last year to approximately RMB1.50 billion, and the basic earnings per share increased to RMB0.04 compared with last year (2023: a basic loss per share of RMB0.04).

(ii) *Honours and Achievements*

In 2024, the Company was ranked 338th on the “2024 Fortune China Top 500 Enterprises”. Jinxi Limited, a subsidiary of the Company, was honoured to be ranked 164th on the “2024 List of China's Top 500 Enterprises* (2024中國企業500強榜單)”, marking its 22nd consecutive year on the list since 2003. Jinxi Limited was also selected by the All-China Federation of Industry and Commerce as the top-ranking enterprise in green development among private enterprises nationwide in the “Excellent Cases of Social Responsibility of Chinese Private Enterprises (2024)* 《中國民營企業社會責任優秀案例 (2024) 》”. Meanwhile, it ranked first on the “List of Top 100 Private Enterprises in Hebei Province for Social Responsibility* (河北省民營企業社會責任100強榜單)” released by the Hebei Federation of Industry and Commerce. In addition, Jinxi Limited successively won honorary titles such as the “National May 1 Labour Medal* (全國五一勞動獎狀)”, the “National Workers' Pioneer* (全國工人先鋒號)”, the “National Civilised Entity* (全國文明單位)”, and the “National Green Factory* (國家級綠色工廠)”. “The People's Daily” published an article titled “The Iron and Steel Industry in Hebei Accelerates High-end Transformation - A Production Line Tempering a New Look of Steel Enterprises* (河北鋼鐵業加快高端化轉型——一條生產綫，淬煉鋼企新模樣)” reporting on the high-quality development achievements of Jinxi Limited's transformation and upgrade, which received widespread attention from the society.

Jinxi Limited was selected into the “2024 List of Chinese Product Brands”. Another subsidiary of the Company, Hebei Jinxi Iron and Steel Group Heavy Industry Science and Technology Co., Limited* (河北津西鋼鐵集團重工科技有限公司), was recognised as a “Provincial Green Factory* (省級綠色工廠)”, and its roller ring products won the titles of “Patent-intensive Products” and “Single Champion” awarded by the National Intellectual Property Administration. In January 2025, the Group’s “Hot-rolled U-type Sheet Piling* (熱軋U型鋼板樁)” was awarded the highest prize for the physical quality of steel products in China, that is, the “Gold Cup Supreme Quality Product* (金杯特優產品)” by the China Iron and Steel Industry Association. Moreover, the “Hot-rolled I-section Steel* (熱軋工字鋼)” and “Hot-rolled H-section Steel for Electrified Railway Catenary Pillars* (電氣化鐵路接觸網支柱用熱軋H型鋼)” were rated as “Gold Cup High-quality Products* (金杯優質產品)”, which indicates that the product quality of the Group has reached the leading level among similar products in China.

(iii) Business Measures

1. Iron and Steel Segment

Lean Management: In view of the challenges faced by the domestic steel market, the Group comprehensively promoted lean management, flexibly grasped the market situation. The proportion of low-price areas in raw material procurement reached over 60%, representing an increase of by approximately 11% compared with last year. The Group drove the transformation of product sales through technology-driven marketing and optimised the logistics layout, reducing costs by approximately RMB140 million. By optimising the production organisation, the operational efficiency was continuously improved. Jinxi Limited’s self-generated electricity ratio increased by 7.1% compared with last year, and its electricity consumption per tonne of steel decreased by 7.4 kWh year-on-year. Jinxi Limited rationally planned technical renovation projects, reducing scattered projects by approximately RMB101 million year-on-year. Jinxi Limited promoted the integrated information system and optimised the use of funds. By strengthening the control of operational details and continuously optimising the capital occupation, the capital occupation of inventory of the Group significantly decreased compared with last year.

Green and Environmentally Friendly: Being deeply rooted in the foundation of green development helped the Group to promote circular economy, energy conservation and emission reduction. The Group successively implemented green energy conservation and emission reduction projects such as ultra-low emission transformation, intelligent integrated stockyard, 135MW coal gas electricity generation, industrial waste heat electricity generation, and energy-saving motor transformation. Jinxi Limited, a subsidiary of the Company, reduced carbon dioxide emissions by approximately 1.10 million tonnes, nitrogen oxide emissions by 53 tonnes, and sulfur dioxide emissions by 26 tonnes annually, and reduced the purchase of external electricity by approximately 260 million kWh per year. By increasing the use of clean energy, the Group has a 105MW photovoltaic electricity generation capacity, with an annual electricity generation of 89.45 million kWh. In addition to the 150MW photovoltaic project under construction, as well as the planned 200MW and 400MW photovoltaic and wind electricity projects for the NEMM Project in the future, the total electricity generation capacity of the Group together with the joint ventures will exceed 1,000MW, providing support for the green electricity production of the main iron and steel business. The Group strives to become an exemplary enterprise with ultimate energy efficiency benchmarks and a first-class enterprise in the industry. In 2024, Jinxi Limited was rated as a “Grade A in Environmental Performance Rating (new)” enterprise, being the second enterprise in Tangshan City which passed this evaluation.

In addition, considering the actual situation of property, plant and equipment items, the Group has changed the estimated useful life of certain items of machinery and equipment related to iron and steel production from 10 years to 15 years, effective from 1 January 2024. For relevant details, please refer to Note 2(c) of the consolidated financial statements. In 2024, the Group sold approximately 3.30 million tonnes of self-manufactured H-section steel products and continued to firmly hold the leading position in the H-section steel market of the PRC since 2009.

New Project Expansion: To seize the market opportunities in the new energy soft magnetic materials (NEMM) sector, on 16 October 2024, the Company and ArcelorMittal, its substantial shareholder, entered into an upstream joint venture agreement and a downstream joint venture agreement for the purpose of establishing upstream and downstream joint ventures and engaging in the production of hot-rolled coils substrates and other products and NEMM products respectively (“**NEMM Project**”). On 20 December 2024, all the conditions precedent to the establishment of the joint venture companies were fulfilled, and the joint venture companies were established on the same day. Each of the joint venture companies is owned as to 50% by the Company and 50% by ArcelorMittal. The total investment of the project is expected to be approximately USD2.66 billion, which is not only one of the leading-scale investments made by European enterprises in China in recent years, but also one of the projects with the largest scale of foreign capital introduction in the PRC’s iron and steel industry. After the project is put into production, it is expected that in the first phase, the upstream and downstream joint venture companies will have an annual production capacity of 2.5 million tonnes of hot-rolled coils substrates and other products and 1.5 million tonnes of high-end soft magnetic materials and other products respectively. For details regarding the formation of the joint ventures and the NEMM Project, please refer to the announcements of the Company dated 16 October 2024 and 20 December 2024, as well as the circular dated 4 December 2024.

Business Linkage and Integration: During the year 2024, the Group continuously strengthened the upstream and downstream linkage and integration with its subsidiary HJT’s major business of the power transmission equipment business. HJT is mainly engaged in the research and development, manufacturing, and sales of power transmission equipment. It currently has production plants in operation in China with a total annual production capacity of approximately 650,000 tonnes. In 2024, HJT contributed approximately RMB4.33 billion (2023: approximately RMB3.88 billion) in sales revenue of power equipment to the Group. In addition, the Group has also carried out business linkages with other subsidiaries, such as Beijing Jinxi Lvjian Technology Industrial Group Co., Ltd.* (北京津西綠建科技產業集團有限公司) and Hebei Jinxi New Material Technology Co., Ltd.* (河北津西新材料科技有限公司) in the fields of steel structures and photovoltaic brackets which drove the research, development and sales of section steel products through technology-driven marketing.

Trading Business: In 2024, the Group’s revenue and gross profit generated from the trading of the steel products, iron ore and related raw materials were approximately RMB12.33 billion (2023: approximately RMB13.72 billion) and approximately RMB27 million (2023: a gross loss of approximately RMB47 million) respectively.

Recovery of Significant Other Receivables: In October 2022, Jinxi Limited entered into an agreement with the Fangchenggang City Government and related authorities (Please refer to the announcement of the Company dated 7 October 2022 for details). Since the signing of the agreement, the Fangchenggang City Government has been sincere and committed, and has fulfilled its obligations in returning the remaining balance by the first half of 2024, despite the epidemic and various unfavourable factors. The Company would like to express gratitude to the Fangchenggang City Government for its continuous efforts in overcoming the difficulties and challenges to fulfill the obligations.

2. Real Estate Segment

In addition to developing traditional real estate projects, the Group is also committed to promoting the development of green prefabricated steel structural construction development. For several projects located in Tangshan City and Suzhou City, most of the units were sold and delivered in the past years. In 2024, the Donghu Bay project in Tangshan City and Jinxi Meishu Hall project in Fangchenggang City continued to record sales and deliveries and the Group realised revenue and incurred an operating loss from the real estate business of approximately RMB97 million and RMB5 million respectively.

Based on the annual results in 2024 and to share the results of solid financial management of the Group with the Shareholders, the Board proposed the distribution of a final dividend of HK\$0.01 per ordinary share and a special dividend of HK\$0.05 per ordinary share for 2024.

III. Future Outlook

(i) Macro-economic and Industry Trends

Entering 2025, benefiting from the decline in inflation and the easing of monetary policies, the global economy shall continue to recover slowly. However, it still faces challenges such as trade protectionism, policy uncertainties, and geopolitical tensions, and may exhibit the characteristics of a “simultaneous decline in aggregate demand and aggregate supply”. In China, with the gradual stabilisation of the real estate market and the restoration of consumer confidence, the domestic economy is expected to maintain a steady growth trend. Nevertheless, there is still pressure for a slowdown in growth, and the implementation of incremental policies is crucial for the rebound of economic growth.

In respect of the iron and steel industry, downstream demand is expected to improve, and product prices are likely to rise. The real estate industry is expected to “stop falling and stabilise (止跌回穩)”. The decline in development investment will continue to narrow, the growth rate of infrastructure investment is expected to be maintained, and the manufacturing industry will make steady progress. It is anticipated that the recovery of downstream industries in 2025 will drive the demand for steel products, and there is no risk of a significant decline in the annual consumption of steel products. Overall, the Group expects that there will still be many uncertain factors in the business environment of the iron and steel industry in 2025, but the overall development trend will gradually improve.

(ii) Corporate Development Strategy

- 1. Enhance Core Competitiveness:** The Group will continue to actively follow up on industrial policies of PRC government, keep pace with the times, give full play to its advantages, maintain firm confidence, formulate corporate-level strategies from top to bottom in achieving green, low-carbon, and high-quality development. Through lean management, it will promote the construction of digitalisation, informatisation, and intelligence, improve efficiency and reduce costs, develop and increase the proportion of high-value-added products, expand sales channels, continuously transform and upgrade equipment and actively promote technological transformation and innovation, etc., so as to continuously enhance its core competitiveness and strive to rank among the top in the industry. In 2024, the Group completed several projects to build green and low-carbon factories. It is expected that in 2025, projects such as the NEMM Project, the photovoltaic new energy sector project, the roller ring production increase transformation, the construction of a new rotary hearth furnace with an annual processing capacity of 250,000 tonnes, and the 220KV substation project, will be launched.
- 2. Product Research and Development and Business Linkage:** In 2025, the Group will continue to promote the iterative upgrading of existing products and timely introduce high-value-added products. According to the three-year product plan, the Group will focus on researching and developing high-value-added section steel, sheet piling, NEMM, hot-rolled power angle steel, photovoltaic brackets and other products. The Group will strengthen the upstream-downstream linkage and integration with businesses of subsidiaries, such as HJT, Beijing Jinxi Lvjian Technology Industrial Group Co., Ltd.* (北京津西綠建科技產業集團有限公司) and Hebei Jinxi New Material Technology Co., Ltd.* (河北津西新材料科技有限公司), which are engaged in power transmission equipment, steel structures, photovoltaic brackets, etc.

- 3. Diversified Business Expansion:** In addition to focusing on the steel manufacturing business, the Group will continue to expand the trading business of steel products and raw materials, the steel downstream precast steel components and precast concrete components products for prefabricated construction and develop businesses such as the production of steel slag pavement concrete, scrap steel processing and trading. Moreover, the Group will promote the new material business that involves the recycling and sales of solid waste residues generated during production, thus bringing along new developments in multiple aspects.
- 4. Green and Low-Carbon Development:** In order to achieve the goals of carbon peaking and carbon neutrality in the iron and steel industry, adhering to the concept of green and sustainable development, the Group closely follows the development of policies, explores the feasibility of different carbon-reduction technical solutions, and conducts research and deployment for emission-reduction work in advance. The Group continuously invests in equipment upgrade and environmental protection equipment projects to improve the energy structure, reduce emissions, and enhance cost-effectiveness. The NEMM Project being carried out with ArcelorMittal is an important step towards achieving the goal of becoming a carbon-neutral enterprise by 2050.
- 5. Strategic Investment and Growth:** Currently, the Group has sufficient cash and resources. In addition to focusing on the manufacturing and sales of steel products, it will continuously and actively explore business opportunities that are in line with the corporate strategy, including opportunities for horizontal and vertical (especially downstream) corporate mergers and acquisitions, joint ventures, associates, etc. Thus, it aims to broaden revenue sources, enhance profitability, achieve sustainable growth, and increase corporate value. At the same time, it will assess the possibility of increasing dividend distribution from time to time under appropriate circumstances to reward Shareholders for their support.

(iii) Long-term Development Goals

Since completing its initial public offering in 2004, the Group has withstood the tests of multiple iron and steel industry cycles over the past 21 years. Despite facing numerous economic uncertainties, it has still maintained a vigorous development trend. At the beginning of its listing, the Group had a production capacity of approximately 3.10 million tonnes of steel products per year, mainly selling billet and strip steel products. Up to now, the overall revenue has increased by approximately 5 times compared with 2004, and the annual steel production capacity has exceeded 10 million tonnes. The products are abundant in variety, covering H-section steel products (including power angle steel), sheet piling, strips and strip products, billets, cold-rolled sheets and galvanised sheets, etc. The business scope has been continuously expanded, extending to downstream businesses such as real estate and power equipment. The Group also holds a subsidiary listed on the A-share market of the Shanghai Stock Exchange, as well as 12 high-tech enterprises holding High-tech Enterprise Certificate, 4 provincial-level and 2 national-level “little giant* (小巨人)” enterprises, which refer to the novel elites of China’s small and medium-sized enterprises (SMEs) that are engaged in manufacturing, specialise in a niche market and boast cutting-edge technologies* (專精特新企業). The H-section steel products produced by the Group have maintained a leading position in China, and the Company has also become a constituent stock of the Hang Seng Composite Index Series many years ago.

In the future, the Group’s business will aim to enter the Fortune Global 500. With the “Specialisation, Industry chain extension, High-tech and high-end* (「專、長、高」)” strategy as a guarantee, it will integrate into the new era of high-quality development, move towards green development and innovation, continuously optimise the industrial structure, cultivate new drivers of development, and follow a path of characteristic development. The Group will be committed to effectively utilising its existing sound financial position and efficient management model. On the one hand, the Group will be guided by the “Specialisation, Industry chain extension, High-tech and high-end” strategy for transformation and upgrade. “Specialisation” means taking deep cultivation in professional fields as the core, supported by products such as green section steel, sheet piling, and power angle steel. It focuses on high-end and differentiated products, continuously optimises the industrial and product structure, and builds the largest section steel production and application base in the country. “Industry chain extension” means extending the industrial chain, including strengthening, extending, and supplementing the industrial chain, and expanding into industries such as UHV electricity transmission, prefabricated steel structure constructions, high-end equipment manufacturing, and new materials to create a full-process industrial chain. “High-tech and high-end” means being a high-tech enterprise and producing high-end green products. Taking new product research and development as a breakthrough, it will create a new situation of high-quality development driven by innovation. On the other hand, the Group will actively explore

new models and paths in line with the concept of green development to promote the Group's green, low-carbon and sustainable development. By means of effective capital and asset allocation, it will create value for Shareholders and maximise business growth opportunities, remaining stable and flexible in the ever-changing business environment to achieve the maximisation of Shareholder value.

Finally, the Board would like to express its heartfelt gratitude to the Shareholders for their unwavering support over the years, as well as appreciation to all the employees for their hard work and contributions. The Group will continue to strive hard to create greater value for the Shareholders and achieve long-term business success.

BUSINESS REVIEW

Sales analysis on self-manufactured steel products

Sales Volume

In 2024, the total sales volume was 7,169,000 tonnes (2023: 7,733,000 tonnes), representing a decrease of approximately 7.3%.

The sales volume breakdown during the year was as follows:

	2024		2023		Changes in sales volume
	Sales volume		Sales volume		Increase/
	('000 tonnes)		('000 tonnes)		(Decrease)
H-section steel products	3,302	46.1%	3,600	46.5%	(8.3%)
Strips and strip products	2,900	40.5%	3,014	39.0%	(3.8%)
Billets	21	0.3%	151	2.0%	(86.1%)
Cold rolled sheets and galvanised sheets	232	3.2%	263	3.4%	(11.8%)
Sheet piling	714	9.9%	705	9.1%	1.3%
Total	<u>7,169</u>	<u>100%</u>	<u>7,733</u>	<u>100%</u>	<u>(7.3%)</u>

During the year of 2024, the Group's annual production output capability of steel products was more than 10 million tonnes.

Revenue

Revenue in 2024 was RMB24,599 million (2023: RMB27,508 million), representing a decrease of approximately 10.6%. Export to foreign countries contributed revenue of RMB370 million (2023: RMB764 million), representing approximately 1.5% (2023: 2.8%) of revenue from sales of self-manufactured steel products.

The sales breakdown and average selling price by product (excluding value-added tax) during the year were as follows:

	2024		2023		Changes	
	Revenue	Average selling price	Revenue	Average selling price	Revenue	Average selling Price
	(RMB million)	(RMB/tonne)	(RMB million)	(RMB/tonne)	Increase/(Decrease)	
H-section steel products	11,508	3,485	12,715	3,532	(9.5%)	(1.3%)
Strips and strip products	9,268	3,196	10,280	3,411	(9.8%)	(6.3%)
Billets	66	3,126	494	3,271	(86.6%)	(4.4%)
Cold rolled sheets and galvanised sheets	1,042	4,491	1,221	4,635	(14.7%)	(3.1%)
Sheet piling	2,715	3,805	2,798	3,967	(3.0%)	(4.1%)
Total/combined	<u>24,599</u>	<u>3,432</u>	<u>27,508</u>	<u>3,557</u>	<u>(10.6%)</u>	<u>(3.5%)</u>

The decrease in revenue from self-manufactured steel products was primarily due to the decrease in average selling price of the Group's steel products by 3.5% from RMB3,557 per tonne in 2023 to RMB3,432 per tonne in 2024. The decrease in sales volume and average selling price of the Group's steel products was mainly due to a continuous sluggish downstream demand for the iron and steel products for the year ended 31 December 2024.

Cost of Sales and Gross Profit

The consolidated gross profit in 2024 was RMB1,027 million (2023: RMB387 million), representing an increase of approximately 165.4%.

Average unit cost, gross profit/(loss) per tonne and gross profit/(loss) margin during the year were as follows:

	2024			2023		
	Average unit cost (RMB/ tonne)	Gross profit/ (loss) per tonne (RMB)	Gross profit/ (loss) margin	Average unit cost (RMB/ tonne)	Gross profit/ (loss) per tonne (RMB)	Gross profit/ (loss) margin
H-section steel products	3,201	284	8.1%	3,489	43	1.2%
Strips and strip products	3,245	(49)	(1.5%)	3,337	74	2.2%
Billets	2,956	170	5.4%	3,366	(95)	(2.9%)
Cold rolled sheets and galvanised sheets	4,476	15	0.3%	4,626	9	0.2%
Sheet piling	3,490	315	8.3%	3,934	33	0.8%
Combined	<u>3,289</u>	<u>143</u>	<u>4.2%</u>	<u>3,507</u>	<u>50</u>	<u>1.4%</u>

In 2024, gross profit per tonne of the Group's steel products increased from RMB50 in 2023 to RMB143, reflecting an increase of 186.0%. In 2024, gross profit margin increased from 1.4% in 2023 to 4.2%. An increase of approximately RMB29 per tonne is attributable to the change in accounting estimates (Note 2(c) to the consolidated financial statements). Disregarding such increase, the gross profit for 2024 would be approximately RMB114 per tonne reflecting an increase of approximately 128.0% compared to 2023. The change in gross profit margin was mainly due to a decrease in cost of production as a combined result of the thorough execution of the Group's lean management strategy in respect of, among others, cost reduction, efficiency enhancement and procurement management optimisation.

Property Development

For the year ended 31 December 2024, the revenue from sales of completed properties held for sales of real estate business of the Group amounted to approximately RMB94 million. The GFA of properties delivered was approximately 16,100 m². The average selling price of properties delivered was approximately RMB5,800 per m².

As at 31 December 2024, the Group had the following project under construction with a GFA approximately 248,000 m²:

No.	City	Property project	Phase of project	GFA under construction (m ²)	Estimated time of completion	Effective interest owned
1	Fangchenggang	Jinxi Xijiang Bay	Main Structure	248,000	2029	97.6%

The above project is expected to be completed in 2029.

FINANCIAL REVIEW

Non-HKFRS Measure

Given that the real estate market in the PRC continued to go through a consolidation phase in 2024 and certain real estate companies still faced the ongoing financial pressure, the Group adopted a prudent approach to make a provision of approximately RMB42 million (2023: approximately RMB201 million) for impairment of properties under development and held for sale and loan receivables related to the real estate industry in the second-and-lower-tier cities in the PRC for the financial year ended 31 December 2024.

To supplement the Group's consolidated financial information which is prepared and presented in accordance with HKFRS, where applicable, the Company also used adjusted profit for the year as an additional financial measure that is not required by, or presented in accordance with HKFRS. The Group defines adjusted profit for the year as the Group's profit/(loss) for the year excluding non-recurring gain and the provision for impairment of properties under development and held for sale and loan receivables related to the real estate industry in the second-and-lower-tier cities in the PRC. Despite the uncertainty as to the development of the real estate market of the PRC, with the introduction of various market stabilisation measures by the central and governments at all levels, the Company expects the real estate market of the PRC to gradually stabilise in the future. Therefore, the Company believes that by eliminating the impact of provision for impairment of properties under development and held for sale and loan receivables related to the real estate industry in the second-and-lower-tier cities in the PRC, such adjusted profit provides Shareholders and potential investors with useful supplementary information in understanding and evaluating the Group's underlying performance in the same manner as they do for our management. The following table sets forth the reconciliation of the Group's adjusted profit for the year as a non-HKFRS measure for the years indicated to the most directly comparable financial measure prepared in accordance with HKFRS. The Group's adjusted profit for the year of 2024 was approximately RMB266 million (2023: approximately RMB4 million), demonstrating the Group's resilient performance amid the challenging market environment.

	Year ended 31 December	
	2024	2023
	RMB'000	RMB'000
Profit/(loss) for the year	224,618	(196,212)
<i>Adjustments made in respect of:</i>		
Provision for impairment of properties under development and held for sale [#]	11,190	138,405
Provision for impairment of loan receivables relating to the real estate industry in second-and-lower-tier cities in the PRC [#]	30,403	62,246
Adjusted profit for the year	266,211	4,439

The Company did not recognise the relevant current income tax or deferred income tax impact when making such provisions, and therefore did not calculate the relevant after-tax impact when presenting the adjustments.

However, the Company's presentation of adjusted profit is not intended to be considered in isolation from, or as a substitute for, the financial information prepared and presented in accordance with HKFRS. The use of the non-HKFRS measure above has its limitations as an analytical tool, and the adjusted profit presented by the Company may be different from similarly titled non-HKFRS measures presented by other companies. Shareholders and potential investors are therefore advised to consider the financial information of the Group in its entirety.

Liquidity and Financial Resources

In order to sustain a stable financial status, the Group closely monitors its liquidity and financial resources.

As at 31 December 2024, the Group had unutilised banking facilities of approximately RMB14.5 billion (2023: approximately RMB13.9 billion).

As at 31 December 2024, the current ratio of the Group, representing current assets divided by current liabilities, was 1.3 times (2023: 1.2 times) and the gearing ratio, representing total liabilities divided by total assets, was 50.2% (2023: 50.1%).

As at 31 December 2024, the cash and cash equivalents of the Group amounted to approximately RMB3,516 million (2023: approximately RMB3,618 million).

After considering its cash and cash equivalents as well as the banking facilities currently available to the Group, it is believed that the Group has sufficient capital to fund its future operations and for general business expansion and development.

Capital Structure

As at 31 December 2024, borrowings of approximately RMB14,106 million of the Group bore fixed interest rates ranging from 0.70% to 5.47% per annum and borrowings of approximately RMB2,282 million of the Group bore floating rates ranging from 2.70% to 5.60% per annum. The Group's exposure to changes in market interest rates was considered to be limited. During the year ended 31 December 2024, the Group also entered into certain foreign currency forward contracts to manage its exposure to foreign currency exchange rates fluctuation. As at 31 December 2024, the notional amounts of these derivative instruments amounted to nil.

The Group monitors its capital on the basis of the debt-to-capital ratio. This ratio is calculated as total debt divided by total capital. Total debt includes current and non-current borrowings, lease liabilities and loans from related parties. The Group regards its non-current borrowings, non-current lease liabilities and equity attributable to owners of the Company as its total capital. As at 31 December 2024, the debt-to-capital ratio of the Group was 65.8% (2023: 63.0%).

The consolidated interest expenses and capitalised interest in 2024 amounted to approximately RMB441 million (2023: approximately RMB466 million). The interest coverage (dividing profit/(loss) for the year before finance costs — net and income tax (expense)/credit by total interest expenses) was 0.9 times (2023: -0.2 times).

Commitments

As at 31 December 2024, the Group had total commitments of approximately RMB5,267 million (2023: approximately RMB1,219 million). It is estimated the commitments will be financed by the Group's internal resources and available banking facilities.

Guarantee and Contingent Liabilities

As at 31 December 2024, the Group had no contingent liabilities (2023: approximately RMB30 million).

Pledge of Assets

As at 31 December 2024, the net book value of the Group's leasehold land and land use rights amounting to approximately RMB249 million (2023: approximately RMB293 million), property, plant and equipment amounting to approximately RMB337 million (2023: approximately RMB518 million), investment property amounting to nil (2023: RMB54 million), trade receivable amounting to approximately RMB12 million (2023: nil), notes receivable amounting to approximately RMB53 million (2023: approximately RMB23 million), long-term bank deposits amounting to approximately RMB300 million (2023: approximately RMB1,390 million) and restricted bank balances amounting to approximately RMB6,998 million (2023: approximately RMB4,410 million) had been pledged as securities for the Group's notes payable issuing, bank borrowings, letters of credit issuing and letters of guarantee issuing.

Exchange Risks

Foreign exchange risk is the risk to the Group's financial conditions and results of operations arising from movements of foreign exchange rates. The Group mainly operates in the Mainland China with most of the transactions denominated and settled in RMB. The Group's foreign exchange risk primarily arises from the procurement of iron ore and the relevant products from overseas suppliers and the Group's foreign currency borrowings, which are denominated and settled in USD. Foreign exchange rates fluctuate in reaction to the macro-economic performance of different countries and fund flows between countries arising from trade or capital commitments. In view of the continuous fluctuation of the RMB exchange rate against USD, during the year ended 31 December 2024, the Group entered into certain foreign currency forward contracts so as to reduce the impact of the volatility of the RMB exchange rate against USD. The Group also reviewed and rearranged its monetary assets to mitigate the impact from the change of RMB to USD exchange rate. The management of the Group shall continue to classify and regularly monitor the Group's foreign exchange exposure from time to time and consider hedging against such exposure shall the need arise.

Steel Products, Iron Ore and Related Raw Materials Derivative Financial Instruments

In view of the significant fluctuation of steel products, iron ore and related raw materials prices during the year ended 31 December 2024, the Group entered into certain steel products, iron ore and related raw materials future or future option contracts so as to reduce the impact of the volatility of the steel products, iron ore and related raw materials prices on the Group. The Group used a combination of steel products, iron ore and related raw materials derivatives to achieve the above purpose. The investment gains from steel products, iron ore and related raw materials derivative financial instruments amounted to approximately RMB22 million (2023: losses of approximately RMB40 million) for the year ended 31 December 2024.

Dividend

The Board proposed a final dividend of approximately HK\$37 million (approximately RMB34 million), representing HK\$0.01 per ordinary share and a special dividend of approximately HK\$186 million (approximately RMB172 million), representing HK\$0.05 per ordinary share for the year ended 31 December 2024 to the Shareholders whose names appear on the register of members of the Company at the close of business on Wednesday, 25 June 2025. The final and special dividends, payable on or around Friday, 8 August 2025 are subject to approval of the Shareholders at the forthcoming AGM to be held on Friday, 6 June 2025.

Post Balance Sheet Events

There were no significant events occurred to the Group from the balance sheet date to the date of this announcement.

Financial Assets at Fair Value Through Profit or Loss

As at 31 December 2024, the Group held financial assets at fair value through profit or loss of approximately RMB3,126 million, accounting for approximately 6.2% of total assets, particulars of which are set out below:

Money Market Funds

Name of the financial assets	Number of	Investment	Fair value	Realised	Fair value to
	units held			investment	the total
	as at	cost as at	as at	income/(loss)	assets of
	31 December	31 December	31 December	for the	the Group
	2024	2024	2024	year ended	as at
	('000)	(RMB'000)	(RMB'000)	31 December	2024
				2024	
				(RMB'000)	
Harvest Fund Management Company Limited					
嘉實基金管理有限公司					
Harvest Express Monetary Market Fund*	43,205	43,205	43,205	1,769	0.09%
嘉實快線貨幣市場基金					
Harvest Monetary Market Fund*	15,000	15,000	15,000	264	0.03%
嘉實貨幣市場基金					
Harvest HuoQiBao Monetary Market Fund*	2,550	2,550	2,550	2,021	0.01%
嘉實活期寶貨幣市場基金					
Others	12,011	12,877	11,747	–	0.02%
Bosera Asset Management Company Limited					
博時基金管理有限公司					
Bosera Hehui Money Market Fund	–	–	–	51	–
博時合惠貨幣市場基金					
Bosera Cash Pot Money Market Fund	30,111	30,111	30,111	1,237	0.06%
博時現金寶貨幣市場基金					
China Southern TianTianLi Monetary Market Fund*	8,026	8,026	8,026	47	0.02%
南方天天利貨幣市場基金					
China Southern Asset Management Company Limited					
南方基金管理股份有限公司					
China Southern TianTianLi Monetary Market Fund*	30,299	30,300	30,299	459	0.06%
南方天天利貨幣市場基金					
China Southern Cash ZengLi Fund*	2,370	2,370	2,370	520	<0.01%
南方現金增利基金					
China Southern ShouYiBao Monetary Market Fund*	18,060	18,060	18,060	119	0.04%
南方收益寶貨幣市場基金					
Others	1,004	1,004	1,004	15	<0.01%

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB’000)	Fair value as at 31 December 2024 (RMB’000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB’000)	Fair value to the total assets of the Group as at 31 December 2024
HwaBao WP Fund Management Company Limited					
華寶基金管理有限公司					
HwaBao Cash Pot Monetary Market Fund* 華寶現金寶貨幣市場基金	–	–	–	1,084	–
HuaAn Fund Management Co., Ltd.					
華安基金管理有限公司					
HuaAn Cash Pot Money Market Fund* 華安現金寶貨幣市場基金	–	–	–	267	–
Others	–	–	–	15	–
GF Fund Management Co., Ltd.					
廣發基金管理有限公司					
GF Fund RuiXuan FOF Single Asset Management Plan* 廣發基金睿選FOF單一資產管理計劃	22,229	22,229	22,229	1,532	0.04%
Others	–	–	–	134	–
CCB Wealth Management Co., Ltd.					
建信理財有限責任公司					
CCB Principal Tiantianyi Money Market Fund* 建信天添益貨幣市場基金	43,860	43,860	43,860	285	0.09%
HFT Investment Management Co., Ltd.					
海富通基金管理有限公司					
HFT TianYi Money Market Fund* 海富通添益貨幣市場基金	–	–	–	949	–
UBS SDIC Fund Management Co., Ltd.					
國投瑞銀基金管理有限公司					
UBS SDIC QianDuoBao Money Market Fund 國投瑞銀錢多寶貨幣市場基金	–	–	–	817	–
UBS SDIC ZengLiBao Money Market Fund 國投瑞銀增利寶貨幣市場基金	–	–	–	341	–

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB‘000)	Fair value as at 31 December 2024 (RMB‘000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB‘000)	Fair value to the total assets of the Group as at 31 December 2024
China Merchants Bank Co., Ltd.					
招商銀行股份有限公司					
CM ZhaoYiBao Money Market Fund*	–	–	–	71	–
招商招益寶貨幣市場基金					
CM ZhaoFuBao Money Market Fund*	–	–	–	107	–
招商招福寶貨幣市場基金					
CSC Financial Co., Ltd.					
中信建投證券股份有限公司					
CSC Financial ZhiDuoXin Monetary					
Type Assembled Asset Management Plan*	3,667	3,667	3,667	244	0.01%
中信建投智多鑫貨幣型集合資產管理計劃					
ICBC Credit Suisse Asset Management Co., Ltd.					
工銀瑞信基金管理有限公司					
ICBC Credit Suisse XinJin Money Market Fund*	–	–	–	55	–
工銀瑞信薪金貨幣市場基金					
ICBC Credit Suisse RuYi Money Market Fund*	–	–	–	99	–
工銀瑞信如意貨幣市場基金					
E Fund Management Co., Ltd.					
易方達基金管理有限公司					
E Fund Day Wealth Management Money					
Market Fund	–	–	–	341	–
易方達天天理財貨幣市場基金					
Others	4,020	4,020	4,020	424	0.01%
Total		<u>237,279</u>	<u>236,148</u>	<u>13,267</u>	<u>0.47%</u>

Investment strategies of money market funds

Unless otherwise specified, money market funds are funds generally investing in money market instruments with security and high liquidity. As the investment targets are mainly concentrated in short-term money market instruments, money market funds possess characteristics of high liquidity, low risk and relatively low return (but higher than deposits). The terms of investment targets generally are less than 1 year, and the investment scope mainly includes cash, bank fixed deposits, certificates of deposits, bonds with a remaining term of within 397 days, central bank notes with a term of within 1 year, bond repurchases, as well as other money market instruments with good liquidity approved by the CSRC and the People's Bank of China.

GF Fund Management Co., Ltd. (廣發基金管理有限公司)

GF Fund RuiXuan FOF Single Asset Management Plan* (廣發基金睿選FOF單一資產管理計劃) is a hybrid single asset management plan. Under the premise of strict risk control, the plan pursues steady appreciation of the entrusted property during the entrusted period. The main investments include: 1. equity assets: publicly offered infrastructure securities investment funds (REITs); 2. fixed income assets: including treasury bonds, central bank notes, bank deposits, money market funds as well as exchange-traded and interbank market reverse repurchases; and 3. cash assets: bank demand deposits. The plan shall allocate a minimum of 80% of its total assets to publicly offered funds. The proportion of equity assets of the total assets of the asset management plan shall range from 20% to 100%. The proportion of fixed income assets within the total assets of the asset management plan shall fall between 0% and 80% (exclusive), while the ratio of cash assets shall range from 0% to 100% of the asset management plan.

CSC Financial Co., Ltd. (中信建投證券股份有限公司)

Under the premise of strictly controlling liquidity risks, CSC Financial ZhiDuoXin Monetary Type Assembled Asset Management Plan* (中信建投智多鑫貨幣型集合資產管理計劃) selects assets from top to bottom, striving to create investment returns for investors that exceed the performance comparison benchmark. This assembled plan invests in financial instruments permitted by laws, regulations and regulatory authorities, specifically as follows: 1. cash; 2. bank deposits, central bank bills, and interbank certificates of deposit with a term of within 1 year (including 1 year); 3. bond repurchases with a term of within 1 month; 4. treasury bonds, policy-based financial bonds, enterprise bonds, corporate bonds, short-term financing bonds, medium-term notes, ultra-short-term financing bonds with a remaining term of within 397 days (including 397 days); and 5. other money market instruments with good liquidity recognised by the CSRC. This assembled plan shall not invest in the following financial instruments: 1. stocks; 2. convertible bonds and exchangeable bonds; 3. floating rate bonds with the fixed deposit interest rate as the benchmark interest rate, except for those that have entered the last interest rate adjustment period; 4. enterprise bonds, corporate bonds, short-term financing bonds, medium-term notes with the principal credit rating and debt credit rating below the highest level, and ultra-short-term financing bonds with the principal credit rating below the highest level. When the issuer has credit ratings from more than two domestic rating agencies, the lower rating shall be determined in accordance with the principle of taking the lower one; and 5. other financial instruments prohibited from investment by the CSRC.

Financial Investment Products

Name of the financial assets	Number of	Investment	Fair value	Realised	Fair value to
	units held	cost as at	as at	investment	the total
	as at	as at	as at	income/(loss)	assets of
	31 December	31 December	31 December	for the	the Group
	2024	2024	2024	year ended	as at
	(‘000)	(RMB‘000)	(RMB‘000)	31 December	31 December
				2024	2024
				(RMB‘000)	
China Construction Bank Corporation					
and CCB Wealth Management Co., Ltd.					
中國建設銀行股份有限公司					
及建信理財有限責任公司					
QianYuan - RiXinYueYi (Daily) Open-end					
RMB Financial Investment Product*	5,600	5,600	5,600	553	0.01%
乾元—日鑫月溢（按日）開放式					
資產組合型人民幣理財產品					
CCB Wealth Management “TianTianLi” (Daily)					
Open-end Investment Product*	5,400	5,400	5,400	3	0.01%
建信理財「天天利」按日開放式理財產品					
China Merchants Wealth Asset					
Management Co., Ltd.					
招商財富資產管理有限公司					
CM Wealth — Multi-Linked — ZhaoLi No. 54					
Single Asset Management Plan*	—	—	—	23,409	—
招商財富—多元掛鉤—招利54號					
單一資產管理計劃					
CM Wealth — Multi-Linked — ZhaoLi No. 88					
Single Asset Management Plan*	—	—	—	8,728	—
招商財富—多元掛鉤—招利88號					
單一資產管理計劃					
CM Wealth — Multi-Linked — ZhaoLi No. 127					
Assembled Asset Management Plan*	—	—	—	5,410	—
招商財富—多元掛鉤—招利127號					
集合資產管理計劃					
CSC Financial Co., Ltd.					
中信建投證券股份有限公司					
CSC Financial Snowball ZengLi VIP No. 11					
Assembled Assets Management Plan*	71,098	65,000	60,846	—	0.12%
中信建投雪球增利貴賓11號集合資產管理計劃					

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB‘000)	Fair value as at 31 December 2024 (RMB‘000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB‘000)	Fair value to the total assets of the Group as at 31 December 2024
Tebon Securities Co., Ltd.					
德邦證券股份有限公司					
Tebon Assets Management XingRui Weekly Gain					
No. 1 Assembled Assets Management Plan* 德邦資管星瑞周周盈1號集合資產管理計劃	26,270	30,000	30,147	23	0.06%
Tebon Securities XinLianXin HongTong					
No. 1 Assembled Assets Management Plan* 德邦證券心連心鴻潼1號集合資產管理計劃	–	–	–	(5,525)	–
Others	–	–	–	72	–
AVIC Trust Company Limited					
中航信託股份有限公司					
AVIC Trust • TianQi No. [2020] 552 Sunac Qingdao One Sino Park Equity Investment Assembled Funds Trust Plan* 中航信託 • 天啟[2020]552號融創青島壹號院 股權投資集合資金信託計劃					
	34,807	34,807	34,807	–	0.07%
Huaan Securities Co., Ltd.					
華安證券股份有限公司					
Huaan Securities Monthly Gain No. 25 Assembled Assets Management Plan* 華安證券月月贏25號集合資產管理計劃					
	–	–	–	(208)	–
CITIC Securities Co., Ltd.					
中信証券股份有限公司					
CITIC Securities Co., Ltd. Strategy DianJin Series Phase 2509 Income Certificate* 中信証券股份有限公司策略點金系列 2509期收益憑證					
	–	–	–	(3,122)	–
Harvest Fund Management Company Limited					
嘉實基金管理有限公司					
Harvest Fund Jinxi No. 1 Single Asset Management Plan (QDII)* 嘉實基金津西1號單一資產管理計劃(QDII)					
	–	–	–	4,383	–

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB‘000)	Fair value as at 31 December 2024 (RMB‘000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB‘000)	Fair value to the total assets of the Group as at 31 December 2024
Guotong Trust Co., Ltd.					
國通信託有限責任公司					
Guotong Trust • Zhongsheng No. 1					
Single Fund Trust*	99,492	100,000	56,787	–	0.11%
國通信託 • 中勝1號單一資金信託					
Guotong Trust • Changyuan No. 1					
Single Fund Trust*	69,135	70,000	19,937	–	0.04%
國通信託 • 昌源1號單一資金信託					
Xiamen International Trust Co., Ltd.					
廈門國際信託有限公司					
Xiamen Trust-Xintou Ruixiang No. 1					
Assembled Funds Trust Plan*	–	–	–	3,976	–
廈門信託—信投睿享1號集合資金信託計劃					
Bridge Trust Co., Ltd.					
百瑞信託有限責任公司					
Bridge Zhicheng-Xintou Ruixiang No. 5					
Assembled Funds Trust Plan*	–	–	–	8,158	–
百瑞至誠—信投睿享5號集合資金信託計劃					
Bridge Zhicheng-Xintou Ruixiang No. 7					
Assembled Funds Trust Plan*	–	–	–	2,407	–
百瑞至誠—信投睿享7號集合資金信託計劃					
China Universal Asset Management Company Limited					
匯添富基金管理股份有限公司					
China Universal-Tianfuniu No. 116					
Assembled Assets Management Plan*	5,987	7,120	7,774	(4,052)	0.02%
匯添富—添富牛116號集合資產管理計劃					
Shanghai JunXi Investment Management Co., Ltd.					
上海君犀投資管理有限公司					
JunXi XiZhou No. 8 Private Equity Investment Fund*					
君犀犀舟8號私募證券投資基金	46,656	49,517	55,012	6,717	0.11%
Others	1,000	1,000	1,000	9,514	<0.01%
Total		<u>368,444</u>	<u>277,310</u>	<u>60,446</u>	<u>0.55%</u>

Investment strategies of financial investment products

Unless otherwise specified, financial investment products are generally bank wealth management products issued by certain reputable banking institutions in the PRC. The investment strategies are with security and liquidity in priority, while pursuing appropriate level of returns. They mainly invest in cash assets, money market instruments, money market funds, standardised fixed income assets, non-standardised debt assets and other regulatory-compliant assets portfolios. On this basis, they may conduct reasonable allocations of debt assets, equity assets, other assets or asset combinations that comply with regulatory requirements, so as to further increase the return level.

China Construction Bank Corporation (中國建設銀行股份有限公司) and CCB Wealth Management Co., Ltd. (建信理財有限責任公司)

CCB Wealth Management “TianTianLi” (Daily) Open-end Investment Product* (建信理財「天天利」按日開放式理財產品) adopts active management investment strategy, and strives to improve product returns on the premise of controlling interest rate risk, minimising the fluctuation risk of net asset value of products and satisfying liquidity. The investment scope of this product is as follows: 1. cash; 2. bank deposits within 1 year (including 1 year), bond repurchases, central bank notes, interbank deposits; 3. bonds with a remaining term of within 397 days (including 397 days), asset-backed securities issued in the interbank market and the stock exchange market; and 4. other monetary market instruments with good liquidity approved by the CBIRC and the People’s Bank of China. The product shall not invest in the following financial instruments: (1) stocks; (2) convertible bonds and exchangeable bonds; (3) floating rate bonds with fixed deposit interest rate as the benchmark interest rate, except for those that have entered the last interest rate adjustment period; (4) bonds and asset-backed securities with credit rating below AA+; and (5) other financial instruments prohibited by the CBIRC and the People’s Bank of China.

China Merchants Wealth Asset Management Co., Ltd. (招商財富資產管理有限公司)

CM Wealth — Multi-Linked — ZhaoLi No. 54 Single Asset Management Plan* (招商財富—多元掛鉤—招利54號單一資產管理計劃), CM Wealth — Multi-Linked — ZhaoLi No. 88 Single Asset Management Plan* (招商財富—多元掛鉤—招利88號單一資產管理計劃) and CM Wealth — Multi-Linked — ZhaoLi No. 127 Assembled Asset Management Plan* (招商財富—多元掛鉤—招利127號集合資產管理計劃) are commodity and financial derivative products. The asset manager will, in compliance with laws and regulations and the relevant provisions of the investment agreement, carry out investment to seek risked return for asset principals under the premise of risk control. These plans primarily invest in over-the-counter derivatives such as option contracts and income swaps issued by dealers with over-the-counter derivatives trading licenses; securities dealer income certificates; bank deposits, monetary funds and other money market instruments; publicly offered securities investment funds and other financial products and varieties as permitted by laws and regulations or regulatory authorities. The proportion of the plans' position value invested in commodities and financial derivatives shall not be less than 80% of the plans' total assets, and the interest in the derivatives account shall exceed 20% of the plans' total assets.

CSC Financial Co., Ltd. (中信建投證券股份有限公司)

CSC Financial Snowball ZengLi VIP No. 11 Assembled Assets Management Plan* (中信建投雪球增利貴賓11號集合資產管理計劃) invests primarily in commodities and financial derivative-based financial instruments striving to realise investment returns for the plan's assets under the premise of strict risk control. The assembled plan has an investment scope that covers fixed income assets as well as commodities and financial derivatives. Fixed income assets include bank deposits, money market funds, while commodities and financial derivatives include over-the-counter options, returns swaps and non-principal protected income certificates with a snowball structure. The investment proportion includes: (1) investment in fixed income assets shall represent 0% to 20% of its total assets; and (2) investment in commodities and financial derivatives shall represent 80% to 100% of its total assets.

Tebon Securities Co., Ltd. (德邦證券股份有限公司)

Tebon Assets Management XingRui Weekly Gain No. 1 Assembled Assets Management Plan* (德邦資管星瑞周周盈1號集合資產管理計劃) is designed to achieve a steady appreciation of entrusted assets under the premises of strict risk control. The assembled plan mainly invests in the following areas: 1. asset-backed securities, asset-backed notes, debentures, subordinated bonds of financial institutions, corporate bonds, treasury bonds, local government bonds, financial bonds, central bank notes, short-term financing bonds, ultra short-term financing bonds, interbank certificates of deposit, medium-term notes, project income bonds, PPNs, bond repurchases, publicly issued convertible bonds, publicly issued exchangeable bonds which are issued domestically in accordance with laws as well as fixed-income securities permitted by laws and regulations; and 2. other cash management tools such as bond reverse repurchase, bank demand deposits and money market funds. The allocation proportion of the above categories of assets is as follows: 1. the proportion of fixed-income assets invested by the assembled plan shall not be less than 80% of the total assets of the assembled plan; and 2. the proportion of PPNs, non-public issued debentures, subordinated bonds of financial institutions, asset-backed securities and asset-backed notes invested by the assembled plan shall not be more than 60% of the total assets of the assembled plan, of which the total proportion of investment in asset-backed securities and asset-backed notes shall not exceed 20% of the net assets.

Tebon Securities XinLianXin HongTong No. 1 Assembled Assets Management Plan* (德邦證券心連心鴻潼1號集合資產管理計劃) is designed to achieve stable income in the medium-to-long-term by constructing a spot investment portfolio consisting of equity and fixed income securities while managing systematic risk with hedging instruments such as stock index futures. The investment scope of the assembled plan includes all kinds of equity assets, debt assets, commodities and financial derivative assets, hybrid securities investment funds and money market funds issued domestically in accordance with laws, as well as other investment varieties permitted by the CSRC. The assembled plan can engage in the securities repurchase business. In addition to the restrictions of investment proportion set forth in the investment scope, the plan is subject to the following restrictions: 1. the shares issued by a single listed company held by the manager under all asset management plans managed shall not exceed 30% of the outstanding shares of the listed company; and 2. the funds invested in the same asset shall not exceed 25% of the net asset value of the plan; the funds invested in the same asset by the manager under all the assembled asset management plans shall not exceed 25% of such asset; except for bank demand deposits, treasury bonds, central bank notes, policy financial bonds and local government bonds and other investment varieties permitted by the CSRC.

AVIC Trust Company Limited (中航信託股份有限公司)

AVIC Trust • TianQi No. [2020] 552 Sunac Qingdao One Sino Park Equity Investment Assembled Funds Trust Plan* (中航信託 • 天啟[2020]552號融創青島壹號院股權投資集合資金信託計劃) is limited to the amount of funds raised under the trust plan, and will contribute capital to Beijing Sunac Jiamao Information Consulting Co., Limited* (北京融創嘉茂信息諮詢有限公司, “**Beijing Sunac**”) on a 70%:30% basis with Sunac (Qingdao) Real Estate Co., Limited* (融創(青島)置地有限公司, “**Sunac Qingdao**”), after the transfer of 70% equity interest in Beijing Sunac from Sunac Qingdao. Beijing Sunac shall use the entire contribution to acquire from Sunac Qingdao a 50% equity interest in Qingdao Haozhong Real Estate Co., Limited* (青島浩中房地產有限公司) which is held by Qingdao Haiyue Wenhua Industrial Co., Limited* (青島海悅文華實業有限公司, “**Haiyue Wenhua**”) on Sunac Qingdao’s behalf, who is the effective holder, so that AVIC Trust can ultimately enjoy the investment income from the real estate projects to be developed and constructed on the land parcels in Laoshan District, Qingdao (the “**Qingdao Subject Project**”), through its indirect equity interest in Haiyue Wenhua by virtue of its shareholdings in Beijing Sunac. The Qingdao Subject Project is a luxury residential project located in Laoshan District, Qingdao, which lies within 3 km from the service area of the planned “Qingdao Jinjialing Financial Zone”. The project’s developer is Sunac China while AVIC Trust is responsible for its supervision. It is pledged with the project company’s equity interest.

Huaan Securities Co., Ltd. (華安證券股份有限公司)

Huaan Securities Monthly Gain No. 25 Assembled Assets Management Plan* (華安證券月月贏25號集合資產管理計劃) primarily invests in bonds and other fixed-income financial products on the basis of strict risk control, so as to grasp market investment opportunities to achieve stable gain for the assembled plan. The assembled plan invests in treasury bonds, various financial bonds, central bank notes, corporate bonds, debentures, convertible bonds, exchangeable bonds, publicly offered bond funds, asset securitisation products, cash, bond repurchases, bond reverse repurchases, bank deposits, interbank certificates of deposit, ultra-short-term financing bonds, short-term financing bonds, medium-term notes, non-public debt-financing instruments and money market funds, in each case, issued domestically in accordance with laws, as well as other fixed-income products that the assembled plan is allowed to invest by the CSRC. In particular, the issuer (or debt) of the corporate bonds, debentures, detachable bonds, medium-term notes and other credit bonds shall have a credit rating not lower than AA and the debt of short-term financing bonds shall have a credit rating not lower than A-1.

CITIC Securities Co., Ltd. (中信証券股份有限公司)

CITIC Securities Co., Ltd. Strategy DianJin Series Phase 2509 Income Certificate* (中信証券股份有限公司策略點金系列2509期收益憑證) is non-principal protected floating income certificate. The product's contracted knock-out and knock-in prices will be compared with the performance of targets in the CSI Small Cap 500 Index on the observation date, so as to determine whether a knock-out or knock-in event is triggered, as well as the final gains or losses of the product. The closing prices of the linked targets are based on the closing price of the CSI Small Cap 500 Index quoted on the Shanghai Stock Exchange. The knock-out price and knock-in price are prices agreed between the investor and the securities brokerage, and the setting of which would affect directly the probability of the investor to receive the contracted return. If a knock-in is triggered, the return is determined by the actual increase or decrease of the index on the maturity date, if a knock-out is triggered, a fixed interest up to the knock-out date will be received at an annualised rate of 16%, and if neither a knock-in nor knock-out is triggered, an interest for the entire year will be received at an annualised rate of 16%.

Harvest Fund Management Company Limited (嘉實基金管理有限公司)

Harvest Fund Jinxi No. 1 Single Asset Management Plan (QDII)* (嘉實基金津西1號單一資產管理計劃(QDII)) is a management plan for a single asset with fixed income. Its objective is to seek considerable investment return for investors with effective investment risk control. The foreign assets invested in this plan must comply with the relevant laws and regulations such as the QDII Trial Measures* (QDII試行辦法) and the Notice on QDII Trial Measures* (QDII試行辦法通知) and the requirements of the CSRC regarding QDII investments. The particular varieties it invests in, and the investment scope includes: (1) fixed income assets: its overseas fixed income assets include: bank deposits, transferrable certificates of deposit, bank acceptance bills, bank notes, commercial notes, repurchase agreements, short-term government bonds and other money market instruments; overseas government bonds, debentures, housing-mortgage-backed securities, asset-backed securities, bank capital debts, structured investment products linked to fixed income assets, public bond funds registered with the securities regulator of a country and region that have signed a bilateral memorandum of understanding on regulatory cooperation with the CSRC, and other fixed income financial instruments approved by the CSRC for asset management plans to invest. Its domestic fixed income assets include: money market instruments, treasury bonds, local government bonds, corporate bonds, debentures, various types of financial bonds, central bank notes, bond funds, various types of debt financing instruments, and other financial instruments approved by the CSRC for asset management plans to invest; and (2) interest rate swaps for financial derivative assets, treasury bond futures listed on overseas exchanges approved by the CSRC and other interest rate derivatives, including but not limited to forward contracts, swap contracts, futures, options and other foreign exchange derivatives listed on overseas exchanges approved by the CSRC. The asset management plan's investment in fixed income assets shall not account for less than 80% of its total assets, and the asset management plan's investment in financial derivatives shall not account for more than 20% of its total assets.

Guotong Trust Co., Ltd. (國通信託有限責任公司)

Guotong Trust • Zhongsheng No. 1 Single Fund Trust* (國通信託 • 中勝1號單一資金信託) and Guotong Trust • Changyuan No. 1 Single Fund Trust* (國通信託 • 昌源1號單一資金信託) manage, utilise and distribute the trust properties for the benefits of the beneficiary in accordance with the wishes of the trustee, so as to preserve and enhance the value of the trust properties. Both trust funds will principally invest in: 1. publicly offered funds (e.g. equity funds, bond funds, hybrid funds, money market funds, LOF funds, ETF funds, etc.); 2. securities investment private equity funds registered with Asset Management Association of China (“AMAC”); 3. trust protection funds; and 4. others (bank deposits, money market funds, wealth management products offered by the banks under cash management category).

Xiamen International Trust Co., Ltd. (廈門國際信託有限公司)

Xiamen Trust-Xintou Ruixiang No. 1 Assembled Funds Trust Plan* (廈門信託—信投睿享1號集合資金信託計劃) is a fixed income product, which can invest in: (1) cash assets: cash, bank deposits, money market funds; (2) standardised bonds traded on the national interbank bond market and stock exchange markets: including treasury bonds, central bank notes, local government bonds, interbank certificates of deposit, various financial bonds, corporate bonds, debentures, private placement debt financing instruments, short-term financing bonds, ultra short-term financing bonds, medium-term notes, etc.; (3) assets securities products: asset-backed securities, asset-backed notes, beneficial/income rights in listed on the national interbank bond market, stock exchange market, inter-institutional private placement products quotation and service system, the China Credit Assets Registry & Exchange Co., Ltd. and PICC Insurance Asset Registration and Trading System Co., Ltd.* (中保保險資產登記交易系統有限公司); (4) bond reverse repurchase; (5) protection funds for the trust business; and (6) fixed income products issued by banks and their wealth management subsidiaries, securities companies and subsidiaries, fund companies and subsidiaries, insurance companies and subsidiaries and trust companies. The proportion of debt assets invested by the trust plan shall not be less than 80% of the total value of the trust assets. The investment restrictions of the trust plan are as follows: (1) prohibition of using trust property for trustee and its related parties directly or indirectly; (2) prohibition of using trust property for purposes such as loans, mortgage financing, or external guarantees; (3) prohibition of using trust property for investments that may entail unlimited liability; (4) other investment restrictions stipulated by laws, regulations, and regulatory authorities, as well as restrictions prohibited by applicable laws and regulations; and (5) if the trust plan to invest in an asset management product, such asset management product shall not be re-invested in any asset management product other than a public securities investment funds.

Bridge Trust Co., Ltd. (百瑞信託有限責任公司)

Bridge Zhicheng-Xintou Ruixiang No. 5 Assembled Funds Trust Plan* (百瑞至誠一信投睿享5號集合資金信託計劃) and Bridge Zhicheng-Xintou Ruixiang No. 7 Assembled Funds Trust Plan* (百瑞至誠一信投睿享7號集合資金信託計劃) are fixed income products, which can invest in: (1) cash assets: cash, bank deposits, money market funds; (2) standardised bonds traded on the national interbank bond market and stock exchange markets: including treasury bonds, central bank notes, local government bonds, interbank certificates of deposit, various financial bonds, corporate bonds, debentures, private placement debt financing instruments, short-term financing bonds, ultra short-term financing bonds, medium-term notes, etc.; (3) asset-backed securities, asset-backed notes, support plans, beneficial/income rights in listed on the national interbank bond market, stock exchange market, inter-institutional private placement products quotation and service system, the China Credit Assets Registry & Exchange Co., Ltd. and PICC Insurance Asset Registration and Trading System Co., Ltd.* (中保保險資產登記交易系統有限公司); (4) bond reverse repurchase; (5) protection funds for the trust business; and (6) fixed income products issued by banks and their wealth management subsidiaries, securities companies and subsidiaries, fund companies and subsidiaries, and trust companies. The proportion of debt assets invested by these trust plans shall not be less than 80% of the total value of the trust assets. The investment restrictions of these trust plans are as follows: (1) prohibition of using securities in the trust property for repurchase financing transactions; (2) prohibition of using trust property for purposes such as loans, mortgage financing, or external guarantees; (3) prohibition of using trust property for investments that may entail unlimited liability; (4) other investment restrictions stipulated by laws, regulations, and regulatory authorities, as well as restrictions prohibited by applicable laws and regulations; (5) prohibition of simultaneous investment in the same underlying assets by the two existing trust units; and (6) if these trust plans to invest in an asset management product, such asset management product shall not be re-invested in any asset management product other than a public securities investment funds.

China Universal-Tianfuniu No. 116 Assembled Assets Management Plan* (匯添富一添富牛116號集合資產管理計劃) pursues the steady appreciation of the entrusted asset under the premises of strictly controlling risk. The plan mainly invests in the following types of assets permitted by laws and regulations and regulatory institutions: (1) fixed income assets: treasury bonds, local government bonds, central bank notes, policy financial bonds, financial bonds, corporate bonds, debentures, perpetual bonds, medium-term notes, collective notes, short-term financing bonds, convertible bonds, exchangeable bonds, asset-backed securities and asset-backed notes, government supported institution bonds, private placement financing debt instruments (PPN), interbank certificates of deposit, bonds repurchase, bonds reverse repurchase, deposit; (2) equity assets: stocks and depositary receipts issued and listed in accordance with laws, stocks within the scope of Stock Connect for South bound Trading, preferred shares; (3) commodities and financial derivative assets: stock index futures, treasury bond futures, stock options, stock index options, derivative assets limited to those traded on exchanges; and (4) equity investment fund: stock funds, bond funds, hybrid funds, money market funds, publicly offered infrastructure equity investment funds, QDII funds and other types of funds. This asset management plan is a hybrid plan, its investment in equity assets accounts for 0% to 95% of the total assets of the plan, while proportion of the contractual value in fixed income assets and futures do not exceed 80% of the total assets of the plan.

JunXi XiZhou No. 8 Private Equity Investment Fund* (君犀犀舟8號私募證券投資基金) constructs its investment portfolio on the basis of in-depth research. Under the premises of strictly controlling the investment risks, it strives to obtain long-term stable investment return. The fund will carry out top-down approach asset allocation according to macroeconomic analysis and changes in the overall market valuation level, lowering market risk and pursuing higher return at the same time. The investment scope includes stocks issued and listed on the Shanghai or Shenzhen stock exchanges (limited to shares issued from the conversion of convertible bonds or exchangeable bonds only), bonds and asset-backed securities issued and traded in the Shanghai or Shenzhen stock exchanges or interbank market, asset-backed notes issued and traded in interbank market, fixed income securities of securities companies, bond repurchases, pledge-style quoted repurchase agreement in the Shanghai or Shenzhen stock exchanges, cash, bank deposits, publicly offered funds, bank financial investment products, asset management plans of securities companies, insurance companies and futures companies, asset management plans for specific clients of fund managers, privately offered funds issued by privately offered securities investment fund manager who are registered and published on the official website of the AMAC. The investment restrictions of the fund include: 1. it must not invest in funds without custodian or safekeeping financial institutions (commercial banks, securities companies); 2. it must not invest in partnership shares without filings in the AMAC; 3. it must not invest in inferior share of structured financial product, and the priority rating of invested asset-backed securities and asset-backed notes shall be AAA; 4. the fund's total fund asset value shall not exceed 160% of fund net asset value; 5. it must not participate in the subscription of non-public issued shares in stock exchange; and 6. the debt rating of invested debentures must be AA or above. If the invested debentures do not have a debt rating or their debt ratings do not reach AA or above, their issuer ratings shall be AA or above. Rate securities such as treasury bonds, policy financial bonds, local debts, etc., are not restricted by ratings.

Listed Bond Investments

Name of the financial assets	Number of	Investment	Fair value	Realised	Fair value to
	units held	cost as at	as at	investment	the total
	as at	as at	as at	income/(loss)	assets of
	31 December	31 December	31 December	for the	the Group
	2024	2024	2024	year ended	as at
	(‘000)	(RMB‘000)	(RMB‘000)	31 December	31 December
				2024	2024
				(RMB‘000)	
Shanghai Longlife Investment Co., Ltd.					
上海久期投資有限公司					
Longlife Jinxi Pure Bond No. 1 Private					
Equity Investment Fund*					
久期津西純債1號私募證券投資基金	1,611	138,416	121,255	13,119	0.24%
Shanghai JunXi Investment					
Management Co., Ltd.					
上海君犀投資管理有限公司					
JunXi XiZhou No. 8 Private Equity					
Investment Fund*					
君犀犀舟8號私募證券投資基金	992	98,823	88,468	10,803	0.18%
China Futures Co., Ltd.					
中信建投期貨有限公司					
China Futures JinYing No. 1 Sole Asset					
Management Plan*					
中信建投期貨津盈1號單一資產管理計劃	2,740	279,462	281,594	9,013	0.56%
PingAn Trust Co., Ltd.					
平安信託有限責任公司					
PingAn Trust JinYing No. 2 Sole Fund Trust*					
平安信託津盈2號單一資金信託	5,190	281,918	283,724	7,226	0.57%

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB‘000)	Fair value as at 31 December 2024 (RMB‘000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB‘000)	Fair value to the total assets of the Group as at 31 December 2024
Shanghai Hesheng Asset Management Co., Ltd.					
上海合晟資產管理股份有限公司					
MingSheng No. 1 Private Investment Fund*					
明晟1號私募投資基金	1,637	165,324	168,380	7,881	0.34%
Harvest Fund Management Company Limited					
嘉實基金管理有限公司					
Harvest Fund Jinxi No. 1 Single Asset Management Plan (QDII)*					
嘉實基金津西1號單一資產管理計劃 (QDII)	-	-	-	8,446	-
Ningbo GuanShi Investment Management Company Limited*					
寧波觀石投資管理有限公司					
Ningbo GuanShi ShunShi No. 19 Private Securities Investment Fund*					
寧波觀石順時19號私募證券投資基金	-	-	-	4,285	-
Dawn Opus Asset Management Co., Ltd.					
北京晨樂資產管理有限公司					
Dawn Opus Yufeng No. 1 Private Securities Investment Fund*					
晨樂裕豐1號私募證券投資基金	34	4,077	4,480	533	0.01%
Others	3	564	552	43	<0.01%
Total		<u>968,584</u>	<u>948,453</u>	<u>61,349</u>	<u>1.89%</u>

Investment strategies of listed bond investments

Shanghai Longlife Investment Co., Ltd. (上海久期投資有限公司)

Longlife Jinxi Pure Bond No. 1 Private Equity Investment Fund* (久期津西純債1號私募證券投資基金) uses bonds as major investment subject. During different economic cycles, from the three dimensions of interest rate (duration), credit, and fixed income to carry out asset allocation, it strives to obtain steady return independent of economic cycle. In the aspect of risk control and strengthening return, it calculates the basic return from bond interest income. It sets a strict risk limit according to basic return level, so as to control drawdown risk. Within the risk limit, it adopts the approach of adjusting the duration of bonds, searching for wrongly priced debentures and fixed income assets' equity attributes, etc. to obtain excess return over basic return. The restrictions of the fund include: 1. it must not invest the fund assets in small to medium enterprises' private placement debts; and 2. debt or issuer ratings of corporate debts, debentures, convertible bonds, detachable convertible bond must be AA or above; debt rating of short-term financing bonds of A-1 and issuer rating must be A+ or above; private exchangeable bonds can be without rating.

Shanghai JunXi Investment Management Co., Ltd. (上海君犀投資管理有限公司)

JunXi XiZhou No. 8 Private Equity Investment Fund* (君犀犀舟8號私募證券投資基金) constructs its investment portfolio on the basis of in-depth research. Under the premises of strictly controlling the investment risks, it strives to obtain long-term stable investment return. The fund will carry out top-down approach asset allocation according to macroeconomic analysis and changes in the overall market valuation level, lowering market risk and pursuing higher return at the same time. The investment scope includes stocks issued and listed on the Shanghai or Shenzhen stock exchanges (limited to shares issued from the conversion of convertible bonds or exchangeable bonds only), bonds and asset-backed securities issued and traded in the Shanghai or Shenzhen stock exchanges or interbank market, asset-backed notes issued and traded in interbank market, fixed income securities of securities companies, bond repurchases, pledge-style quoted repurchase agreement in the Shanghai or Shenzhen stock exchanges, cash, bank deposits, publicly offered funds, bank financial investment products, asset management plans of securities companies, insurance companies and futures companies, asset management plans for specific clients of fund managers, privately offered funds issued by privately offered securities investment fund manager who are registered and published on the official website of the AMAC. The investment restrictions of the fund include: 1. it must not invest in funds without custodian or safekeeping financial institutions (commercial banks, securities companies); 2. it must not invest in partnership shares without filings in the AMAC; 3. it must not invest in inferior share of structured financial product, and the priority rating of invested asset-backed securities and asset-backed notes shall be AAA; 4. the fund's total fund asset value shall not exceed 160% of fund net asset value; 5. it must not participate in the subscription of non-public issued shares in stock exchange; and 6. the debt rating of invested debentures must be AA or above. If the invested debentures do not have a debt rating or their debt ratings do not reach AA or above, their issuer ratings shall be AA or above. Rate securities such as treasury bonds, policy financial bonds, local debts, etc., are not restricted by ratings.

China Futures Co., Ltd. (中信建投期貨有限公司)

China Futures JinYing No. 1 Sole Asset Management Plan* (中信建投期貨津盈1號單一資產管理計劃) seeks to achieve long-term and stable returns under the premise of effective risk control. The plan invests in: fixed-income products including treasury bonds, central bank notes, financial bonds, local government bonds, corporate bonds, debentures, short-term financing bonds, ultra-short-term financing bonds, medium-term notes, project income notes, private placement note, subordinated bonds of securities companies, subordinated bonds of commercial banks, hybrid capital bonds, other financial institution bonds, insurance debentures, convertible bonds (including private placement), exchangeable bonds (including private placement), interbank certificates of deposit, publicly listed securitisation products of corporate/credit asset (excluding subordinated products), asset-backed notes (excluding subordinated products), each of which includes sustainable instruments; money market instruments and depositary instruments including negotiated deposits, interbank deposits, bond repurchases, bond reverse repurchases, money market funds and public bond funds; and derivatives including treasury bond futures and margin offsetting business of government bonds on various Futures Exchanges. The issuer and debt (if any) of the bonds invested by the plan shall have a credit rating not lower than AA.

PingAn Trust Co., Ltd. (平安信託有限責任公司)

PingAn Trust JinYing No. 2 Sole Fund Trust* (平安信託津盈2號單一資金信託) is an assembled funds trust with fixed income, which selects appropriate fixed income assets in accordance with the approach to use the entrusted properties as stipulated in the trust agreement, so as to build an investment portfolio that realises a long-term and stable appreciation for the assets. The trust invests in those varieties including: 1. fixed income varieties: treasury bonds, central bank notes, financing bonds, local government bonds, corporate bonds, debentures, short-term financing bonds, ultra short-term financing bonds, medium-term notes, project revenue notes, private placement financing debt instruments, subordinated bonds of securities companies, subordinated bonds of commercial banks, hybrid capital bonds, bonds of other financial institutions, bonds of insurance companies, convertible bonds (including private placement), exchangeable bonds, interbank certificates of deposits, publicly listed securitisation products of corporate/trusted assets (excluding subordinated), asset-backed notes (excluding subordinated), each of which includes permanent varieties; 2. money market instruments, publicly offered funds and deposits instruments: negotiated deposits, interbank deposits, bond repurchases, money market funds and publicly offered debt funds; 3. derivatives: treasury bonds, futures and margin offsetting business of treasury bonds on various futures exchanges; and 4. guaranteed funds in the trust business.

Shanghai Hesheng Asset Management Co., Ltd. (上海合晟資產管理股份有限公司)

MingSheng No. 1 Private Investment Fund* (明晟1號私募投資基金) realises long-term, continuous and stable appreciation for the assets of its clients under the premise of controlled risk. The fund deploys its assets with a top-down approach based on macro-economy analysis and changes in overall market valuation, aiming for higher returns with minimised market risks. The fund's investment scope covers: 1. bonds and asset-backed securities (including subordinated tranche) issued and traded in domestic stock exchanges or interbank market, asset-backed notes (including subordinated tranche) issued and traded in interbank market, standardised notes traded in interbank bond market, securities repurchases, pledge-style quoted repurchase in domestic stock exchanges; 2. publicly-offered funds; and 3. cash, bank deposits (including time deposits, demand deposits, negotiated deposit, structured deposits and other bank deposits), financial investment products from bank and interbank certificates of deposits.

Harvest Fund Management Company Limited (嘉實基金管理有限公司)

Harvest Fund Jinxi No. 1 Single Asset Management Plan (QDII)* (嘉實基金津西1號單一資產管理計劃(QDII)) is a management plan for a single asset with fixed income. Its objective is to seek considerable investment return for investors with effective investment risk control. The foreign assets invested in this plan must comply with the relevant laws and regulations such as the QDII Trial Measures* (QDII試行辦法) and the Notice on QDII Trial Measures* (QDII試行辦法通知) and the requirements of the CSRC regarding QDII investments. The particular varieties it invests in, and the investment scope includes: (1) fixed income assets: its overseas fixed income assets include: bank deposits, transferrable certificates of deposit, bank acceptance bills, bank notes, commercial notes, repurchase agreements, short-term government bonds and other money market instruments; overseas government bonds, debentures, housing-mortgage-backed securities, asset-backed securities, bank capital debts, structured investment products linked to fixed income assets, public bond funds registered with the securities regulator of a country and region that have signed a bilateral memorandum of understanding on regulatory cooperation with the CSRC, and other fixed income financial instruments approved by the CSRC for asset management plans to invest. Its domestic fixed income assets include: money market instruments, treasury bonds, local government bonds, corporate bonds, debentures, various types of financial bonds, central bank notes, bond funds, various types of debt financing instruments, and other financial instruments approved by the CSRC for asset management plans to invest; and (2) interest rate swaps for financial derivative assets, treasury bond futures listed on overseas exchanges approved by the CSRC and other interest rate derivatives, including but not limited to forward contracts, swap contracts, futures, options and other foreign exchange derivatives listed on overseas exchanges approved by the CSRC. The asset management plan's investment in fixed income assets shall not account for less than 80% of its total assets, and the asset management plan's investment in financial derivatives shall not account for more than 20% of its total assets.

*Ningbo GuanShi Investment Management Company Limited** (寧波觀石投資管理有限公司)

Ningbo GuanShi ShunShi No. 19 Private Securities Investment Fund* (寧波觀石順時19號私募證券投資基金) builds its investment portfolio on the basis of in-depth research and aims to achieve sustainable and stable investment returns on its assets. The investment scope includes: exchange-traded bonds, interbank bonds, publicly-offered securities investment funds, bonds repurchases, bonds reverse repurchases, purchase and redemption of listed open-ended Fund (LOF), depositary receipts listed on the Shanghai or Shenzhen stock exchanges, monetary market fund, cash, bank deposits, interbank certificates of deposits, wealth management products for cash management, exchange-traded and asset-backed securities, asset-backed notes, fixed income securities of securities companies. The investment restrictions include: 1. the depositary receipts held in the fund shall not exceed 100% of the fund's net asset value by market value in aggregate; and 2. the fund's total assets shall not exceed 200% of its net assets.

Dawn Opus Asset Management Co., Ltd. (北京晨樂資產管理有限公司)

Dawn Opus Yufeng No. 1 Private Securities Investment Fund* (晨樂裕豐1號私募證券投資基金) constructs its investment portfolio on the basis of in-depth research. Under the premises of strictly controlling the investment risks, it strives to obtain long-term stable investment return. The investment scope of this fund includes: stocks issued and listed on stock exchanges, securities allowed for investment under the Connect Arrangement of the Domestic and Overseas Securities Markets (境內與境外證券市場互聯互通機制), depositary receipts traded in stock exchanges, bonds and asset-backed securities traded in stock exchanges or interbank market, asset-backed notes and standardised notes traded in interbank market, fixed income securities of securities companies, bond reverse repurchases, pledge-style quoted repurchase in stock exchanges, cash, bank deposits, interbank certificates of deposits, margin trading and short selling, refinancing securities lending, derivatives traded in stock exchanges and futures exchanges, contract varieties traded in the Shanghai Gold Exchange, over-the-counter derivatives in the securities and futures market with securities companies/futures companies/banks and their subsidiaries as counterparties only, publicly offered funds, wealth management products from banks, asset management plans of securities companies and their subsidiaries, private investment funds issued by private securities investment fund managers who are shown as registered on the website of the AMAC, trust plan. The investment portfolio of the property of the fund is subject to the following restrictions: 1. the fund shall not invest in private funds entrusted to an institution without the qualification to custody securities investment funds; 2. the fund shall not invest in subordinated/inferior shares from structured financial products (except publicly offered funds); 3. the total assets of the fund shall not exceed 200% of the fund's net assets; 4. the depositary receipts held in the fund shall not exceed 100% of the fund's net asset value by market value in aggregate; and 5. the non-public traded shares of companies listed on stock exchanges invested by the fund shall not exceed 50% of the fund's net asset value by market value in aggregate.

Investment Funds

Name of the financial assets	Number of	Investment	Fair value	Realised	Fair value to
	units held	cost as at	as at	investment	the total
	as at			income/(loss)	assets of
	31 December	31 December	31 December	for the	the Group
	2024	2024	2024	year ended	as at
	(‘000)	(RMB‘000)	(RMB‘000)	31 December	31 December
				2024	2024
				(RMB‘000)	
Shanghai QiuSheng Assets Management Co., Ltd.*					
上海秋晟資產管理有限公司					
QiuSheng Asset YanXi No. 1 Macro Hedging Private Equity Fund*					
秋晟資產言蹊1號宏觀對沖私募基金	16,872	17,217	8,583	(13,223)	0.02%
Beijing Yuhua Fund Management Co., Ltd.					
北京譽華基金管理有限公司					
Yuhua Key & Core Technology (Tangshan) Equity Investment Fund (Limited Partnership)*					
譽華硬科技(唐山)股權投資基金(有限合夥)	- ¹	20,000	20,000	-	0.04%
High-Flyer Quant Investment Management (Ningbo) Limited Partnership					
寧波幻方量化投資管理合夥企業(有限合夥)					
High-Flyer 500 Enhanced Index Xinxiang No. 18 Private Securities Investment Fund*					
幻方500指數增強欣享18號私募證券投資基金	-	-	-	(8,787)	-
Yanfu Investments, LLC.					
上海衍複投資管理有限公司					
Yanfu 300 Enhanced Index No. 1 Private Securities Investment Fund*					
衍複300指增一號私募證券投資基金	-	-	-	14,121	-
Yanfu Small Cap Enhanced Index No. 1 Private Securities Investment Fund*					
衍複小市值指數增強一號私募證券投資基金	-	-	-	6,036	-

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB‘000)	Fair value as at 31 December 2024 (RMB‘000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB‘000)	Fair value to the total assets of the Group as at 31 December 2024
Shenzhen Bishuo Private Securities Fund Management Co., Ltd.*					
深圳碧燦私募證券基金管理有限公司					
Bishuo Huiyang No. 4 Private Securities Investment Fund*					
碧燦匯陽四號私募證券投資基金	30,195	33,000	33,933	–	0.07%
Others	–	–	–	1,844	–
Wellspring Capital					
北京清和泉資本管理有限公司					
Wellspring Value Stable Phase 7A Private Securities Investment Fund*					
清和泉價值穩健7期A私募證券投資基金	627	6,246	6,249	–	0.01%
Shanghai Ruitian Investment LLC.					
上海銳天投資管理有限公司					
Ruitian Standard 300 Enhanced Index No. 1 Private Securities Investment Fund*					
銳天標準300指數增強1號私募證券投資基金	–	–	–	2,338	–
Others	–	–	–	(75)	–
Derivatives China					
衍盛私募證券投資基金管理（海南）有限公司					
Derivatives Enhanced Index No. 1 Private Investment Fund*					
衍盛指數增強1號私募投資基金	–	–	–	(3,549)	–
Derivatives Enhanced Index No. 5 Private Securities Investment Fund*					
衍盛指數增強5號私募證券投資基金	–	–	–	(2,373)	–

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB‘000)	Fair value as at 31 December 2024 (RMB‘000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB‘000)	Fair value to the total assets of the Group as at 31 December 2024
Nanjing Shengquan Hengyuan Investment Co., Ltd.					
南京盛泉恒元投資有限公司					
Shengquan Hengyuan Multi-strategy Quantitative Hedging No. 2 Fund*					
盛泉恒元多策略量化對沖2號基金	–	–	–	(1,150)	–
Beijing Ren Bridge Asset Management Co., Ltd.					
仁橋（北京）資產管理有限公司					
Ren Bridge JinXuanZeYuan Phase 11 Private Securities Investment Fund*					
仁橋金選澤源11期私募證券投資基金	38,617	39,244	47,646	(1,039)	0.10%
Wisdomshire Asset Management Co., Ltd.					
上海睿郡資產管理有限公司					
Wisdomshire JinSheng Private Securities Investment Fund*					
睿郡津晟私募證券投資基金	–	–	–	(3,310)	–
Shanghai Liangpai Investment Management Co., Ltd.					
上海量派投資管理有限公司					
Liangpai 300 Enhanced No. 2 Private Securities Investment Fund*					
量派300增強2號私募證券投資基金	27,019	30,990	31,553	4,507	0.06%
Others	–	–	–	(711)	–
Y2 Capital Partners Limited					
Y2 ESG Opportunity Fund — Offshore	3	19,381	25,924	–	0.05%

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB‘000)	Fair value as at 31 December 2024 (RMB‘000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB‘000)	Fair value to the total assets of the Group as at 31 December 2024
Shanghai Leaderway					
Investment Management Co., Ltd.					
上海利位投資管理有限公司					
Leaderway XingYi No. 1 Private Fund*					
利位星熠1號私募基金					
	-	-	-	(3,625)	-
Uranus Research					
成都朋錦仲陽投資管理中心（有限合夥）					
Zhong Yang Tengxiang Caihe					
Private Securities Investment Fund*					
仲陽騰驤財和私募證券投資基金					
	-	-	-	(4,083)	-
Yian (Shanghai) Investment Co., Ltd.					
翊安（上海）投資有限公司					
Yian Investment Convertible Bond No. 8					
Private Securities Investment Fund*					
翊安投資可轉債8號私募證券投資基金					
	21,914	30,000	27,655	-	0.06%
Yian Investment Convertible Bond No. 9					
Private Securities Investment Fund*					
翊安投資可轉債9號私募證券投資基金					
	29,788	29,874	30,533	-	0.06%
Two Sigma China Co., Ltd.					
騰勝投資管理（上海）有限公司					
Two Sigma China Accumulative Macro Strategy					
No. 1 Private Securities Investment Fund*					
騰勝中國聚量宏觀策略1號私募證券投資基金					
	16,899	30,771	33,430	1,111	0.07%
Shanghai Hesheng Asset Management Co., Ltd.					
上海合晟資產管理股份有限公司					
Hesheng Tonghui No. 72					
Private Securities Investment Fund*					
合晟同暉72號私募證券投資基金					
	17,669	21,094	25,429	-	0.05%

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB‘000)	Fair value as at 31 December 2024 (RMB‘000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB‘000)	Fair value to the total assets of the Group as at 31 December 2024
Beijing Yizhuang International Technology Innovation Private Equity Fund Management Co., Ltd.*					
北京亦莊國際科技創新私募基金管理有限公司					
Beijing Xinchuang Technology Phase 1 Venture Capital Centre (Limited Partnership)*					
北京芯創科技一期創業投資中心 (有限合伙)					
	-1	30,000	30,000	178	0.06%
Shanghai Ruiliang Private Equity Fund Management Co., Ltd.*					
上海睿量私募基金管理有限公司					
Ruiliang Yuanzi No. 1 Private Securities Investment Fund*					
睿量原子1號私募證券投資基金					
	500	987	1,337	14,035	<0.01%
Others					
	700	939	1,561	(1,618)	<0.01%
Ningbo JinGe Asset Management Co., Ltd.					
寧波金戈量銳資產管理有限公司					
Liangrui Jiatai Aggressive No. 1 Private Securities Investment Fund*					
量銳嘉泰進取1號私募證券投資基金					
	-	-	-	(6,448)	-
Shanghai Wenbo Investment Management Co., Ltd.					
上海穩博投資管理有限公司					
Wenbo Quantitative Selection Ingenuity No. 1 Private Equity Investment Fund*					
穩博量化選股匠心系列1號私募證券投資基金					
	-	-	-	(295)	-
BN Investment					
上海犇牛投資管理有限公司					
BN Steady Progress No. 3 Private Securities Investment Fund*					
犇牛穩進3號私募證券投資基金					
	19,109	20,000	21,309	-	0.04%
SDIC Essence Futures Co., Ltd.					
國投安信期貨有限公司					
SDIC Anxin No. 9 Single Asset Management Plan*					
國投安信安鑫9號單一資產管理計劃					
	12,008	16,923	17,026	1,024	0.03%

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB’000)	Fair value as at 31 December 2024 (RMB’000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB’000)	Fair value to the total assets of the Group as at 31 December 2024
Beijing Fengquan Investment Management Co., Ltd.*					
北京楓泉投資管理有限公司					
Fengquan Jinghui Phase 1 Private Securities Investment Fund*					
楓泉景輝1期私募證券投資基金	20,023	50,000	61,172	–	0.12%
GF Fund Management Co., Ltd.					
廣發基金管理有限公司					
GF Fund RuiXuan FOF Single Asset Management Plan*					
廣發基金睿選FOF單一資產管理計劃	19,843	74,974	76,075	5,243	0.15%
Beijing Comb Fortune Investment Management Co., Ltd.					
北京蜂巢財富資本管理有限公司					
Comb Danxiang Stable Private Investment Fund*					
蜂巢丹享穩健私募投資基金	45,055	33,750	32,552	–	0.07%
Others	12,876	9,874	8,871	9	0.02%
Shanghai JunXi Investment Management Co., Ltd.					
上海君犀投資管理有限公司					
JunXi XiZhou No. 8 Private Equity Investment Fund*					
君犀犀舟8號私募證券投資基金	6,120	36,144	36,517	4,459	0.07%
Beijing Snowball Capital Management Co., Ltd.					
北京雪球私募基金管理有限公司					
Beijing Snowball Private ChangXue All-Weather GaoBo No. 1 Securities Investment Fund*					
北京雪球私募長雪全天候高波1號證券投資基金	–	–	–	11,092	–
Beijing Snowball ChangXue All-Weather GaoBo No. 3 Private Securities Investment Fund*					
北京雪球長雪全天候高波3號私募證券投資基金	47,981	60,000	60,892	–	0.12%
Shanghai ChinaL Asset Management Company					
上海禪龍資產管理有限公司					
ChinaL Star No. 1 Private Securities Investment Fund*					
禪龍星辰1號私募證券投資基金	47,519	51,145	53,316	1,145	0.11%

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB‘000)	Fair value as at 31 December 2024 (RMB‘000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB‘000)	Fair value to the total assets of the Group as at 31 December 2024
IFQuant					
亦賦私募基金管理（海南）有限公司					
IF Galaxy No. 3 CSI 500 Index Enhanced Private Securities Investment Fund*					
亦賦銀河3號中證500指數增強私募證券投資基金	35,059	30,000	39,817	–	0.08%
Lombarda China Fund Management Co., Ltd.					
中歐基金管理有限公司					
The Lombarda China Industry Preferred Hybrid Securities Investment Fund*					
中歐產業優選混合型發起式證券投資基金	18,012	20,000	19,156	–	0.04%
Dacheng Fund Management Co., Ltd.					
大成基金管理有限公司					
Dacheng Emerging Industry Mixed Securities Investment Fund*					
大成新銳產業混合型證券投資基金	9,064	50,000	46,464	–	0.09%
Shenzhen Hongchou Investment Co., Ltd. *					
深圳市紅籌投資有限公司					
Hongchou No. 21 Private Securities Investment Fund*					
紅籌21號私募證券投資基金	30,000	30,000	29,646	–	0.06%
Diangang Investment Management (Tianjin) Co., Ltd. *					
點鋼投資管理（天津）有限公司					
Diangang Investment Dianrui No. 16 Private Securities Investment Fund*					
點鋼投資點睿16號私募證券投資基金	29,997	29,792	29,795	(208)	0.06%
Shanghai Xiaoyong Private Equity Fund Management Co., Ltd.					
上海孝庸私募基金管理有限公司					
Xiaoyong Magic Cube Stock Preferred No. 1 Private Securities Investment Fund*					
孝庸魔方匯股票優選一號私募證券投資基金	13,427	20,000	19,501	–	0.04%

Name of the financial assets	Number of units held as at 31 December 2024 (‘000)	Investment cost as at 31 December 2024 (RMB’000)	Fair value as at 31 December 2024 (RMB’000)	Realised investment income/(loss) for the year ended 31 December 2024 (RMB’000)	Fair value to the total assets of the Group as at 31 December 2024
Hainan Chuiyun Private Fund					
Management Partnership Enterprise					
(Limited Partnership)*					
海南垂雲私募基金管理合夥企業（有限合夥）					
Chuiyun Zhongling No. 1 Private Securities					
Investment Fund					
垂雲鐘靈1號私募證券投資基金	40,896	50,000	51,039	–	0.10%
Others	35,487	45,133	45,565	3,524	0.09%
Total		<u>937,478</u>	<u>972,546</u>	<u>20,172</u>	<u>1.94%</u>

Note:

1. These investments are presented by way of fair value instead of units.

Investment strategies of investment funds

Shanghai QiuSheng Assets Management Co., Ltd. (上海秋晟資產管理有限公司)*

QiuSheng Asset YanXi No. 1 Macro Hedging Private Equity Fund* (秋晟資產言蹊1號宏觀對沖私募基金) constructs its investment portfolio based on in-depth research, striving to realise continuous steady appreciation of the fund assets. Regarding the investment strategies, (i) for futures: through three dimensions of time, room and volatility, it addresses the issues of strategic term, strategic room for profit and volatility during the term respectively. First, according to macroeconomic analysis model, considering information in currency, investment, financing, interest rate, inflation, treasury, consumption, industry operation, import and export trade, etc., it carries out long cycle time series analysis, builds up co-integration model of each of the macroeconomic indicators under different economic cycles, studies and judges the macroeconomic operation situation. Second, according to own industry fixed asset investment, production output level as well as middle and downstream industries' output, sales, inventory situation of different commodities, it carries out evaluation to each of the commodities' supply and demand status and analyses strengths and weaknesses. At the same time, it makes an evaluation on the trade indicators such as future basis, monthly price difference, contract volume, margin deposit changes, etc., at transaction level, and finally it establishes arbitrage and hedging transaction model; and (ii) for equities: through analysing factors such as company's industry policy direction, industry concentration, industry competition threshold, company technology level in the industry, company financial status, company product market share, company research and development expense, etc., it seeks equity targets having product price bargaining power, production cost competitive advantages or having relatively higher development potential.

Beijing Yuhua Fund Management Co., Ltd. (北京譽華基金管理有限公司)

Yuhua Key & Core Technology (Tangshan) Equity Investment Fund (Limited Partnership)* (譽華硬科技(唐山)股權投資基金(有限合夥)) realises capital appreciation of the fund and creates satisfactory investment return for investors by carrying out equity or equity related investments. The fund gives priority to investing in enterprises in Tangshan and enterprises importing related technology industry to Tangshan, and mainly invests in emerging industry with large development potential such as new generation information technology, high-end equipment manufacturing, new materials, etc.

High-Flyer Quant Investment Management (Ningbo) Limited Partnership (寧波幻方量化投資管理合夥企業(有限合夥))

High-Flyer 500 Enhanced Index Xinxiang No. 18 Private Securities Investment Fund* (幻方500指數增強欣享18號私募證券投資基金) aims to pursue long-term, sustainable and stable appreciation of clients' assets under the premise of risk control. Based on a large amount of market data, the fund uses artificial intelligence algorithms to construct and repeatedly compute strategy models to build a basket of stock portfolios, benchmark with the underlying indices to adjust style and balance, and implement organic combination of multiple strategies under a unified strategy framework to optimise the return-to-risk ratio of the strategy portfolios and pursue investment returns that outperform the indices. The fund's investment scopes include the varieties listed and traded on the Shanghai or Shenzhen stock exchanges (i.e. stocks, preferred stocks, warrants, depositary receipts), bonds (including exchange-traded bonds, convertible bonds, exchangeable bonds, but excluding small and medium enterprise private placement bonds and non-public corporate bonds), treasury bonds reverse repurchases, deposits, publicly-offered securities investment funds, futures, and exchange-traded options. The fund may participate in financing and securities financing transactions, Stock Connect for Southbound Trading transactions, and new shares subscriptions, and may also utilise their holding securities as underlying of short sale lending to securities finance companies. The market value of the fund's investment in depositary receipts listed and traded on the Shanghai or Shenzhen stock exchanges shall account for 0% to 80% of the fund's total assets.

Yanfu Investments, LLC. (上海衍複投資管理有限公司)

Yanfu 300 Enhanced Index No. 1 Private Securities Investment Fund* (衍複300指增一號私募證券投資基金) strives to achieve long-term stable investment returns under the premise of stringent control of investment risks. The fund seeks to reduce market risk while pursuing higher returns by conducting top-down approach asset allocation based on macroeconomic analysis and changes in overall market valuation levels. The fund invests mainly in stocks issued and listed on the Shanghai or Shenzhen stock exchanges (including new shares subscriptions), stocks within the scope of Stock Connect for Southbound Trading, depositary receipts issued and listed on the Shanghai or Shenzhen stock exchanges, preferred stocks issued and listed on the Shanghai or Shenzhen stock exchanges, bonds issued and traded on the Shanghai or Shenzhen stock exchanges or in the interbank market (including convertible bonds and exchangeable bonds, but excluding small and medium enterprise private placement bonds and non-public debentures) and asset-backed securities (excluding subordinated securities), asset-backed notes issued and traded in the interbank market (excluding

subordinated notes), fixed income securities of securities companies, bond repurchases, pledge-style quoted repurchase agreements in the Shanghai or Shenzhen stock exchanges, bank deposits (including time deposits, negotiated deposits, structured deposits and other bank deposits), bank financial investment products, interbank certificates of deposit, margin trading and short selling, refinancing securities lending, stock index futures, commodity futures, treasury bond futures, stock options listed on the Shanghai or Shenzhen stock exchanges and futures exchange, warrants listed on the stock exchanges, contracts listed on the Shanghai Gold Exchange, returns swaps and over-the-counter options (subject to the permission of the regulatory authorities, and the trading counterparties are limited to securities companies and their subsidiaries, and futures companies and their subsidiaries) and publicly offered securities investment funds.

Yanfu Small Cap Enhanced Index No. 1 Private Securities Investment Fund* (衍複小市值指數增強一號私募證券投資基金) builds an investment portfolio based on in-depth research and strives for realisation of continuous stable growth of the fund's assets. The fund's investment scope covers the legally issued and listed stocks in the PRC, Shanghai-Hong Kong Stock Connect, Shenzhen-Hong Kong Stock Connect, depositary receipts, participating margin trading and short selling, lending its security holdings to securities finance companies as the underlying securities for financing, bonds, bond repurchases, pledge-style quoted repurchase, cash, bank deposits, interbank certificates of deposit, transferable certificates of large amount deposit, money market funds, spot deferred settlement contracts listed and traded on the Shanghai Gold Exchange, derivatives varieties listed and traded on the exchanges, returns swaps and over-the-counter options with institutional counterparties possessing corresponding business qualifications, interest rate swaps, publicly offered securities investment funds, private investment funds issued by that fund manager, asset-backed securities, bank financial investment products, income securities issued by securities companies, other investment varieties permitted by laws and regulations or the CSRC. The fund's investment portfolio will be subject to the following restrictions: 1. the private investment funds invested by the fund must be entrusted by custodian institutions; 2. the fund's total fund asset value shall not exceed 200% of fund's net asset value; 3. the fund shall not invest in private investment funds issued by non-securities private fund managers; and 4. the total amount of the over-the-counter derivatives invested by the fund shall not exceed 25% of fund's net asset value.

Shenzhen Bishuo Private Securities Fund Management Co., Ltd. (深圳碧燦私募證券基金管理有限公司)*

Bishuo Huiyang No. 4 Private Securities Investment Fund* (碧燦匯陽四號私募證券投資基金) is a contractual private placement investment fund. The goal is to construct an investment portfolio based on in-depth research, striving to achieve continuous steady appreciation of the fund assets. The investment scope of the fund includes: 1. equity: domestically legally issued and listed stocks, participation in margin trading and securities lending, lending held securities as margin securities to securities finance companies; 2. fixed income: bond repurchases; 3. cash management: cash, bank deposits, interbank certificates of deposit, large negotiable certificates of deposit, money market funds; 4. exchange-traded derivatives: derivatives listed and traded on exchanges; 5. spot deferred settlement contracts listed and traded on the Shanghai Gold Exchange; and 6. others: publicly offered securities investment funds, asset-backed securities, bank wealth management products, income certificates issued by securities companies, and other investment products approved by laws and regulations or the CSRC for fund investment. The portfolio of the fund shall be subject to the following restrictions: 1. the private equity funds invested by the fund must have a custodian institution; 2. the fund's total assets value shall not exceed 200% of its net asset value; and 3. the fund shall not invest in private equity funds issued by non-securities private fund managers.

Wellspring Capital (北京清和泉資本管理有限公司)

Wellspring Value Stable Phase 7A Private Securities Investment Fund* (清和泉價值穩健7期A私募證券投資基金) constructs an investment portfolio based on in-depth research, and seeks to achieve long-term and stable investment returns under the premise of strict control of investment risks. The fund's investment scope includes cash, bank deposits, bank wealth management products and money market funds. The portfolio of the fund's investment assets shall be subject to the following restrictions: 1. the fund shall not invest in subordinated/inferior shares of structured financial products (inclusive of asset securitisation products); 2. the fund's total assets value shall not exceed 200% of its net asset value; and 3. the fund shall not invest in private equity funds that are not entrusted by an institution qualified to custody securities investment fund.

Shanghai Ruitian Investment LLC. (上海銳天投資管理有限公司)

Ruitian Standard 300 Enhanced Index No. 1 Private Securities Investment Fund* (銳天標準300指數增強1號私募證券投資基金) aims to build an investment portfolio based on in-depth research, so as to achieve long-term and stable investment returns under the premise of rigid control of investment risks. The investment scope covers stocks issued and listed on the Shanghai or Shenzhen stock exchanges, stocks within the scope of Stock Connect for Southbound Trading, preference shares issued and listed on stock exchanges, bonds issued and traded in the Shanghai or Shenzhen stock exchanges or interbank market, income certificates of securities companies, bonds reverse repurchases, bonds repurchases, cash, bank deposits, interbank certificates of deposits, margin trading and short selling, refinancing securities lending, options and futures, listed on stock exchanges and futures exchanges, publicly offered funds and wealth management products of banks. The portfolio of the fund's investment assets shall be subject to the following restrictions: 1. the fund shall not invest in the subordinated/inferior shares of structured financial products; 2. the fund's total assets value shall not exceed 200% of its net asset value. The calculation of total assets of a single private equity fund is based on the total assets of the invested asset management in accordance with the pass-through principle on aggregation basis; 3. the fund shall not participate in the subscription of non-publicly issued shares by stock exchanges; and 4. the balance of funds from the repurchase of bonds held by the fund shall not exceed 100% of the net asset value of the fund.

Derivatives China (衍盛私募證券投資基金管理(海南)有限公司)

Derivatives Enhanced Index No. 1 Private Investment Fund* (衍盛指數增強1號私募投資基金) aims to structure its investment portfolio based on in-depth researches. It seeks for long-term and stable investment returns under the premise of rigid risk control. The fund invests by an enhanced index strategy, which employs quantified model to choose from an index a basket of stocks with high probability to outperform the index in profits within a period of time in the future, so as to realise returns higher than that of the index. The investment scope covers: (1) stocks, options, bonds, traded in the Shanghai Stock Exchange and Shenzhen Stock Exchange, bond repurchases, bond reverse repurchases and other financial products; (2) stocks traded through Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect; (3) futures, option products and other financial products listed on and traded in the China Financial Futures Exchange, Shanghai Futures Exchange, Dalian Commodity Exchange, Zhengzhou Commodity Exchange, Shanghai International Energy Exchange and other institutions; (4) financial products listed in and traded in interbank market; (5) central bank notes; (6) financial products listed on and traded in the Shanghai Gold Exchange; (7) margin trading and short selling; (8) refinancing securities lending; (9) wealth management products from banks, bank deposits, cash, money market funds; (10) fixed income securities issued by securities companies; and (11) investment funds for publicly offered securities.

Derivatives Enhanced Index No. 5 Private Securities Investment Fund* (衍盛指數增強5號私募證券投資基金) constructs its investment portfolio based on in-depth research and strives for long-term and stable investment returns under strict risk control. Its investment scope includes: 1. stocks issued and listed domestically in accordance with laws, participation in margin trading and short selling, Stock Connect for Southbound Trading transactions, depositary receipts, exchange-traded bonds, interbank bonds, bond reverse repurchases, asset-backed securities, asset-backed notes, commodity futures, stock index futures, treasury bond futures, and exchange-traded options; 2. publicly-offered securities investment funds, commercial banks' financial investment products, trust schemes, asset management plans of securities companies and their subsidiaries, asset management plans of futures companies, asset management plans of fund companies and their subsidiaries, asset management plans of insurance companies, and private funds issued by private fund managers registered with the AMAC, which are under the custody of custodians or under the collective custody of securities companies with the pilot qualification for collective private fund custody business; and 3. cash, bank deposits, monetary funds and other varieties approved by laws and regulations or regulatory authorities for fund investment. The fund's investment in bonds (excluding treasury bonds, central bank notes, convertible bonds and exchangeable bonds) and asset-backed securities, when calculated in aggregation at cost, shall not exceed 20% of its net asset.

Nanjing Shengquan Hengyuan Investment Co., Ltd. (南京盛泉恒元投資有限公司)

Under the premise rigid risk control, Shengquan Hengyuan Multi-strategy Quantitative Hedging No. 2 Fund* (盛泉恒元多策略量化對沖2號基金) employs a market neutral strategy to realise long-term and stable absolute profits with low risks and high liquidity. The investment scope covers: (1) cash management varieties: cash, bank deposits, monetary-based and short-term wealth management plans of banks, treasury bonds reverse repurchases, money market funds, cash management products from securities dealer and others; (2) equity varieties: stocks listed on exchanges (including subscription of new shares, subscription of additional shares in public offering and others), securities investment funds and stocks in the Stock Exchange allowed for investment through Shanghai Connect and Shenzhen Connect; (3) fixed income varieties: treasury bonds, financial bonds, corporate bonds, debentures, subordinated bonds, central bank notes, medium-term notes, convertible bonds (including those with detachable warrants), exchangeable bonds (including those privately offered), asset-backed securities, private bonds of small to medium enterprises, bond repurchases, bond reverse repurchases, bond-based securities investment funds and others; (4) derivatives:

stock index futures and treasury bond futures listed on the China Financial Futures Exchange, shares options, stock index options and over-the-counter options listed on the Shanghai Futures Exchange, Dalian Commodity Exchange, Zhengzhou Commodity Exchange and other institutions, margin trading and short selling, warrants, returns swaps issued by licensed financial institutions, QDII securities investment funds and others; and (5) others: various precious metals on the Shanghai Gold Exchange, refinancing (including securities lending), asset management plans of securities companies, asset management plans of futures companies, wealth management plans from commercial banks, asset management plans of fund companies and subsidiaries of fund companies, trust plans, private fund products issued by entities with the qualification of private fund manager, and other financial products approved by the CSRC.

Beijing Ren Bridge Asset Management Co., Ltd. (仁橋(北京)資產管理有限公司)

Ren Bridge JinXuanZeYuan Phase 11 Private Securities Investment Fund* (仁橋金選澤源11期私募證券投資基金) constructs investment portfolios based on in-depth research and seeks to achieve long-term stable investment returns under the premise of strict control of investment risks. The investment scope includes: (1) stocks issued and listed on the Shanghai or Shenzhen stock exchanges, stock/hybrid publicly offered funds, and stocks within the scope of Stock Connect for Southbound Trading; (2) bonds traded on the stock exchange and in the interbank market (including only treasury bonds, financial bonds, debentures, corporate bonds, convertible bonds, and exchangeable bonds), repurchases and reverse repurchases of bonds traded on the stock exchange and in the interbank market, and publicly offered bond funds; (3) cash, bank deposits, money market funds; (4) options and futures listed on stock exchanges and futures exchanges, margin trading and short selling; and (5) income swaps traded only with China International Capital Corporation Limited or China CICC Wealth Management Securities Company Limited as counterparty, over-the-counter options traded only with China International Capital Corporation Limited or China CICC Wealth Management Securities Company Limited as counterparty. The fund shall not invest in subordinated/inferior shares of structured financial products.

Wisdomshire Asset Management Co., Ltd. (上海睿郡資產管理有限公司)

Wisdomshire JinSheng Private Securities Investment Fund* (睿郡津晟私募證券投資基金) aims to build an investment portfolio based on in-depth research striving for solid investment returns. The fund invests mainly in Class B shares of “Wisdomshire No. 5 Private Securities Investment Fund* (睿郡5號私募證券投資基金)” issued by Wisdomshire Asset Management Co., Ltd. The investment scope covers: 1. domestic legally issued and listed stocks, new shares subscriptions, publicly-offered securities investment funds; 2. bonds, bond reverse repurchases and other fixed income financial products; 3. bond repurchases; 4. stock index futures, treasury bond futures, over-the-counter options; 5. cash financial products, including cash, monetary funds directly offered by Aegon-Industrial Fund and monetary funds distributed by Industrial Securities, assembled cash wealth management products of securities firms distributed by Industrial Securities and exchange-traded monetary funds; 6. margin trading and short selling, investments in Stock Exchange-listed securities through Stock Connect for Southbound Trading; 7. securities investment financial products issued by Industrial Securities and its asset management subsidiaries, Aegon-Industrial Fund, GTS Fund and its subsidiaries, Industrial Securities Futures and its subsidiaries, China Industrial International Trust and its subsidiaries, and the manager of this private equity fund; and 8. brokerage income certificates and fixed income insurance asset management products managed by Ping An Asset Management Co., Ltd. The ratio of total assets to net assets of the fund shall not exceed 200%.

Shanghai Liangpai Investment Management Co., Ltd. (上海量派投資管理有限公司)

Liangpai 300 Enhanced No. 2 Private Securities Investment Fund* (量派300增強2號私募證券投資基金) aims to identify a stock pool as the best choice to achieve long-term, sustainable and stable appreciation of clients’ assets. The fund’s investment scope includes instruments listed and traded on the Shanghai or Shenzhen stock exchanges (i.e. stocks, depositary receipts, preferred shares and warrants), bonds, securities repurchases, deposits, publicly-offered securities investment funds (excluding structured fund B), futures, exchange-traded options, standardised notes traded in the interbank bond market, asset-backed securities and asset-backed notes listed on the exchanges or the interbank market (but excluding subordinated ones), income certificates of securities companies, return swaps and over-the-counter options. The fund may participate in margin trading and short selling, Stock Connect

for Southbound Trading transactions and new shares subscriptions, and securities held in the fund may also be lent to securities finance companies as underlying of short sale. The fund may invest in asset management schemes of securities companies, asset management schemes of futures companies, bank wealth management products, contractual private investment funds issued by private securities investment fund managers who are registered with the AMAC and entrusted by institutions with qualification in custodian business for securities investment funds, or those provided with comprehensive private equity fund services by institutions with relevant qualifications. The fund, however, may not invest in inferior share of the abovementioned products. The fund is subject to the following investment proportions and investment restrictions: 1. the market value of the fund's investment in depositary receipts listed and traded on the Shanghai or Shenzhen stock exchanges shall account for 0% to 90% of the fund's total assets; and 2. the market value of cash securities assets shall not exceed 40% of the fund's net assets.

Y2 Capital Partners Limited (“Y2 Capital”)

Y2 ESG Opportunity Fund – Offshore strives to generate consistent risk adjusted returns for investors through exploiting fundamental mispricing with a resilient portfolio of stocks in China/Asia, riding on their ESG transformation and scaling up the subsequent impacts. Y2 Capital employs a deep-dive fundamental equity long/short strategy integrating ESG risks/opportunities and potential regulations in the investment process. The fund's investment scope includes: 1. focus on diversified sector verticals that are impacted by climate transition and demographic change; 2. long-term structural winners and misunderstood/overlooked stocks with fundamental mispricing but ESG/regulation resilience; 3. short companies that are on the wrong side of sustainability transition or regulation. Tactical shorts to hedge macro/sector risks; 4. moderate/low net exposure to protect downside and preserve capital; and 5. responsible ownership/engagement to lower risks and catalyse ESG improvement to maximise return.

Shanghai Leaderway Investment Management Co., Ltd. (上海利位投資管理有限公司)

Leaderway XingYi No. 1 Private Fund* (利位星熠1號私募基金) constructs its investment portfolio based on in-depth research and seeks to achieve long-term and stable investment returns under strict risk control. The fund invests mainly in stocks issued and listed domestically in accordance with laws and other listed stocks approved by the CSRC, new share subscriptions, bonds, income certificates issued by the CITIC Securities Investment Co., Ltd., securities investment funds, bond repurchases, warrants, money market instruments, participation in margin trading and short selling, lending securities held in the fund as underlying of short sale to securities finance companies, Shanghai-Hong Kong Connect, Shenzhen-Hong Kong Stock Connect, financial derivatives, cross-border investment financial instruments approved by the financial regulatory authorities, and other varieties approved by laws and regulations or the CSRC for fund investment. The fund's investment portfolio shall be subject to the following restrictions: 1. the private investment funds in which the fund invests must have a custodian; and 2. the fund shall not invest in non-securities financial products, including but not limited to non-securities private investment funds, and non-securities asset management plans, trust plans and other varieties managed/issued by subsidiaries of fund companies, futures companies, securities companies and trust companies.

Uranus Research (成都朋錦仲陽投資管理中心(有限合夥))

Zhong Yang Tengxiang Caihe Private Securities Investment Fund* (仲陽騰驤財和私募證券投資基金) seeks stable asset appreciation by pooling the funds invested by fund investors for professional management and application of the assets. Its investment scope includes: 1. stocks and depositary receipts issued and listed domestically in accordance with laws, preferred shares convertible into ordinary shares, and stocks subject to the Stock Connect for Southbound Trading and Shanghai-London Stock Connect; 2. bonds and asset-backed securities issued and traded on the Shanghai, Shenzhen and Beijing stock exchanges or interbank market, asset-backed notes issued and traded on the interbank market, income certificates of securities companies, and bond reverse repurchases; 3. cash, bank deposits, interbank certificates of deposit, and transferable certificates of large amount deposit; 4. margin trading and short selling, futures and options issued and listed domestically in accordance with laws, warrants on the Shanghai and Shenzhen stock exchanges, credit protection instruments on the Shanghai and Shenzhen stock exchanges, financial derivatives in the interbank market, contract varieties listed on the Shanghai Gold Exchange, and over-the-counter derivatives with securities companies/futures companies/banks and their

subsidiaries as counterparties only; 5. refinancing securities lending; and 6. publicly offered securities investment funds. The fund's investment portfolio shall be subject to the following restrictions: (1) the fund shall not invest in funds that are not under the custody of or entrusted to financial institutions such as commercial banks and securities companies; (2) the fund shall not invest in the subordinated/inferior shares (except for public offered funds) of structured financial products (including asset securitisation products); (3) the fund shall not invest, either directly or indirectly, in unlisted equity, unlisted debentures or entrusted loans; (4) in case of the fund's investment in asset management products, such asset management products shall not be invested in the following items: non-standardised debt assets, equity interests in unlisted enterprises, other asset management products (except for public securities investment funds), private equity funds and various types of earning assets; and (5) the fund shall not participate in bond repurchase.

Yian (Shanghai) Investment Co., Ltd. (翊安(上海)投資有限公司)

Yian Investment Convertible Bond No. 8 Private Securities Investment Fund* (翊安投資可轉債8號私募證券投資基金) constructs its investment portfolio based on in-depth research and strives to achieve sustainable and stable appreciation of the fund's assets. Its investment scope includes: stocks issued and listed domestically in accordance with laws, new shares subscriptions, non-public traded shares of companies listed on the Shanghai and Shenzhen stock exchanges, stocks of companies listed on the selected tier under the National Equities Exchange and Quotations ("NEEQ"), preferred shares, Shanghai-Hong Kong Stock Connect, Shenzhen-Hong Kong Stock Connect, depositary receipts, public offered equity funds, public offered balanced funds, participation in margin trading and short selling, lending securities held in the fund as underlying of short sale to securities finance companies, bonds, bond repurchases, publicly offered bond funds, cash, bank deposits, interbank certificates of deposit, transferable certificates of large amount time deposit, money market funds, spot deferred settlement contracts listed and traded on the Shanghai Gold Exchange, exchange-listed derivatives, income swaps, cross-border income swaps and over-the-counter options with institutional counterparties possessing corresponding business qualifications, interest rate swaps, asset-backed securities, asset-backed notes, income certificates issued by securities companies, and other varieties approved by laws and regulations or the CSRC for fund investment. The fund shall not invest in private investment funds issued by private equity fund managers of non-security types.

Yian Investment Convertible Bond No. 9 Private Securities Investment Fund* (翊安投資可轉債9號私募證券投資基金) builds its investment portfolio on the basis of in-depth research and aims to achieve stable investment returns. The investment scope includes: convertible bonds issued and listed domestically in accordance with laws, exchangeable bonds, bonds reverse repurchases, bonds repurchases, cash, treasury bonds, bank deposits, publicly offered securities investment funds. The investment restrictions include: 1. the fund shall not proactively buy stocks issued and listed domestically in accordance with laws, except for shares issued from the conversion of convertible bonds and exchangeable bonds; and 2. the fund's total assets shall not exceed 200% of its net assets.

Two Sigma China Co., Ltd. (騰勝投資管理(上海)有限公司)

Two Sigma China Accumulative Macro Strategy No. 1 Private Securities Investment Fund* (騰勝中國聚量宏觀策略1號私募證券投資基金) seeks to achieve absolute returns denominated in RMB with the investment risks managed to the greatest extent. Its investment scope includes: (1) cash and fixed income assets: cash, reverse repurchases, bank deposits, negotiated deposits, transferable certificates of large amount deposit, interbank certificates of deposit, money market funds, treasury bonds and policy financial bonds and their pledged repurchases, etc.; and (2) derivative assets: various derivatives listed on domestic exchanges, including China Financial Futures Exchange, Shanghai Futures Exchange, Dalian Commodity Exchange, Zhengzhou Commodity Exchange, Shanghai International Energy Exchange, Shanghai Stock Exchange, Shenzhen Stock Exchange, Guangzhou Futures Exchange, Shanghai Gold Exchange, and other exchanges established under the permission of the State Council. The fund's investment portfolio shall be subject to the following restrictions: (A) the fund shall not invest in private equity funds under the custody of institutions that are not qualified to be entrusted with securities investment funds; (B) the fund shall not invest in equity interests of partnerships that are not registered with the AMAC; and (C) the fund shall not invest in the subordinated/inferior shares (except for public offered funds) of structured financial products.

Shanghai Hesheng Asset Management Co., Ltd. (上海合晟資產管理股份有限公司)

Hesheng Tonghui No. 72 Private Securities Investment Fund* (合晟同暉72號私募證券投資基金) constructs its investment portfolio based on in-depth research and strives for long-term and stable investment returns under strict investment risk control. Its investment scope includes “Hesheng TongHui No. 7 Private Securities Investment Fund”* (合晟同暉7號私募證券投資基金) managed by Shanghai Hesheng Asset Management Co., Ltd., cash, bank deposits and money market funds. The fund's investment portfolio shall be subject to the following restrictions: 1. the fund shall not invest in private equity funds that are not under the custody of institutions qualified to be entrusted with securities investment funds; and 2. the fund shall not invest in the subordinated/inferior shares (except for public offered funds) of structured financial products.

Beijing Yizhuang International Technology Innovation Private Equity Fund Management Co., Ltd. (北京亦莊國際科技創新私募基金管理有限公司)*

The business purpose of Beijing Xinchuang Technology Phase 1 Venture Capital Centre (Limited Partnership)* (北京芯創科技一期創業投資中心(有限合夥)) is to combine the relevant policies of Beijing Municipality on the development of small and medium-sized enterprises (SMEs) with the market-oriented operation of equity investment, to invest in SMEs in line with the urban function positioning of Beijing Municipality and relevant industrial policies, especially those technology-based and innovative SMEs in the early stage, the initial start-up period and the early and medium-term, to promote the development of SMEs, and to obtain good returns from the fund through professional management. The fund makes equity investments with its entire investment amount. The investment principles include: 1. focusing on investing in SMEs in the early stage, the initial start-up period and the early and medium-term which are in line with the urban functional positioning of Beijing Municipality and relevant industrial policies; 2. SMEs in the early stage and initial start-up period refer to enterprises that meet the classification standards of SMEs and the following conditions: (1) the establishment period shall not exceed 3 years; (2) the number of employees shall not exceed 200; (3) technical personnel directly engaged in research and development account for more than 20% of the total number of employees; (4) total assets shall not exceed RMB20 million; and (5) annual sales or turnover shall not exceed RMB30 million.

Shanghai Ruiliang Private Equity Fund Management Co., Ltd. (上海睿量私募基金管理有限公司)*

Ruiliang Yuanzi No. 1 Private Securities Investment Fund* (睿量原子1號私募證券投資基金) strives to generate stable income and returns for fund investors under the premise of strict control of investment risks. The investment scope of the fund includes: 1. stocks issued and listed in the PRC under the laws, companies' shares listed and traded in the NEEQ, depositary receipts, various investment products and instruments issued by the exchanges and various overseas exchanges that are approved by regulatory authorities for investment by domestic investors, public securities investment funds, bonds and different types of fixed income instruments (including but not limited to government bonds, central bank notes, financial bonds, local government bonds, corporate bonds, enterprise bonds, convertible bonds, exchangeable bonds, segregated convertible bonds, SME private placement bonds, subordinated bonds, medium-term notes, short-term financing bills, super short-term financing

bills, interbank certificates of deposit, non-public targeted debt financing instruments, etc.), asset-backed securities, asset-backed notes, money market instruments, repurchase and reverse repurchase agreements, bond pledged repurchase agreements, margin trading and short selling, refinancing, futures, exchange-traded options, warrants, returns swap, income certificates, all products of the Shanghai Gold Exchange, other standardised trading products traded on trading venues agreed by the State Council and other standardised trading products recognised by other regulatory bodies; 2. private financial products: trust schemes, asset management schemes of securities companies and their subsidiaries on fund management, asset management schemes of fund managers and their subsidiaries, asset management schemes of insurance companies and their subsidiaries, asset management schemes of futures companies and their subsidiaries, private securities investment funds issued by private fund management institutions and managed by custodians. The portfolio of the fund's investment assets shall be subject to the following restrictions: 1. the fund's investment in a single money market fund shall not, by market value, exceed 100% of its total assets; 2. the fund's total assets shall not exceed 200% of its net assets; and 3. the fund shall not hold basic layer and innovative layer stocks with the aggregate amount exceeding 20% of the fund's net assets, when calculated at cost.

Ningbo JinGe Asset Management Co., Ltd. (寧波金戈量銳資產管理有限公司)

Liangrui Jiatai Aggressive No. 1 Private Securities Investment Fund* (量銳嘉泰進取1號私募證券投資基金) pursues for reasonable investment returns and strives for a long-term appreciation for the property of the fund. The investment scopes include: 1. the legally issued and listed stocks, depositary receipts, margin trading and short selling in the PRC; 2. treasury bonds; 3. publicly offered funds (money market funds); 4. repurchases (bond reverse repurchases); 5. futures (financial futures); 6. exchange traded options; and 7. others (bank deposits). The investment proportions and limitations include: 1. the fund shall not invest in funds that are not entrusted to financial institutions; 2. as calculated by market value, the individual share held by the fund shall not exceed 10% of the net asset value of the fund; 3. the individual share of a listed company held by the fund shall not exceed 4.9% of its total share capital, and shall not exceed 10% of shares in circulation of that listed company; 4. the individual share from ChiNext and STAR Market held by the fund shall not exceed 4.9% of its total share capital of that share, and shall not exceed 5% of shares in circulation of that listed company; 5. as calculated by market value, the sum of market value of all shares of the listed companies from ChiNext and STAR Market invested by the fund shall not exceed 49% of the net value of the fund; 6. the fund shall not invest in ST, *ST, S, SST, S*ST shares in a proactive manner; 7. if the fund participates in the subscription of new shares, the subscribed number of shares shall not exceed the total number of shares which are proposed to be issued by the company; 8. the fund shall not invest in non-publicly issued shares; 9. the fund shall not subscribe or place shares whose lock-up period is later than 10 working days prior to the maturity of the fund; and 10. the net exposure of equity shall range from 0% to 130%.

Shanghai Wenbo Investment Management Co., Ltd. (上海穩博投資管理有限公司)

Wenbo Quantitative Selection Ingenuity Series No. 1 Private Securities Investment Fund* (穩博量化選股匠心系列1號私募證券投資基金) constructs its investment portfolio on the basis of in-depth research. Under the premises of strictly controlling the investment risks, it strives to obtain long-term stable investment return. The investment scope of this fund includes: 1. bonds traded in domestic stock exchanges and interbank market, bonds repurchase, interbank certificates of deposit, income securities issued by securities companies, bank deposit; 2. stocks issued and listed on domestic stock exchanges, stocks under the Stock Connect for Southbound Trading, companies' shares listed and traded in the NEEQ (those listed on NEEQ Select only); 3. financing options, exchange-traded options, over-the-counter options with securities companies or futures companies and their subsidiaries as counterparties; 4. publicly offered funds; and 5. the fund may participate in margin trading and short selling and refinancing securities lending. The total assets of the fund shall not exceed 200% of the fund's net assets.

BN Investment (上海犇牛投資管理有限公司)

BN Steady Progress No. 3 Private Securities Investment Fund* (犇牛穩進3號私募證券投資基金) pursues reasonable investment returns and strives to achieve long-term and steady appreciation of the fund's assets through the flexible application of investment strategies under the premises of stringent risk control and the guaranteed liquidity of fund asset. The investment scope of the fund includes: (1) stocks; (2) bonds; (3) publicly offered funds; (4) bonds repurchase; (5) futures; (6) future options; (7) wealth management products; and (8) others. During the duration of the fund, the total assets of the fund shall not exceed 200% of the fund's net assets.

SDIC Essence Futures Co., Ltd. (國投安信期貨有限公司)

SDIC Anxin No. 9 Single Asset Management Plan* (國投安信安鑫9號單一資產管理計劃) aims to pursue asset appreciation under the premise of risk control. The investment scope of the plan includes: 1. futures and derivatives: futures contracts listed on domestic stock exchanges, including commodity futures and financial futures; 2. fixed income: cash, bank deposits, money market funds, treasury bonds and treasury bonds reverse repurchase; and 3. others: private securities investment funds. The plan's investment in fixed income assets shall not account for less than 80% of total assets under the asset management plan in terms of market value, and the plan's investment in equity assets shall not account for less than 80% of the total assets under the asset management plan in terms of market value. The contract value of the position held for investment in futures and derivatives assets may be higher than 80% but shall not be lower than 20% of the total assets under the plan, and the interests in the derivatives account may exceed 20% of the total assets under the plan.

Beijing Fengquan Investment Management Co., Ltd. (北京楓泉投資管理有限公司)*

Fengquan Jinghui Phase 1 Private Securities Investment Fund* (楓泉景輝1期私募證券投資基金) seeks long-term appreciation of fund assets through the adoption of multi-dimensional investment strategies under the premise of strict risk control. The investment scope of the fund covers stocks listed and traded on the Shanghai and Shenzhen stock exchanges, bonds (including interbank bonds, exchange-traded bonds, convertible bonds, and exchangeable bonds), preferred stocks, securities repurchases, deposits, publicly-offered securities investment funds (including structured fund B, but excluding primary market subscription and redemption of non-monetary ETF funds), futures, exchange-traded options, warrants, asset-backed securities issued on exchanges or in the interbank market, income certificates of securities companies, return swaps, and over-the-counter options (limited to those with securities companies and their subsidiaries and subsidiaries of futures companies as counterparties as permitted by regulatory authorities). The fund may participate in margin trading and short selling, Stock Connect for Southbound Trading transactions, and new shares subscriptions, and may also utilise their holding securities as underlying of short sale lending to securities finance companies.

GF Fund Management Co., Ltd. (廣發基金管理有限公司)

GF Fund RuiXuan FOF Single Asset Management Plan* (廣發基金睿選FOF單一資產管理計劃) is a hybrid single asset management plan. Under the premise of strict risk control, the plan pursues steady appreciation of the entrusted property during the entrusted period. The main investments include: 1. equity assets: publicly offered infrastructure securities investment funds (REITs); 2. fixed income assets: including treasury bonds, central bank notes, bank deposits, money market funds as well as exchange-traded and interbank market reverse repurchases; and 3. cash assets: bank demand deposits. The plan shall allocate a minimum of 80% of the total assets of the asset management plan to publicly offered funds. The proportion of equity assets of the total assets of the asset management plan shall range from 20% to 100%. The proportion of fixed income assets of the asset management plan within the total assets of the asset management plan shall fall between 0% and 80% (exclusive), while the ratio of cash assets shall range from 0% to 100% of the total assets of the asset management plan.

Beijing Comb Fortune Investment Management Co., Ltd. (北京蜂巢財富資本管理有限公司)

Comb Danxiang Stable Private Investment Fund* (蜂巢丹享穩健私募投資基金) aims to seek stable investment returns for investors under the premise of strict risk control by fully leveraging on the asset manager's professional abilities in 'stock (bond) selection' and 'timing selection,' and fully utilise the company's resource advantages. The investment scope of this fund covers stocks listed and traded on domestic stock exchanges, bonds, preference shares, securities repurchases, deposits, public offered securities investment funds, futures, exchange-traded options, warrants, asset-backed securities, return swaps, over-the-counter options, trust schemes, asset management schemes of securities companies (including subsidiaries of such securities companies), specific client asset management schemes of fund managers (including subsidiaries of such fund managers), asset management schemes of futures companies (including subsidiaries of such futures companies), asset management schemes of insurance companies (including subsidiaries of such insurance companies), contractual private investment funds issued by private fund managers who are registered with the AMAC while being entrusted to institutions qualified for custody securities investment fund or under the comprehensive private fund services of institutions with relevant qualifications, and bank wealth management products. This fund may participate in margin trading and short selling, Stock Connect for Southbound Trading transactions, and new shares subscriptions, and the fund may also lend its held securities to securities finance companies as collateral for securities lending.

Shanghai JunXi Investment Management Co., Ltd. (上海君犀投資管理有限公司)

JunXi XiZhou No. 8 Private Equity Investment Fund* (君犀犀舟8號私募證券投資基金) constructs its investment portfolio on the basis of in-depth research. Under the premises of strictly controlling the investment risks, it strives to obtain long-term stable investment return. The fund will carry out top-down approach asset allocation according to macroeconomic analysis and changes in the overall market valuation level, lowering market risk and pursuing higher return at the same time. The investment scope includes stocks issued and listed on the Shanghai or Shenzhen stock exchanges (limited to shares issued from the conversion of convertible bonds or exchangeable bonds only), bonds and asset-backed securities issued and traded in the Shanghai or Shenzhen stock exchanges or interbank market, asset-backed notes issued and traded in interbank market, fixed income securities of securities companies, bond repurchases, pledge-style quoted repurchase agreement in the Shanghai or Shenzhen stock exchanges, cash, bank deposits, publicly offered funds, bank financial investment products, asset management plans of securities companies, insurance companies and futures companies, asset management plans for specific clients of fund managers, privately offered funds issued by privately offered securities investment fund manager who are registered and published on the official website of the AMAC. The investment restrictions of the fund include: 1. it must not invest in funds without custodian or safekeeping financial institutions (commercial banks, securities companies); 2. it must not invest in partnership shares without filings in the AMAC; 3. it must not invest in inferior share of structured financial product, and the priority rating of invested asset-backed securities and asset-backed notes shall be AAA; 4. the fund's total fund asset value shall not exceed 160% of fund net asset value; 5. it must not participate in the subscription of non-public issued shares in stock exchange; and 6. the debt rating of invested debentures must be AA or above. If the invested debentures do not have a debt rating or their debt ratings do not reach AA or above, their issuer ratings shall be AA or above. Rate securities such as treasury bonds, policy financial bonds, local debts, etc., are not restricted by ratings.

Beijing Snowball Capital Management Co., Ltd. (北京雪球私募基金管理有限公司)

Beijing Snowball Private ChangXue All-Weather GaoBo No. 1 Securities Investment Fund* (北京雪球私募長雪全天候高波1號證券投資基金) aims to construct investment portfolios based on in-depth research, striving to achieve sustainable and stable growth of the fund's assets. The investment scope of the fund includes: domestically legally issued and listed stocks, Shanghai-Hong Kong Stock Connect, Shenzhen-Hong Kong Stock Connect, depositary receipts, participation in margin trading and short selling, lending held securities as underlying securities for short selling to securities finance companies, bonds, bond repurchases, pledge-style quoted repurchase agreements, cash, bank deposits, interbank certificates of deposit, large negotiable fixed-term certificates of deposit, money market funds, spot deferred settlement contracts listed and traded on the Shanghai Gold Exchange, derivatives listed and traded on exchanges, income swaps with institutions having corresponding business qualifications as counterparties, interest rate swaps, publicly offered securities investment funds, asset management plans of fund companies and their subsidiaries, asset management plans of futures companies and their subsidiaries, asset management plans of securities companies and their subsidiaries, asset management plans of insurance companies and their subsidiaries, trust plans, private investment funds, asset-backed securities, bank wealth management products, income certificates issued by securities companies, and other investment varieties permitted by laws, regulations or the CSRC for fund investment. The portfolio of the fund shall be subject to the following restrictions: 1. the private equity funds invested by the fund must have a custodian institution; 2. the fund's total assets value shall not exceed 200% of its net asset value; and 3. the fund shall not invest in private investment funds issued by non-securities private fund managers.

The Beijing Snowball ChangXue All-Weather GaoBo No. 3 Private Securities Investment Fund* (北京雪球長雪全天候高波3號私募證券投資基金) constructs its investment portfolio based on in-depth research and endeavors to achieve the continuous and stable appreciation of the fund assets. The investment scope of this fund includes: 1. equity category: stocks traded on stock exchanges, stocks of companies listed on the NEEQ, preferred stocks, Shanghai-Hong Kong Stock Connect, Shenzhen-Hong Kong Stock Connect, depositary receipts, participation in margin trading and securities lending, and lending the held securities as the target securities for securities lending to securities financial companies; 2. cash management category: cash, bank deposits, negotiable certificates of deposit among financial institutions, large-denomination negotiable certificates of deposit, money market funds; 3. on-exchange derivatives: derivatives listed and traded on exchanges; 4. off-exchange derivatives: total return swaps, over-the-counter options, and interest rate swaps with institutions having corresponding business qualifications as the counterparty; 5. spot deferred delivery contract varieties listed and traded on the Shanghai Gold Exchange; and 6. others: publicly offered securities investment funds, asset-backed securities, yield warrants issued by securities companies, and other investment varieties that are permitted by laws, regulations or the CSRC for fund investment. The investment portfolio of this fund will comply with the following restrictions: 1. the private equity investment funds in which this fund invests must have a custodian institution; 2. the total value of the fund assets of this fund shall not exceed 200% of the net value of the fund assets; 3. this fund shall not invest in non-securities private equity investment funds; and 4. other investment restrictions stipulated by laws, regulations or regulatory authorities.

Shanghai ChinaL Asset Management Company (上海禪龍資產管理有限公司)

ChinaL Star No. 1 Private Securities Investment Fund* (禪龍星辰1號私募證券投資基金) constructs investment portfolios based on in-depth research, so as to achieve long-term and stable investment returns under the premise of rigid control of investment risks. The investment scope includes: stocks issued and listed on the Shanghai or Shenzhen stock exchanges, companies' shares listed and traded in the selected tier of the NEEQ, stocks within the scope of the Stock Connect for Southbound Trading, depositary receipts issued and listed on the Shanghai or Shenzhen stock exchanges, preference shares issued and traded on the Shanghai or Shenzhen stock exchanges, bonds issued and traded on the Shanghai or Shenzhen stock exchanges or interbank market, asset-backed securities issued and traded on the Shanghai or Shenzhen stock exchanges or interbank market, asset-backed notes issued and traded in the interbank market, income certificates of securities companies, bond repurchases, pledge-style quoted repurchase agreements on the Shanghai or Shenzhen stock exchanges, cash, bank deposits, interbank certificates of deposits, margin trading and short selling, refinancing securities lending, futures listed on the Shanghai or Shenzhen stock exchanges and futures exchanges, options listed on the Shanghai or Shenzhen stock exchanges and futures exchanges, warrants traded on stock exchanges, contracts listed on the Shanghai Gold Exchange, over-the-counter derivatives in the securities and futures market with securities companies/futures companies/banks and their subsidiaries as counterparties (including only return swaps and over-the-counter options), publicly offered funds, bank wealth management products, trust plans, asset management plans of securities companies and their subsidiaries, asset management plans of insurance companies and their subsidiaries, asset management plans of futures companies and their subsidiaries, asset management plans of fund companies and their subsidiaries, private funds issued by private securities investment fund managers registered on the official website of the AMAC. The portfolio of the fund's investment assets shall be subject to the following restrictions: 1. the fund shall not invest in private funds entrusted to an institution without the qualification to custody securities investment funds; 2. the fund shall not invest in subordinated/inferior shares of structured financial products; 3. the total assets of the fund shall not exceed 200% of the fund's net assets; 4. the depositary receipts held in the fund shall not exceed 100% of the fund's net asset value by market value in aggregate; 5. the fund shall not participate in the subscription of non-public issued shares of listed companies on the Shanghai and Shenzhen stock exchanges; and 6. the fund's investment in stocks of companies listed on the selected tier of the NEEQ, measured by market value in aggregate, shall not exceed 100% of the fund's total assets.

IFQuant (亦賦私募基金管理(海南)有限公司)

IF Galaxy No. 3 CSI 500 Index Enhanced Private Securities Investment Fund* (亦賦銀河3號中證500指數增強私募證券投資基金) aims to construct investment portfolios based on in-depth research, striving to achieve sustainable and stable growth of the fund's assets. The investment scope of the fund includes: domestically legally issued and listed stocks, Shanghai-Hong Kong Stock Connect, Shenzhen-Hong Kong Stock Connect, depositary receipts, participation in margin trading and short selling, lending held securities as underlying securities for short selling to securities finance companies, bonds, bond repurchases, pledge-style quoted repurchase agreements, cash, bank deposits, interbank certificates of deposit, large negotiable fixed-term certificates of deposit, money market funds, spot deferred settlement contracts listed and traded on the Shanghai Gold Exchange, derivatives listed and traded on exchanges, income swaps with institutions having corresponding business qualifications as counterparties, interest rate swaps, publicly offered securities investment funds, asset management plans of fund companies and their subsidiaries, asset management plans of futures companies and their subsidiaries, asset management plans of securities companies and their subsidiaries, asset management plans of insurance companies and their subsidiaries, trust plans, private investment funds, asset-backed securities, bank wealth management products, income certificates issued by securities companies, and other investment varieties permitted by laws, regulations or the CSRC for fund investment. The portfolio of the fund shall be subject to the following restrictions: 1. the private equity funds invested by the fund must have a custodian institution; 2. the fund's total assets value shall not exceed 200% of its net asset value; and 3. the fund shall not invest in private equity funds issued by non-securities private fund managers.

Lombarda China Fund Management Co., Ltd. (中歐基金管理有限公司)

The Lombarda China Industry Preferred Hybrid Securities Investment Fund*(中歐產業優選混合型發起式證券投資基金) seeks long-term stable appreciation of net assets by carefully selecting stocks under the premise of striving to control portfolio risk. The investment scope of the fund is to invest in financial instruments with good liquidity, including domestic legally issued and listed stocks, depositary receipts, eligible securities of the Stock Connect for Southbound Trading, bonds, asset-backed securities, bond repurchases, bank deposits, interbank certificates of deposit, cash, derivatives, credit derivatives, and other financial instruments approved by laws and regulations or the CSRC for fund investment. The proportion of investment in equities and depositary receipts in the fund's investment portfolio shall be 60% to 95% of the fund's assets; the proportion of investment in the eligible securities of the Stock Connect for Southbound Trading shall not exceed 50% of all equity assets and depositary receipts; and at the end of each trading day, the investment proportion of cash or government bonds with a maturity of less than one year in aggregate shall not be less than 5% of the fund's net assets after deducting the trading deposits required to be paid for stock index futures, national debt futures and stock options contracts.

Dacheng Fund Management Co., Ltd. (大成基金管理有限公司)

Dacheng Emerging Industry Mixed Securities Investment Fund* (大成新銳產業混合型證券投資基金) mainly invests in high-quality listed companies in emerging industry to share the growth benefits of emerging force economic growth in China and to pursue the long-term steady appreciation of the fund's assets. The fund adopts a combination of top-down and bottom-up investment strategies, fully explores the investment themes of the emerging industries and selects high-quality stocks of listed companies in the relevant industries in pursuit of excess returns while effectively controlling investment risks. This fund invests in financial instruments with good liquidity, including domestic legally issued and listed stocks, depositary receipts, bonds, money market instruments, bank deposits, warrants, asset-backed securities, stock index futures, and other financial instruments permitted by laws, regulations or regulatory authorities to be invested in by the fund. The proportion of equity assets and depositary receipts to this fund's assets ranges from 60% to 95%; cash (excluding settlement funds, deposited deposits, subscription receivables, etc.) and government bonds with a maturity of less than one year shall not be less than 5% of the fund's net asset value; the proportion of investment in warrants, stock index futures and other financial instruments shall be in accordance with the provisions of laws, regulations and supervisory authorities; this fund will invest more than 80% of its assets in stocks and depositary receipts related to emerging industries.

Shenzhen Hongchou Investment Co., Ltd. (深圳市紅籌投資有限公司)*

Hongchou No. 21 Private Securities Investment Fund* (紅籌21號私募證券投資基金) constructs investment portfolios based on in-depth research and seeks to achieve long-term stable investment returns while strictly controlling investment risks. The investment scope includes: 1. equity: stocks traded on the Shanghai and Shenzhen Stock Exchanges and depositary receipts traded on the Stock Exchanges; 2. fixed income: bank demand deposits, cash, securities exchange pledged quotation repurchase, convertible bonds, bond general pledged repurchase; 3. futures and derivatives: over-the-counter derivatives (income swaps only), futures traded on the Stock Exchanges and Futures Exchanges; and 4. others: securities permitted to be invested in under the mechanism of interconnection and interoperability between Domestic and Overseas Securities Markets (境內與境外證券市場互聯互通機制), public funds, securities lending and borrowing transactions under the transfer and financing facility, and securities financing transactions.

Diangang Investment Management (Tianjin) Co., Ltd. (點鋼投資管理(天津)有限公司)*

Diangang Investment Dianrui No. 16 Private Securities Investment Fund* (點鋼投資點睿16號私募證券投資基金) constructs its investment portfolio based on in-depth research and seeks to achieve long-term stable investment returns while strictly controlling investment risks. This fund's investment strategy covers black and other commodity strategies. There are three types of black strategies: the first type is arbitrage and unilateral strategies driven by high-frequency fundamental information in the industry based on the profitability of steel companies; the second type is unilateral opportunities brought by the huge supply-demand and policy conflicts in the industry; and the third type is the small-position opportunities arising from the macro-induced commodity upswing and downswing market. Meanwhile, this fund will participate in the investment scope of the contracted items based on macroeconomic analyses and overall market conditions. The investment scope of this fund includes: 1. fixed Income: bank deposits, cash; 2. futures and derivatives: futures and options traded on stock exchanges and futures exchanges; and 3. others: public funds, bond general pledge repurchase.

Shanghai Xiaoyong Private Equity Fund Management Co., Ltd. (上海孝庸私募基金管理有限公司)

Xiaoyong Magic Cube Stock Preferred No. 1 Private Securities Investment Fund* (孝庸魔方匯股票優選一號私募證券投資基金) aims to achieve long-term, sustainable and stable appreciation of client assets while controlling risks. This fund selects stocks through data analysis and data modelling, and buys and holds them to gain excess returns. This fund's investment scope includes items listed and traded on domestic stock exchanges (referring to stocks, depositary receipts, preferred stocks and warrants), items listed and traded on the NEEQ (including stocks, convertible corporate bonds and other securities), interest rate bonds, convertible bonds (excluding non-publicly-traded corporate bonds), bond general pledged repurchase (including treasury reverse repurchase and other bond general pledged repurchase), deposits, publicly offered securities investment funds, futures, exchange-traded options, standardised notes traded in the interbank bond market, asset-backed securities and asset-backed notes issued on exchanges or between banks (but excluding subordinated ones), securities companies' certificates of income, income swaps (including cross-border income swaps) and over-the-counter options, items traded on the Shanghai Gold Exchange, and interest rate swaps traded in the interbank market. The fund may participate in the subscription of new shares, securities financing transactions, lend securities held by this fund to securities finance companies as the underlying securities for securities financing, and may also invest in items in line with the investment scope stipulated in the contract through the Hong Kong Stock Connect (港股通) and other trading interconnection mechanisms.

Hainan Chuiyun Private Fund Management Partnership Enterprise (Limited Partnership) (海南垂雲私募基金管理合夥企業(有限合夥))*

Chuiyun Zhongling No. 1 Private Securities Investment Fund* (垂雲鐘靈1號私募證券投資基金) constructs its investment portfolio based on in-depth research. With the precondition of strictly controlling investment risks, it endeavors to achieve long-term and stable investment returns. The investment scope of this fund includes stocks traded on stock exchanges, securities permitted for investment under the interconnection mechanism between domestic and overseas securities markets, depositary receipts traded on stock exchanges, bonds traded on stock exchanges or in the inter-bank market, asset-backed securities traded on stock exchanges or in the inter-bank market, asset-backed notes and standardised notes traded in the inter-bank market, yield warrants of securities companies, bond repurchases, pledged quoted repurchases on stock exchanges, cash, bank deposits, interbank certificates of deposit, margin trading and short selling transactions, securities lending transactions of transferable financing, derivatives traded on stock exchanges and futures exchanges, contract varieties traded on the Shanghai Gold Exchange, public offering funds, bank wealth management products, asset management plans of securities companies and their subsidiaries, asset management plans of insurance companies and their subsidiaries, asset management plans of futures companies and their subsidiaries, asset management plans of fund management companies and their subsidiaries, private equity funds issued by private securities investment fund managers whose registration information is publicly announced on the official website of the AMAC, over-the-counter derivatives in the securities and futures markets with only securities companies/futures companies/banks and their subsidiaries as counterparties, credit protection instruments on stock exchanges, financial derivatives in the inter-bank market, and trust plans. The investment portfolio of this fund's property should abide by the following restrictions: 1. this fund shall not invest in the subordinated/inferior shares of structured financial products; 2. the ratio of the total value of the fund assets of this fund to the net value of the fund's assets shall not exceed 200%; 3. the combined market value of the depositary receipts held by this fund shall not exceed 100% of the net value of the fund's assets; and 4. this fund shall not invest in private equity funds that are not entrusted to institutions with the qualification for custody of securities investment funds.

Listed Equity Interests

Name of the financial assets	Number of units held as at 31 December 2024 (<i>'000</i>)	Investment cost as at 31 December 2024 (<i>RMB '000</i>)	Fair value as at 31 December 2024 (<i>RMB '000</i>)	Realised investment income/(loss) for the year ended 31 December 2024 (<i>RMB '000</i>)	Fair value to the total assets of the Group as at 31 December 2024
China Risun Group Limited	approximately 97.09 million shares	170,560	248,137	2,191	0.50%
China Asset Management Co., Ltd. 華夏基金管理有限公司 ChinaAMC Future XinShi SiXiang No. 2 Private Securities Investment Fund* 華夏未來鑫時私享2號私募證券投資基金	2,298	33,069	35,402	2,752	0.07%
CSC Financial Co., Ltd. 中信建投證券股份有限公司 China Vanke Co., Ltd. 萬科企業股份有限公司	150	1,248	1,089	(5,559)	<0.01%
Poly Developments and Holdings Group Co., Ltd. 保利發展控股集團股份有限公司	3,300	32,117	29,238	(2,086)	0.06%
Hunan Valin Steel Co., Ltd. 湖南華菱鋼鐵股份有限公司	9,700	48,253	40,538	(1,734)	0.08%
Others ¹	870	6,900	5,960	(11,470)	0.01%
Beijing Ziwei Private Equity Fund Management Co., Ltd.* 北京紫薇私募基金管理有限公司 Ziwei Jinxi No. 7 Private Securities Investment Fund* 紫薇津汐7號私募證券投資基金	15,477	39,863	40,098	1,618	0.08%
Shenzhen Bishuo Private Securities Fund Management Co., Ltd.* 深圳碧燦私募證券基金管理有限公司 Bishuo New Starting Point No. 4 Private securities Investment Fund* 碧燦新起點四號私募證券投資基金	21,548	22,000	22,625	–	0.05%
Beijing Comb Fortune Investment Management Co., Ltd. 北京蜂巢財富資本管理有限公司 Comb Jinyuan No. 1 Private Equity Securities Investment Fund* 蜂巢津遠1號私募證券投資基金	1,148	28,940	29,996	32	0.06%
Others¹	23,030	42,535	41,033	(4,289)	0.08%
Total		<u>425,485</u>	<u>494,116</u>	<u>(18,545)</u>	<u>0.99%</u>

Note:

- The number of shares held by the Group in each of the companies represents less than 1% of their issued shares.

Investment strategies of listed equity interests

China Risun Group Limited (“Risun Group”)

During the year ended 31 December 2018, the Company subscribed for approximately 24.80 million shares of Risun Group, representing approximately 2.58% of its enlarged registered capital, at a cash consideration of approximately RMB128 million. During the year ended 31 December 2021 and 31 December 2022, the Company further acquired 7.50 million shares and 2.01 million shares of Risun Group from the open market on the exchange respectively, representing approximately 0.17% and 0.05% of its registered share capital. As at 31 December 2024, the Company’s shareholding of Risun Group represented approximately 2.18% of its registered capital. Risun Group was incorporated in 1995. It is a large-scale enterprise group with principal business of producing, and domestic and foreign trading of coal chemical products. It is a leading enterprise in China’s coke and coal chemicals, also being one of the major suppliers of coke of the Group. Risun Group was listed on main board of the Stock Exchange on 15 March 2019 with stock code 1907. During the year ended 31 December 2024, dividend income received from Risun Group was approximately RMB2.2 million which was classified as realised investment income.

China Asset Management Co., Ltd. (華夏基金管理有限公司)

ChinaAMC Future XinShi SiXiang No. 2 Private Securities Investment Fund* (華夏未來鑫時私享2號私募證券投資基金) constructs an investment portfolio based on in-depth research. It seeks to achieve stable and long-term investment returns under the premise of strict control of investment risks. The fund invests in stocks issued and listed on the Shanghai or Shenzhen stock exchanges, stocks of companies listed on the selected tier under the NEEQ, stocks within the underlying scope of Stock Connect for Southbound Trading, depositary receipts issued and listed on the Shanghai or Shenzhen stock exchanges, preference stocks issued and traded on the Shanghai or Shenzhen stock exchanges, bonds issued and traded on the Shanghai or Shenzhen stock exchanges or in the interbank market, asset-backed securities issued and traded on the Shanghai or Shenzhen stock exchanges or in the interbank market, asset-backed notes issued and traded in the interbank market, income certificates of securities companies, bond reverse repurchases, cash, bank deposits, interbank certificates of deposit, financing bill transactions, securities lending through transfer facilities (i.e. the fund lends its holding of securities to securities finance companies as the underlying securities for financing), futures listed on the Shanghai or Shenzhen stock exchanges and Futures Exchange, options listed on the Shanghai or Shenzhen stock exchanges and Futures Exchange, contractual products listed on the Shanghai Gold Exchange, over-the-counter derivatives (including but not limited to income swaps and over-the-counter options) in the securities and futures market with only securities companies/futures companies/banks and their subsidiaries as counterparties, public-offered fund and bank wealth management products. The fund’s investment portfolio shall be subject to the following restrictions: 1. the fund shall not invest in subordinated/inferior shares of structured financial products (inclusive of asset securitisation products); 2. the fund shall not participate in the subscription of non-publicly issued shares; and 3. the fund shall not invest in shares of ST, *ST, S, SST, S*ST.

CSC Financial Co., Ltd. (中信建投證券股份有限公司)

During the year ended 31 December 2024, the Group made direct short-term equity investments on the stock exchange to acquire shares of individual listed companies with competitive advantages in the real estate, steel, etc. industry with relatively attractive stock prices. The major investment targets included companies listed on the A-share market in the PRC, such as China Vanke Co., Ltd. (萬科企業股份有限公司) (“**Vanke**”), Poly Developments and Holdings Group Co., Ltd. (保利發展控股集團股份有限公司) (“**Poly Developments**”), Hunan Valin Steel Co., Ltd. (湖南華菱鋼鐵股份有限公司) (“**Valin Steel**”) and a number of other companies listed on the A-share market in the PRC.

Since the year of 2022, the Group acquired shares of Vanke, a company listed on the Shenzhen Stock Exchange (stock code: 000002), directly from the open market on the exchange as an equity investment. As at 31 December 2024, the number of shares held by the Group in Vanke accounted for less than 1% of its issued shares. Vanke is one of the largest property developers in the PRC, principally engaging in the business of residential development and property services, logistics and warehousing services, rental housing, commercial development and operation, standard office and industrial parks, hotels and resorts, etc.

Since the year of 2023, the Group acquired shares of Poly Developments, a company listed on the Shanghai Stock Exchange (stock code: 600048), directly from the open market on the exchange as an equity investment. As at 31 December 2024, the number of shares held by the Group in Poly Developments accounted for less than 1% of its issued shares. Poly Developments is a leading enterprise in the real estate industry, principally engaging in real estate development and sales, property services, territorial management, sales agency, commercial management, real estate finance, etc. Poly Developments has been first among the central enterprises of the real estate industry for many years. Poly Developments ranked 243rd on the 2024 Forbes Global 2000 List.

Since the year of 2022, the Group acquired shares of Valin Steel, a company listed on the Shenzhen Stock Exchange (stock code: 000932), directly from the open market on the exchange as equity investment. As at 31 December 2024, the shares of Valin Steel held by the Group accounted for less than 1% of its issued shares. Valin Steel is principally engaged in the production and sale of steel products with production bases established in Xiangtan, Loudi and Hengyang in Hunan Province and Yangjiang City in Guangdong Province. It possesses technical equipment for the entire process of coking, sintering, ironmaking, steelmaking, rolling mill and steel products deep processing, etc. It is one of the top ten steel enterprises in the PRC with industry-leading primary equipment and production technology.

During the year ended 31 December 2024, dividend income received from Vanke, Poly Developments, Valin Steel and others were nil, approximately RMB1.2 million, approximately RMB2.0 million and approximately RMB0.5 million respectively, which were classified as realised investment income.

Beijing Ziwei Private Equity Fund Management Co., Ltd. (北京紫薇私募基金管理有限公司)

Ziwei Jinxi No. 7 Private Securities Investment Fund* (紫薇津汐7號私募證券投資基金) aims to build an investment portfolio based on in-depth research and strives to achieve long-term stable investment returns under the premise of strictly controlling investment risks. The investment scope of the fund includes stocks listed on stock exchanges, securities allowed for investment under the Stock Connect Arrangement of the Domestic and Overseas Securities Markets (境內與境外證券市場互聯互通機制), depositary receipts traded on stock exchanges, bonds traded on stock exchanges or interbank markets, asset-backed securities traded on stock exchanges or interbank markets, asset-backed notes and standardised notes traded on interbank markets, securities company income certificates, bond repurchase, bond reverse repurchase, pledge-style quoted repurchase on the stock exchanges, cash, bank deposits, interbank certificates of deposit, margin trading and short selling, refinancing securities lending, derivatives traded on stock exchanges and futures exchanges, contracts traded on Shanghai Gold Exchange, over-the-counter derivatives on the securities and futures market with securities companies/futures companies/banks and their subsidiaries as counterparties, public funds, bank wealth management products, trust plans, asset management plans of securities companies and their subsidiaries, asset management plans of insurance companies and their subsidiaries, asset management plans of futures companies and their subsidiaries, asset management plans of fund companies and their subsidiaries, and private equity funds issued by registered private securities investment fund managers published on the official website of the AMAC. The investment portfolio of the fund's properties shall be subject to the following restrictions: 1. the fund shall not invest in private funds that are not under the custody of institutions qualified to be entrusted with securities investment funds; 2. the fund shall not invest in the subordinated/inferior shares of structured financial products; 3. the fund's total fund asset value shall not exceed 200% of the fund's net asset value; 4. the depositary receipts held in the fund, when calculated in aggregation by market value, shall not exceed 100% of the fund's net asset value; 5. the balance of funds from the repurchase of bonds held by the fund shall not exceed 100% of the net asset value of the fund; and 6. the individual bond held by the fund, when calculated in aggregation by cost, shall not exceed 25% of the net asset value of the fund.

Shenzhen Bishuo Private Securities Fund Management Co., Ltd. (深圳碧燦私募證券基金管理有限公司)*

Bishuo New Starting Point No. 4 Private Securities Investment Fund* (碧燦新起點四號私募證券投資基金) constructs investment portfolios based on in-depth research. Under the premises of strictly controlling the investment risks, it strives to obtain long-term stable investment return. The investment scope includes: stocks issued and listed on the Shanghai or Shenzhen stock exchanges, stocks within the scope of the Stock Connect for Southbound Trading, depositary receipts issued and listed on the Shanghai or Shenzhen stock exchanges, preference shares issued and traded on the Shanghai or Shenzhen stock exchanges, bonds issued and traded on the Shanghai or Shenzhen stock exchanges or interbank market, asset-backed securities issued and traded on the Shanghai or Shenzhen stock exchanges or interbank market, asset-backed notes issued and traded in the interbank market, income certificates of securities companies, bond reverse repurchases, pledge-style quoted repurchase agreements in the Shanghai or Shenzhen stock exchanges, cash, bank deposits, interbank certificates of deposits, margin trading and short selling, refinancing securities lending transactions, futures listed on the Shanghai or Shenzhen stock exchanges and futures exchanges, options listed on the Shanghai or Shenzhen stock exchanges and futures exchanges, warrants of stock exchanges, contracts listed on the Shanghai Gold Exchange, publicly offered funds, bank wealth management products, and asset management plans of securities companies and their subsidiaries. The portfolio of the fund's investment assets shall be subject to the following restrictions: 1. the fund shall not invest in subordinated/inferior shares of structured financial products; 2. the fund's total assets value shall not exceed 200% of its net asset value; and 3. the depositary receipts held in the fund, measured by market value in aggregate, shall not exceed 100% of the fund's net asset value.

Beijing Comb Fortune Investment Management Co., Ltd. (北京蜂巢財富資本管理有限公司)

Based on in-depth research, Comb Jinyuan No. 1 Private Equity Securities Investment Fund*(蜂巢津遠1號私募證券投資基金) constructs an investment portfolio, striving to achieve the continuous and stable appreciation of the fund's assets. The investment scope of this fund is as follows: domestic legally issued and listed stocks, new share subscriptions, Shanghai-Hong Kong Stock Connect, Shenzhen-Hong Kong Stock Connect, depositary receipts, equity public offering funds, hybrid public offering funds, participation in margin trading and securities lending, lending the held securities as underlying securities for securities lending to securities finance companies, bonds, bond repurchases, bond public offering funds, cash, bank deposits, interbank certificates of deposit, large-denomination negotiable certificates of deposit, money market funds, spot deferred settlement contract varieties listed and traded on the Shanghai Gold Exchange, derivatives listed and traded on exchanges, income swaps with institutions having corresponding business qualifications as counterparties, cross-border income swaps, over-the-counter options, interest rate swaps, asset management plans of fund companies and their subsidiaries, asset management plans of futures companies and their subsidiaries, asset management plans of securities companies and their subsidiaries, asset management plans of insurance companies and their subsidiaries, trust plans, private investment funds, asset-backed securities, bank wealth management products, income certificates issued by securities companies, and other investment varieties permitted by laws, regulations or the CSRC for fund investment.

Bond Market Funds

Name of the financial assets	Number of	Investment	Fair value	Realised	Fair value to
	units held	cost as at	as at	investment	the total
	as at			income/(loss)	assets of
	31 December	31 December	31 December	for the	the Group
	2024	2024	2024	year ended	as at
	(‘000)	(RMB‘000)	(RMB‘000)	31 December	31 December
				2024	2024
				(RMB‘000)	
Prudence Investment Management (Hong Kong) Limited					
Prudence Enhanced Income Fund	19	105,493	138,794	–	0.28%
E Fund Management (HK) Co., Ltd.					
E Fund (HK) Asia High Yield Bond Fund	438	31,962	22,146	–	0.04%
Dawn Opus Asset Management Co., Ltd.					
北京晨樂資產管理有限公司					
Dawn Opus Yufeng No. 1 Private Securities Investment Fund*					
晨樂裕豐1號私募證券投資基金	34,595	36,140	36,490	4,344	0.07%
Others	–	–	–	2,485	–
Total		<u>173,595</u>	<u>197,430</u>	<u>6,829</u>	<u>0.39%</u>

Investment strategies of bond market funds

Prudence Investment Management (Hong Kong) Limited

Prudence Enhanced Income Fund pursues stable income as well as capital appreciation, by mainly investing in corporate bonds, convertible bonds and listed equities issued by companies in Asia, with a focus on companies with significant business exposure to Greater China. The fund manager will focus on opportunities when the security is mis-priced and when the fund manager has a well-defined edge. The fund manager will make investment decisions aiming to achieve attractive absolute return within acceptable risk limits, through a flexible combination of sub-strategies. The fund manager will implement an effective investment process including research, trading, risk management and operations. The fund manager will enforce strict risk management to protect investors in the fund. Net borrowing is limited to less than or equal to 50% of assets under management of the fund.

E Fund Management (HK) Co., Ltd.

E Fund (HK) Asia High Yield Bond Fund is the sub-fund of E Fund Unit Trust Fund. The investment objective of the sub-fund is to achieve long-term capital growth through investing globally in a portfolio consisting primarily of high yield debt securities issued by or fully guaranteed by corporations with an Asia focus, which aim to generate a steady flow of income in addition to capital appreciation for the fund, including debt securities issued in emerging markets. The sub-fund will invest 70% to 100% of its net asset value in a portfolio of high yield debt securities, which may be USD, EUR or HKD denominated or CNH denominated (“Dim Sum” bonds, i.e. bonds issued outside China but denominated in RMB), issued by or fully guaranteed by listed or unlisted corporations which have their main operations (or majority of assets) in or have their majority of their income derived from Asia. Up to 100% of the sub-fund’s net asset value may be invested in convertible bonds (issued and/or guaranteed by issuers such as corporations, financial institutions and banks). Up to 100% of the net asset value may be invested in debt securities which are unrated or rated below investment grade by Fitch or Moody’s or Standard and Poor’s, including (but not limited to) listed and unlisted bonds, government bonds, convertible and non-convertible bonds, fixed and floating rate bonds or other similar securities. The sub-fund will not invest more than 10% of its net asset value in debt securities issued and/or guaranteed by a single sovereign issuer (including its government, public or local authority) which is below investment grade and/or unrated. The sub-fund may also invest up to 30% of the net asset value in investment grade debt securities. Onshore China exposure will be up to 20% of the net asset value, which may include investments in debt securities issued by or fully guaranteed by the PRC government and/or government related entities and urban investment bonds.

Dawn Opus Asset Management Co., Ltd. (北京晨樂資產管理有限公司)

Dawn Opus Yufeng No. 1 Private Securities Investment Fund* (晨樂裕豐1號私募證券投資基金) constructs its investment portfolio on the basis of in-depth research. Under the premises of strictly controlling the investment risks, it strives to obtain long-term stable investment return. The investment scope of this fund includes: stocks issued and listed on stock exchanges, securities allowed for investment under the Connect Arrangement of the Domestic and Overseas Securities Markets (境內與境外證券市場互聯互通機制), depositary receipts traded in stock exchanges, bonds and asset-backed securities traded in stock exchanges or interbank market, asset-backed notes and standardised notes traded in interbank market, fixed income securities of securities companies, bond reverse repurchases, pledge-style quoted repurchase in stock exchanges, cash, bank deposits, interbank certificates of deposits, margin trading and short selling, refinancing securities lending, derivatives traded in stock exchanges and futures exchanges, contract varieties traded in the Shanghai Gold Exchange, over-the-counter derivatives in the securities and futures market with securities companies/futures companies/banks and their subsidiaries as counterparties only, publicly offered funds, wealth management products from banks, asset management plans of securities companies and their subsidiaries, private investment funds issued by private securities investment fund managers

who are shown as registered on the website of the AMAC, trust plan. The investment portfolio of the property of the fund is subject to the following restrictions: 1. the fund shall not invest in private funds entrusted to an institution without the qualification to custody securities investment funds; 2. the fund shall not invest in subordinated/inferior shares from structured financial products (except publicly offered funds); 3. the total assets of the fund shall not exceed 200% of the fund's net assets; 4. the depositary receipts held in the fund shall not exceed 100% of the fund's net asset value by market value in aggregate; and 5. the non-public traded shares of companies listed on stock exchanges invested by the fund shall not exceed 50% of the fund's net asset value by market value in aggregate.

Investment Strategy and Future Prospects

The Group's investments in financial assets at fair value through profit or loss have been conducted on the premises that such investments would not affect the working capital of the Group or the daily operation of the Group's principal business. Such investments are conducive to improving the capital usage efficiency and generating investment returns from the Group's temporarily idle funds. Giving top priority to prevention of excessive risk, the Company implemented control and made prudent decisions in respect of such investments on the principle of protecting the interests of its Shareholders as a whole and the Company. On one hand, the Company is able to generate a relatively higher return from such investments than fixed-term bank deposits, while at the same time the Company is still able to retain flexibility in redeeming the investments whenever it foresees there is a cash need.

Subject to any unforeseeable changes in China's and global economic, political and social conditions, the Company currently expects that the Group will continue to make such investments as and where appropriate pursuant to the investment strategy mentioned above. It is currently expected that barring any unforeseeable circumstances, such investments would continue to generate additional returns for the Group.

ACCREDITATION FOR THE GROUP

In 2024, the Company was ranked 338th on the “2024 Fortune China Top 500 Enterprises”. The Company’s subsidiary, Jinxi Limited, was honoured to be ranked 164th on the “2024 List of China’s Top 500 Enterprises* (2024中國企業500強榜單)”, marking its 22nd consecutive year on the list since 2003. Jinxi Limited was also selected by the All-China Federation of Industry and Commerce as the top-ranking enterprise in green development among private enterprises nationwide in the “Excellent Cases of Social Responsibility of Chinese Private Enterprises (2024)* 《中國民營企業社會責任優秀案例 (2024) 》”. Meanwhile, it ranked first on the “List of Top 100 Private Enterprises in Hebei Province for Social Responsibility* (河北省民營企業社會責任100強榜單)” released by the Hebei Federation of Industry and Commerce. In addition, Jinxi Limited successively won honorary titles such as the “National May 1 Labour Medal* (全國五一勞動獎狀)”, the “National Workers’ Pioneer* (全國工人先鋒號)”, the “National Civilised Entity* (全國文明單位)”, and the “National Green Factory* (國家級綠色工廠)”. The People’s Daily published an article titled “The Iron and Steel Industry in Hebei Accelerates High-end Transformation - A Production Line Tempering a New Look of Steel Enterprises* (河北鋼鐵業加快高端化轉型——一條生產綫，淬煉鋼企新模樣)” reporting on the high-quality development achievements of Jinxi Limited’s transformation and upgrade, which received widespread attention from the society.

HUMAN RESOURCES AND REMUNERATION POLICIES

As at 31 December 2024, the Group had a workforce of approximately 11,800 and temporary staff of approximately 80. The staff cost included basic salaries and benefits. Staff benefits included discretionary bonus, medical insurance plans, pension scheme, unemployment insurance plan, maternity insurance plan and the fair value of the share options, etc. Effective from April 2021, the Group implemented a workers’ injury insurance scheme and contributed 2.09% of the workers’ wages to the relevant government authorities. According to the Group’s remuneration policy, employees’ package is based on productivity and/or sales performance, and is consistent with the Group’s quality control and cost control targets.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

Save as disclosed in this announcement, the Group had not executed any agreement in respect of material investments or capital assets during the year ended 31 December 2024 and does not have any other future plans relating to material investments or capital assets.

MATERIAL ACQUISITIONS AND DISPOSALS

Saved as disclosed in this announcement, the Group did not have any material acquisitions or disposals of subsidiaries, associates and joint ventures during the year ended 31 December 2024.

PURCHASE, SALES OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company, nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities (including any treasury Shares) for the year ended 31 December 2024. Currently, there are no treasury Shares held by the Company (whether held or deposited in the central clearing and settlement system, or otherwise).

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company acknowledges the importance of good corporate governance practices and believes that it is essential to the development of the Group and to safeguard the interests of the equity holders. The Directors are of the opinion that the Company has complied with the code provisions as set out in the CG Code in Appendix C1 to the Listing Rules on the Stock Exchange throughout the year ended 31 December 2024, save for the following deviations:

Under code provision C.2.1 of the CG Code, the role of chairman and chief executive should be separate and should not be performed by the same individual. Currently, Mr. HAN Jingyuan serves as the Chairman of the Board and the Chief Executive Officer of the Company. The Board believes that there is no immediate need to segregate the roles of the Chairman of the Board and the Chief Executive Officer of the Company because the role of chief executive officer/general manager of the Company's major operating subsidiaries are performed by other persons. The Board will consider the segregation of the roles of the Chairman of the Board and the Chief Executive Officer of the Company in light of the future development of the operating activities or businesses of the Group.

Under code provision D.2.5 of the CG Code and the related notes of the CG Code, the Company should have an internal audit function which generally carries out the analysis and independent appraisal of the adequacy and effectiveness of the Group's risk management and internal control systems. During the year, the Group established an integrated internal audit function team based in the PRC, which is primarily responsible for the internal audit work of the Group's subsidiaries in the PRC. The team shall report directly to one of the executive Directors and the Audit Committee, and to the Board via the Audit Committee. In addition, the annual work plan and resources of the team shall be reviewed and agreed with the Audit Committee. Meanwhile, other internal audit function was carried out by the finance function during the year ended 31 December 2024. Taking into account the size and complexity of the operations of the Group, the Company considers that the existing organisation structure and the close supervision of the management could provide sufficient internal control and risk management for the Group. The audit committee of the Board and the Board regularly review the effectiveness of the internal control systems and the risk management of the Group. The Board will review the need to set up an independent internal audit function in respect of business operation outside of the PRC on an annual basis.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as its own code for dealing in securities of the Company by the Directors. The Company has made specific enquiry of all Directors and all Directors have confirmed that they have complied with the required standard as set out in the Model Code during the year ended 31 December 2024.

AUDIT COMMITTEE

During the year ended 31 December 2024, the Audit Committee comprised three Independent Non-executive Directors, namely Mr. WONG Man Chung Francis as the Chairman of the Audit Committee and Mr. WANG Tianyi (retired on 28 June 2024), Mr. WANG Bing and Ms. YU Fang Jing (appointed on 28 June 2024) as the members of the Audit Committee.

The Audit Committee had reviewed the Group's consolidated financial statements for the year ended 31 December 2024, discussed the effectiveness of the internal control system, deliberated on the change of auditors and changes in accounting estimates, and reviewed the accounting principles and practices adopted by the Group. The Audit Committee is of the opinion that the consolidated financial statements of the Group have been prepared in accordance with the applicable accounting standards, the Listing Rules and the statutory requirements and that adequate disclosures will be made in the 2024 annual report of the Company.

ANNUAL GENERAL MEETING

The forthcoming AGM will be held on Friday, 6 June 2025. For the details, please refer to the notice of the AGM which will be published and dispatched to the Shareholders as soon as practicable in accordance with the bye-laws of the Company and the Listing Rules.

CLOSURE OF REGISTER OF MEMBERS

(a) For determining the entitlement to attend and vote at the forthcoming AGM

The register of members of the Company will be closed from Tuesday, 3 June 2025 to Friday, 6 June 2025 (both days inclusive), during which no transfer of shares of the Company may be registered, for the purposes of ascertaining Shareholders' entitlement to attend and vote at the forthcoming AGM. In order to be eligible to attend and vote at the forthcoming AGM, all share transfer documents accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited, at 17/F., Far East Finance Centre, 16 Harcourt Road, Hong Kong for registration not later than 4:30 p.m. on Monday, 2 June 2025.

(b) For determining the entitlement to the final and special dividends

The register of members of the Company will be closed from Monday, 23 June 2025 to Wednesday, 25 June 2025 (both days inclusive), during which no transfer of shares of the Company may be registered, for the purposes of ascertaining Shareholders' entitlement for the proposed final and special dividends. The record date for the proposed final and special dividends shall be Wednesday, 25 June 2025. In order to qualify for the proposed final and special dividends, all share transfer documents accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited, at 17/F., Far East Finance Centre, 16 Harcourt Road, Hong Kong, for registration not later than 4:30 p.m. on Friday, 20 June 2025.

PUBLICATION OF ANNUAL RESULTS ANNOUNCEMENT AND ANNUAL REPORT FOR 2024

The annual results announcement of the Company for the year ended 31 December 2024 is published on both the websites of the Company (www.chinaorientalgroup.com) and the Stock Exchange (www.hkexnews.hk). The annual report of the Company for the year ended 31 December 2024 will be dispatched to the Shareholders and published on the aforesaid websites in due course.

APPRECIATION

The Board would like to extend its heartfelt gratitude to all of its staff for their hard work and dedication to the Group, and to its Shareholders for their continuous support and trust in the Company.

DEFINITIONS

In this announcement, unless the context requires otherwise, the following expressions used in this announcement have the following meanings:

“AGM”	the annual general meeting of the Company
“Audit Committee”	the audit committee of the Company
“Board”	the board of Directors of the Company
“BVI”	British Virgin Islands
“CG Code”	Corporate Governance Code as set out in Appendix C1 to the Listing Rules
“China” or “PRC”	the People’s Republic of China, and for the purpose of this announcement, excluding Hong Kong, the Macau Special Administrative Region of the People’s Republic of China and Taiwan
“Company”	China Oriental Group Company Limited, a company incorporated in Bermuda with limited liability and its issued shares are listed on the Main Board of The Stock Exchange
“CSRC”	China Securities Regulatory Commission
“Director(s)”	director(s) of the Company
“EIT”	enterprise income tax of PRC
“Fangchenggang Jinxi”	Fangchenggang Jinxi Section Steel Technology Limited* (防城港津西型鋼科技有限公司), a company incorporated in the PRC with limited liability which was a 97.6% indirectly owned subsidiary of the Company until its disposal completed on 2 March 2022
“GFA”	gross floor area
“Group”	collectively, the Company and its subsidiaries from time to time

“HJT”	Qingdao Huijintong Power Equipment Company Limited* (青島匯金通電力設備股份有限公司), a company incorporated in the PRC with limited liability and its issued shares are listed on the Shanghai Stock Exchange
“HKAS”	Hong Kong Accounting Standards issued by Hong Kong Institute of Certified Public Accountants
“HKFRS”	Hong Kong Financial Reporting Standards issued by HKICPA
“HKICPA”	Hong Kong Institute of Certified Public Accountants
“HK\$” or “HKD”	Hong Kong dollar(s), the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Jinxi Limited”	Hebei Jinxi Iron and Steel Group Company Limited* (河北津西鋼鐵集團股份有限公司), a company incorporated in the PRC with limited liability and a 97.6% indirectly owned subsidiary of the Company
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange
“Main Board”	the stock market operated by the Stock Exchange excluding GEM and the option market
“MIIT”	Ministry of Industry and Information Technology of the PRC
“Model Code”	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules
“NEMM Project”	on 16 October 2024, the Company and ArcelorMittal, its substantial shareholder, entered into an upstream joint venture agreement and a downstream joint venture agreement for the purpose of establishing upstream and downstream joint ventures and engaging in the production of hot-rolled coils substrates and other products and new energy soft magnetic materials (NEMM) products respectively. On 20 December 2024, all the conditions precedent to the establishment of the joint venture companies were fulfilled, and the joint venture companies were established on the same day. Each of the joint venture companies is owned 50% by the Company and 50% by ArcelorMittal.

“RMB”	Renminbi, the lawful currency of the PRC
“Share(s)”	ordinary share(s) of HK\$0.10 each in the share capital of the Company
“Shareholder(s)”	holder(s) of the Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“USD”	United States dollar(s), the lawful currency of the United States of America
“WHT”	withholding tax of PRC
“%”	per cent

By Order of the Board
China Oriental Group Company Limited
HAN Jingyuan
Chairman and Chief Executive Officer

Hong Kong, 27 March 2025

As at the date of this announcement, the Board comprises Mr. HAN Jingyuan, Mr. ZHU Jun, Mr. SHEN Xiaoling, Mr. HAN Li, Mr. Sanjay SHARMA and Mr. LI Mingdong being the Executive Directors, Mr. Ondra OTRADOVEC being the Non-executive Directors and Mr. WONG Man Chung Francis, Mr. WANG Bing, Dr. TSE Cho Che Edward and Ms. YU Fang Jing being the Independent Non-executive Directors.