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**Forgame Holdings Limited**

**雲遊控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 484)**

## **INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2025**

The board (the “**Board**”) of directors (the “**Directors**”) of Forgame Holdings Limited (the “**Company**” or “**Forgame**”) announces the unaudited consolidated interim results of the Company and its subsidiaries (collectively, the “**Group**”, “**we**”, “**us**” or “**our**”) for the six months ended 30 June 2025 (the “**Interim Results**”). The Interim Results have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” and reviewed by ZHONGHUI ANDA CPA Limited, the independent auditor of the Company, in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. In addition, the Interim Results have also been reviewed by the audit and compliance committee of the Company (the “**Audit and Compliance Committee**”).

### **MANAGEMENT DISCUSSION AND ANALYSIS**

#### **BUSINESS REVIEW**

In the first half of 2025, despite structural adjustments in the global economy, the recovery process was significantly hindered. The uncertainty in tariff policies of the United States, the ongoing Russo-Ukrainian war, the intensified competition in China’s domestic market, and high inflation coupled with geopolitical tensions collectively posed severe challenges. Although inflationary pressures eased to some extent compared to 2024, they remained at historically high levels, continuing to squeeze corporate profit margins. Enterprises generally faced the dual pressures of shrinking demand and rising costs. In an exceptionally challenging external environment, the Group was faced with multiple challenges of insufficient market demand, difficulties in cost control and intensified competition.

Nonetheless, under the guidance of the Board, the Group continued to strengthen risk management and market adaptability to actively respond to changes in the market competition, and stabilized and sustained the development of its online game business. The Group actively explored the structure of electronic trade products to seek breakthroughs, accelerated the layout and development of innovative transformation business and integrated resources to strengthen operation management, pursue investment returns, promote innovative development, and maintain market competitiveness.

In the first half of 2025, the Group recorded a total revenue of approximately RMB78.0 million, representing an increase of 108.6% compared to the same period of last year.

## FIRST HALF OF 2025 COMPARED TO FIRST HALF OF 2024

The following table sets forth the Group's income statement for the six months ended 30 June 2025 as compared to the six months ended 30 June 2024.

	Six Months Ended 30 June		Change %
	2025 <i>RMB'000</i> (Unaudited)	2024 <i>RMB'000</i> (Unaudited)	
Revenue	<b>78,002</b>	37,392	108.6%
Cost of revenue	<b>(76,071)</b>	(34,452)	120.8%
<b>Gross profit</b>	<b>1,931</b>	2,940	-34.3%
Selling and marketing expenses	<b>(3,906)</b>	(9,617)	-59.4%
Administrative expenses	<b>(13,950)</b>	(18,591)	-25.0%
Research and development expenses	<b>(11,854)</b>	(23,990)	-50.6%
Other income	<b>775</b>	1,753	-55.8%
Other gains – net	<b>4,539</b>	45,709	-90.1%
Finance cost	<b>(47)</b>	(80)	-41.3%
Impairment reversal/(provision) of financial assets measured at amortised cost	<b>1,555</b>	(1,872)	NM
<b>Loss before income tax</b>	<b>(20,957)</b>	(3,748)	459.2%
Income tax credit	<b>39</b>	–	NM
<b>Loss for the period</b>	<b>(20,918)</b>	(3,748)	458.1%

Note: NM – not meaningful.

**Revenue.** Revenue increased by approximately 108.6% to RMB78.0 million for the six months ended 30 June 2025 from RMB37.4 million for the six months ended 30 June 2024. The following table sets forth the Group's revenue by segment for the six months ended 30 June 2025 and 2024:

	Six Months Ended 30 June			
	2025	(% of Total	2024	(% of Total
	RMB'000	Revenue)	RMB'000	Revenue)
	(Unaudited)		(Unaudited)	
<b>Revenue by Segment</b>				
– Game business	5,528	7.1	7,222	19.3
– Electronic device and semiconductor business	72,474	92.9	30,170	80.7
<b>Total Revenue</b>	<b>78,002</b>	<b>100.0</b>	<b>37,392</b>	<b>100.0</b>

- Revenue generated from the Group's game business decreased by approximately 23.5% to RMB5.5 million for the six months ended 30 June 2025 from RMB7.2 million for the six months ended 30 June 2024. Revenue generated from the games business decreased reflected the Group's strategic portfolio realignment, which involved phasing out selected lower-margin game operation to improve overall performance.
- Revenue generated from the Group's electronic device and semiconductor business increased by approximately 140.2% to RMB72.5 million for the six months ended 30 June 2025 from RMB30.2 million for the six months ended 30 June 2024. Revenue generated from the electronic device and semiconductor business increased was mainly attributable to the sales growth of high-performance memories and hard disk drives.

**Cost of revenue.** Cost of revenue increased by approximately 120.8% to RMB76.1 million for the six months ended 30 June 2025 from RMB34.5 million for the six months ended 30 June 2024. The increase of cost of revenue was attributable to and was in line with the increase of revenue, particularly in revenue from sales of memories and hard disk drives.

**Selling and marketing expenses.** Selling and marketing expenses decreased by approximately 59.4% to RMB3.9 million for the six months ended 30 June 2025 from RMB9.6 million for the six months ended 30 June 2024. Such decrease was mainly due to the strategic resizing of game business team in the second half of 2024, resulting in lower employee benefit expenses and professional fee incurred in the six months ended 30 June 2025.

**Administrative expenses.** Administrative expenses decreased by approximately 25.0% to RMB13.9 million for the six months ended 30 June 2025 from RMB18.6 million for the six months ended 30 June 2024. Such decrease was primarily due to a decrease in allowances for inventories.

**Research and development expenses.** Research and development expenses decreased by approximately 50.6% to RMB11.9 million for the six months ended 30 June 2025 from RMB24.0 million for the six months ended 30 June 2024. Such decrease was primarily due to the rigorous expense control in game business.

**Other income.** Other income decreased by approximately 55.8% to RMB0.8 million for the six months ended 30 June 2025 from RMB1.8 million for the six months ended 30 June 2024. Such decrease was mainly due to a decrease in interest arising from both debt investments at fair value through other comprehensive income and deposits.

**Other gains – net.** Other gains-net decreased by approximately 90.1% to RMB4.5 million for the six months ended 30 June 2025 from RMB45.7 million for six months ended 30 June 2024. Such decrease was primarily due to a decrease of gain from disposal of investments at fair value through profit or loss.

**Impairment reversal/(provision) of financial assets measured at amortised cost.** Impairment reversal was RMB1.6 million for the six months ended 30 June 2025 as compared to impairment provision of RMB1.9 million for the six months ended 30 June 2024. During the six months ended 30 June 2025, the Group recovered RMB3.0 million from previously impaired corporate loans receivables.

**Loss for the period.** Loss for the period increased by approximately 458.1% to RMB20.9 million for the six months ended 30 June 2025 from RMB3.7 million for the six months ended 30 June 2024.

## **NON-IFRSs MEASURES – EBITDA AND ADJUSTED EBITDA**

To supplement the consolidated results of the Group prepared in accordance with International Financial Reporting Standards (the “**IFRSs**”), certain non-IFRSs measures, including EBITDA (i.e. earnings before interest expense, taxes, depreciation and amortisation) and adjusted EBITDA, have been presented. These non-IFRSs financial measures should be considered in addition to, and not as a substitute for, the measures of the Group’s financial performance, which have been prepared in accordance with IFRSs. The Group’s management believes that these non-IFRSs financial measures provide investors with useful supplementary information to assess the performance of its core operations by excluding certain non- cash and non-recurring items. The EBITDA and adjusted EBITDA are unaudited figures.

The following table sets forth the reconciliation of the Group's non-IFRSs financial measures for the six months ended 30 June 2025 and 2024, to the nearest measures prepared in accordance with IFRSs:

	<b>Six Months Ended 30 June</b>	
	<b>2025</b>	<b>2024</b>
	<b><i>RMB'000</i></b>	<b><i>RMB'000</i></b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Loss for the period</b>	<b>(20,918)</b>	<b>(3,748)</b>
Add:		
Depreciation and amortisation	<b>15,876</b>	18,510
Net interest income	<b>(181)</b>	(703)
Income tax credit	<b>(39)</b>	—
<b>EBITDA (unaudited)</b>	<b><u>(5,262)</u></b>	<b><u>14,059</u></b>
Add:		
Investment related (gain)/loss		
– Changes in the value of investments at fair value through profit or loss	<b>9,180</b>	13,520
– Gain on disposal of investments at fair value through profit or loss	<b>(13,757)</b>	(57,345)
– Loss/(gain) on deemed disposal/disposal of debt investments at fair value through other comprehensive income	<b>404</b>	(2,006)
– Dividends received from financial assets at fair value through profit or loss	<b>(139)</b>	(75)
– Interest arising from debt investments at fair value through other comprehensive income	<b>(316)</b>	(983)
<b>Adjusted EBITDA (unaudited)</b>	<b><u>(9,890)</u></b>	<b><u>(32,830)</u></b>

## FINANCIAL POSITION

As at 30 June 2025, the total equity of the Group amounted to RMB471.1 million, as compared to that of RMB484.4 million as at 31 December 2024. Such decrease was primarily due to the net loss for the six months ended 30 June 2025, and was partially offset by the increased share premium attributable to the placing of new ordinary shares in April 2025.

The Group's net current assets amounted to RMB348.0 million as at 30 June 2025, as compared to that of RMB341.5 million as at 31 December 2024. Such increase was mainly attributable to the routine operating activities.

## LIQUIDITY AND FINANCIAL RESOURCES

	As at <b>30 June</b> <b>2025</b> <i><b>RMB'000</b></i> <b>(Unaudited)</b>	As at 31 December 2024 <i><b>RMB'000</b></i> <b>(Audited)</b>
Cash at bank and on hand	<b>74,848</b>	58,307
Cash at other financial institutions	<u><b>39,403</b></u>	<u>115,920</u>
<b>Net Cash</b>	<u><u><b>114,251</b></u></u>	<u><u>174,227</u></u>

The Group's total cash and cash equivalents amounted to RMB114.3 million as at 30 June 2025 as compared to that of RMB174.2 million as at 31 December 2024. The decrease was primarily attributable to an increase in investments, which resulted in a decrease in cash balance.

The Group adopts a prudent cash and financial management policy. To achieve better cost control and minimise the cost of funding, the Group's treasury activities are centralised and cash is generally deposited with banks and other financial institutions and denominated mostly in USD, followed by RMB.

As at 30 June 2025, the Group's gearing ratio (calculated as bank borrowing divided by total assets) was 0% (as at 31 December 2024: 0%), which means that the Group did not have any bank borrowing balance as at 30 June 2025.

## FOREIGN EXCHANGE RISK

As at 30 June 2025, RMB65.3 million of the financial resources of the Group (as at 31 December 2024: RMB134.6 million) were held as deposits denominated in non-RMB currencies. The Group will continue to actively manage its exposure to various foreign currencies and monitor its foreign exchange risk exposure to better preserve the Group's cash value.

## CAPITAL EXPENDITURES

	Six Months Ended 30 June	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
	(Unaudited)	(Unaudited)
<b>Capital expenditures</b>		
– Purchase of property and equipment	<u>–</u>	<u>13</u>

Capital expenditures (excluding business combination) comprise the purchase of office equipment.

## PLEDGE OF ASSETS

As at 30 June 2025, the Group did not have any pledge of assets (as at 31 December 2024: nil).

## CONTINGENT LIABILITIES

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

## SIGNIFICANT INVESTMENT

As at 30 June 2025, the Group did not hold any significant investment with a value of 5% or more of the Group's total assets.

## HUMAN RESOURCES

As at 30 June 2025, the Group had 35 full-time employees (as at 31 December 2024: 46), the vast majority of whom are based in The People's Republic of China.

The remuneration for the Group's employees includes salaries, bonus and allowances. The Group's remuneration policies are formulated according to the assessment of individual performance and are periodically reviewed. The Group also provides various training programs to its staff to enhance their professional development, such as assigning experienced employees as mentors in relevant teams or departments to provide regular on-the-job guidance and trainings.

## **MATERIAL ACQUISITION AND DISPOSAL**

The Group did not have any material acquisitions and disposals of subsidiaries, associates and joint ventures during the six months ended 30 June 2025.

## **POST BALANCE SHEET EVENTS**

There was no significant subsequent event during the period from 30 June 2025 to the date of the unaudited consolidated interim results of the Group for the six months ended 30 June 2025 approved by the Board.

## **RISK AND HURDLES**

The Group has formulated policies to ensure continuous identification, reporting, monitoring and management of significant risks that may adversely affect its business development.

As to the game business operated by the Group, the Group is mainly exposed to the following types of risks: (i) Industry policies and regulatory risks. Any changes and adjustments in policies by governmental regulatory bodies could affect the market, and the online game industry is subject to the supervision of various relevant authorities, which may have an adverse impact on its business operations; (ii) The risk of changes in player behavior and needs may cause decline around the Company's future business performance; (iii) The risk of technological dependence, updates and changes. New game technologies, platforms and devices are emerging, posing challenges to the traditional game distribution and operation model; and (iv) Intellectual property risk. Intellectual property disputes and maintenance costs may arise during the game research and development process.

As to the electronic device and semiconductor business, the Group is mainly exposed to the following types of risks: (i) Exchange rate fluctuation risk. Since the Group's operations involve settlement in USD, it is exposed to the risk of fluctuations in exchange rate; and (ii) Inventory management risk. Due to the high value of semiconductor memory products, their prices are volatile and vulnerable to macroeconomic cyclicality. Improper inventory management may cause capital occupancy, leading to financial risks.

## **FUTURE PLANS**

In the second half of 2025, the global economic situation will remain uncertain, and factors such as monetary policy adjustments, geopolitical tensions, and energy market fluctuations will continue to affect global and Chinese economic growth. Despite the challenges, China is expected to intensify macro-policy regulation to promote economic recovery.

In the second half of 2025, the Group will continue to enhance its existing game business, so as to stabilize game revenue. The Group will steadily develop the electronic device and semiconductor business to ensure healthy cash flow, and leverage the diversified and regional trade development opportunities in the global supply chain to optimize supply chain management supporting services for relevant customers. In order to diversify its business, Foga Investment Limited, a wholly-owned subsidiary of the Group, has obtained Type 4 (advising on securities) and Type 9 (asset management) regulated activities licenses from the Securities and Futures Commission of Hong Kong to explore the financial services business. The Group will further expand its business scope and stabilize its operating revenue. The Group will strictly control the budget, reduce operating costs, improve management efficiency, actively recover assets, diversify revenue with the risks under control, and enhance profitability.

The Group will continue to uphold the sustainable development idea, maintain a prudent and optimistic attitude, actively seek to expand and optimize business, enhance overall operation level, and continue to pursue and maintain a prudent and active investment approach to create value for and bring returns to shareholders.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME**

*FOR THE SIX MONTHS ENDED 30 JUNE 2025*

		<b>Six months ended 30 June</b>	
		<b>2025</b>	<b>2024</b>
	<i>Notes</i>	<b>RMB'000</b>	<b>RMB'000</b>
		<b>(unaudited)</b>	<b>(unaudited)</b>
Revenue	4	<b>78,002</b>	37,392
Cost of revenue		<u><b>(76,071)</b></u>	<u>(34,452)</u>
<b>Gross profit</b>		<b>1,931</b>	2,940
Selling and marketing expenses		<b>(3,906)</b>	(9,617)
Administrative expenses		<b>(13,950)</b>	(18,591)
Research and development expenses		<b>(11,854)</b>	(23,990)
Other income		<b>775</b>	1,753
Other gains – net	5	<b>4,539</b>	45,709
Finance cost		<b>(47)</b>	(80)
Impairment reversal/(provision) of financial assets measured at amortised cost		<u><b>1,555</b></u>	<u>(1,872)</u>
<b>Loss before income tax</b>		<b>(20,957)</b>	(3,748)
Income tax credit	6	<u><b>39</b></u>	<u>–</u>
<b>Loss for the period attributable to owners of the Company</b>	7	<u><b>(20,918)</b></u>	<u>(3,748)</u>
<b>Other comprehensive loss:</b>			
<i>Items that will not be reclassified to profit or loss:</i>			
Changes in fair value of equity investments at fair value through other comprehensive income		<b>(729)</b>	(10,316)
Currency translation differences		<u><b>(1,199)</b></u>	<u>2,556</u>
		<u><b>(1,928)</b></u>	<u>(7,760)</u>
<i>Items that may be reclassified to profit or loss:</i>			
Changes in fair value of debt investments at fair value through other comprehensive income		<b>(3,548)</b>	(768)
Reclassified to profit or loss upon disposal of debt investments at fair value through other comprehensive income		<u><b>(911)</b></u>	<u>(1,793)</u>
		<u><b>(4,459)</b></u>	<u>(2,561)</u>
<b>Other comprehensive loss for the period, net of tax</b>		<u><b>(6,387)</b></u>	<u>(10,321)</u>
<b>Total comprehensive loss for the period attributable to owners of the Company</b>		<u><u><b>(27,305)</b></u></u>	<u><u>(14,069)</u></u>

	<i>Notes</i>	<b>Six months ended 30 June</b>	
		<b>2025</b>	<b>2024</b>
		<b><i>RMB'000</i></b> <b>(unaudited)</b>	<b><i>RMB'000</i></b> <b>(unaudited)</b>
<b>Loss for the period attributable to:</b>			
Owners of the Company		(20,938)	(3,748)
Non-controlling interests		<u>20</u>	<u>—</u>
		<b><u>(20,918)</u></b>	<b><u>(3,748)</u></b>
<b>Total comprehensive loss for the period attributable to:</b>			
Owners of the Company		(27,325)	(14,069)
Non-controlling interests		<u>20</u>	<u>—</u>
		<b><u>(27,305)</u></b>	<b><u>(14,069)</u></b>
<b>Basic and diluted loss per share (RMB)</b>	<b>9</b>	<b><u>(0.14)</u></b>	<b><u>(0.03)</u></b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2025**

		As at <b>30 June 2025</b> <i>RMB'000</i> (unaudited)	As at 31 December 2024 <i>RMB'000</i> (audited)
	<i>Notes</i>		
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment		19,042	32,894
Intangible assets		65,539	64,347
Right-of-use assets		2,759	2,749
Investments at fair value through other comprehensive income		36,654	37,373
Prepayments and other receivables		<u>500</u>	<u>7,018</u>
		<u>124,494</u>	<u>144,381</u>
<b>Current assets</b>			
Inventories	10	16,569	32,291
Trade receivables	11	1,837	6,778
Prepayments and other receivables		37,135	35,328
Financial assets at fair value through profit or loss		205,999	126,025
Investments at fair value through other comprehensive income		5,747	10,333
Cash and cash equivalents		<u>114,251</u>	<u>174,227</u>
		<u>381,538</u>	<u>384,982</u>
<b>Total assets</b>		<u><u>506,032</u></u>	<u><u>529,363</u></u>

		As at 30 June 2025 <i>RMB'000</i> (unaudited)	As at 31 December 2024 <i>RMB'000</i> (audited)
	<i>Notes</i>		
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		111	93
Reserves		470,147	483,523
		470,258	483,616
Non-controlling interests		817	797
<b>Total equity</b>		471,075	484,413
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Deferred income tax liabilities		174	213
Lease liabilities		1,235	1,208
		1,409	1,421
<b>Current liabilities</b>			
Trade payables	12	17,068	28,667
Other payables and accruals		8,502	10,664
Financial liabilities at fair value through profit or loss		69	–
Contract liabilities		6,430	2,494
Lease liabilities		1,479	1,704
		33,548	43,529
<b>Total liabilities</b>		34,957	44,950
<b>Total equity and liabilities</b>		506,032	529,363
<b>Net current assets</b>		347,990	341,453
<b>Total assets less current liabilities</b>		472,484	485,834

**NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED 30 JUNE 2025**

**1. GENERAL INFORMATION**

Forgame Holdings Limited (the “Company”) was incorporated in the Cayman Islands on 26 July 2011 as an exempted company with limited liability. The address of its registered office is at the offices of Osiris International Cayman Limited, Suite #4-210, Governors Square, 23 Lime Tree Bay Avenue, P.O. Box 32311, Grand Cayman KY1-1209, Cayman Islands. The address of its principal place of business in Hong Kong is Unit 3, 12/F, Trust Centre, 912 Cheung Sha Wan Road, Lai Chi Kok, Kowloon, Hong Kong. The address of its headquarters is Room 1106, Block A Phase I, Innovation Technology Plaza, Tianan Digital City, Chegongmiao, Futian District, Shenzhen, China. The Company’s share in issue are listed and traded on the Main Board of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

The Company is an investment holding company. The Company and its subsidiaries (collectively the “Group”) are principally engaged in developing and publishing domestic and overseas webgames and mobile games (the “Game Business”) and trading of electronic device and semiconductor (the “Electronic Device and Semiconductor Business”) in the People’s Republic of China (the “PRC”).

The unaudited condensed consolidated financial statements are presented in Renminbi (the “RMB”), which is the Company’s presentation currency and the functional currency of the principal operating subsidiaries of the Company.

**2. BASIS OF PREPARATION**

These unaudited condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” issued by the International Accounting Standards Board and the applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange.

These unaudited condensed consolidated financial statements should be read in conjunction with the 2024 annual financial statements. The accounting policies and methods of computation used in the preparation of these unaudited condensed consolidated financial statements are consistent with those used in the annual financial statements for the year ended 31 December 2024.

### **3. ADOPTION OF NEW AND REVISED IFRS ACCOUNTING STANDARDS**

In the current period, the Group has adopted all the new and revised IFRS Accounting Standards issued by the International Accounting Standards Board that are relevant to its operations and effective for its accounting year beginning on 1 January 2025. IFRS Accounting Standards comprise International Financial Reporting Standards (“IFRS”); International Accounting Standards (“IAS”); and Interpretations. The adoption of these new and revised IFRS Accounting Standards did not result in significant changes to the Group’s accounting policies, presentation of the Group’s unaudited condensed consolidated financial statements and amounts reported for the current period and prior years.

The Group has not applied the new and revised IFRS Accounting Standards that have been issued but are not yet effective. The Group has already commenced an assessment of the impact of these new and revised IFRS Accounting Standards but is not yet in a position to state whether these new and revised IFRS Accounting Standards would have a material impact on its results of operations and financial position.

### **4. REVENUE AND SEGMENT INFORMATION**

The Group’s business activities, for which discrete financial statements are available, are regularly reviewed and evaluated by the Chief Operating Decision Maker (the “CODM”). The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the executive directors of the Company that make strategic decisions.

During the period, the CODM reassessed the performance and operation of the Group and concluded that the Group had two operating segments as follows:

- Game Business; and
- Electronic Device and Semiconductor Business

The CODM assesses the performance of the operating segments mainly based on segment revenue, and adjusted earnings before interest expense, taxes, depreciation and amortisation (the “adjusted EBITDA”), of each operating segment.

Specifically, the revenues from external customers reported to the CODM are measured as segment revenue, which is the revenue derived from the customers in each segment. In addition, the adjusted EBITDA excludes the effects of significant items of income and expenditure, which may have an impact on the assessment of operating segments’ results, primarily with respect to investment-related gains or losses and non-recurring event.

Other information, together with the segment information, provided to the CODM, is measured in a manner consistent with that applied in these unaudited condensed consolidated financial statements. There were no separate segment assets and segment liabilities information provided to the CODM, as the CODM does not use this information to allocate resources or to evaluate the performance of the operating segments.

The segment information provided to the Group's CODM for the reportable segments for the six months ended 30 June 2025 and 2024 is as follows:

	<b>Six months ended 30 June</b>	
	<b>2025</b>	<b>2024</b>
	<b>RMB'000</b>	<b>RMB'000</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Revenue</b>		
<i>Revenue from contracts with customers</i>		
Game Business	<b>5,528</b>	7,222
Electronic Device and Semiconductor Business	<b>72,474</b>	30,170
	<u>72,474</u>	<u>30,170</u>
 Total revenue	 <b>78,002</b>	 <b>37,392</b>
	<u><b>78,002</b></u>	<u><b>37,392</b></u>
 <b>Adjusted EBITDA</b>		
Game Business	<b>(5,780)</b>	(21,234)
Electronic Device and Semiconductor Business	<b>(4,110)</b>	(11,596)
	<u><b>(4,110)</b></u>	<u><b>(11,596)</b></u>
 Total adjusted EBITDA	 <b>(9,890)</b>	 <b>(32,830)</b>
	<u><b>(9,890)</b></u>	<u><b>(32,830)</b></u>
 <b>Total adjusted EBITDA</b>	 <b>(9,890)</b>	 <b>(32,830)</b>
Net interest income	<b>181</b>	703
Depreciation and amortisation	<b>(15,876)</b>	(18,510)
Investment related gain/(loss)		
– Changes in the value of investments at fair value through profit or loss	<b>(9,180)</b>	(13,520)
– Gain on disposal of investments at fair value through profit or loss	<b>13,757</b>	57,345
– (Loss)/gain on deemed disposal/disposal of debt investments at fair value through other comprehensive income	<b>(404)</b>	2,006
– Dividends received from financial assets at fair value through profit or loss	<b>139</b>	75
– Interest arising from debt investments at fair value through other comprehensive income	<b>316</b>	983
	<u><b>316</b></u>	<u><b>983</b></u>
 Loss before income tax	 <b>(20,957)</b>	 <b>(3,748)</b>
	<u><b>(20,957)</b></u>	<u><b>(3,748)</b></u>

## Disaggregation of revenue from contracts with customers

### Geographical information:

	Six months ended 30 June	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
	(unaudited)	(unaudited)
PRC (excluding Hong Kong)	72,839	27,254
Other regions	<u>5,163</u>	<u>10,138</u>
	<u><b>78,002</b></u>	<u><b>37,392</b></u>

The Group also conducts operations in Hong Kong and other region. The geographical information on the non-current assets (other than investments at fair value through other comprehensive income) is as follows:

	30 June	31 December
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
	(unaudited)	(audited)
Non-current assets		
PRC (excluding Hong Kong)	72,084	77,401
Hong Kong	<u>15,756</u>	<u>29,607</u>
	<u><b>87,840</b></u>	<u><b>107,008</b></u>

### Timing of revenue recognition:

	Six months ended 30 June	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
	(unaudited)	(unaudited)
At a point in time	74,156	33,388
Over time	<u>3,846</u>	<u>4,004</u>
	<u><b>78,002</b></u>	<u><b>37,392</b></u>

## Revenues from major customers:

Revenues from major customers individually accounting for 10% or more of total revenue are as follows:

	Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Customer A (sales of electronic device and semiconductor) (Note)	22,646	–
Customer B (sales of electronic device and semiconductor)	21,576	11,715
Customer C (sales of electronic device and semiconductor)	9,871	5,783
Customer D (sales of electronic device and semiconductor) (Note)	–	3,744

*Note:* Customer A did not meet the threshold of accounting for 10% or more of total revenue during the six months ended 30 June 2024. Customer D did not meet the threshold of accounting for 10% or more of total revenue during the six months ended 30 June 2025.

## 5. OTHER GAINS – NET

	Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Gain on disposal of investments at fair value through profit or loss	13,757	57,345
(Loss)/gain on deemed disposal/disposal of debt investments at fair value through other comprehensive income	(404)	2,006
Changes in the value of investments at fair value through profit or loss	(9,180)	(13,520)
Dividends received from financial assets at fair value through profit or loss	139	75
Gain on disposal of property and equipment	607	–
Loss on deregistration of a subsidiary	(27)	–
Gain on early termination of lease	80	31
Exchange loss, net	(433)	(228)
	<u>4,539</u>	<u>45,709</u>

## 6. INCOME TAX CREDIT

	Six months ended 30 June	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
	(unaudited)	(unaudited)
Current tax – PRC and oversea enterprise income tax	<u>39</u>	<u>–</u>

The Company was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Act (As Revised) of the Cayman Islands and accordingly, is exempted from the Cayman Islands income tax.

The income tax provision of the Group in respect of operations in Hong Kong was provided at 8.25% on assessable profits up to HKD2,000,000, and the applicable tax rate is 16.5% on any part of assessable profits over HKD2,000,000 based on the assessable profit for the six months ended 30 June 2025 and 2024.

The income tax provision of the Group in respect of operations in the PRC was calculated at the tax rate of 25% on the assessable profits for the six months ended 30 June 2025 and 2024, based on the existing legislation, interpretations and practices in respect thereof.

Shenzhen Xingyun Data Technology Co., Ltd. (深圳市行雲數據技術有限公司), a subsidiary of the Company, was qualified as a “High and New Technology Enterprise” under the PRC Enterprise Income Tax Law (the “EIT Law”). Thus the applicable tax rate was 15% for six months ended 30 June 2025 and 2024.

According to the relevant EIT Laws jointly promulgated by the Ministry of Finance of the PRC, State Tax Bureau of the PRC and Ministry of Science of the PRC that became effective from 2018 onwards, enterprises engaging in research and development activities are entitled to claim 200% of their research and development expenses so incurred as tax deductible expenses when determining their assessable profits for that year.

According to the applicable PRC tax regulations, dividends distributed by a company established in the PRC to a foreign investor with respect to profits derived after 1 January 2008 are generally subject to a 10% PRC withholding tax (“WHT”). If a foreign investor incorporated in Hong Kong meets the conditions and requirements under the double taxation treaty arrangement entered into between the PRC and Hong Kong, the relevant WHT rate will be reduced from 10% to 5%.

No deferred income tax liability has been recognised in respect of WHT on the undistributed earnings of the subsidiaries incorporated in the PRC as those PRC subsidiaries with foreign immediate parent are all with accumulated losses (i.e. without any distributable earnings) as at 30 June 2025 and 31 December 2024.

## 7. LOSS FOR THE PERIOD

The Group's loss for the period is stated after charging the following:

	<b>Six months ended 30 June</b>	
	<b>2025</b>	<b>2024</b>
	<b>RMB'000</b>	<b>RMB'000</b>
	<b>(unaudited)</b>	<b>(unaudited)</b>
Amortisation of intangible assets	<b>5,225</b>	1,682
Allowance for inventories	<b>567</b>	6,035
Cost of inventories sold	<b>70,351</b>	28,726
Depreciation of right-of-use assets	<b>851</b>	1,301
Depreciation of property and equipment	<b>9,800</b>	15,527
Impairment (reversal)/provision of financial assets measured at amortised cost		
– provision of impairment for trade receivables, net	<b>45</b>	76
– provision of impairment for other receivables	<b>1,400</b>	1,796
– reversal of impairment for loan receivables	<b>(3,000)</b>	–
Staff costs including directors' emoluments	<b>7,496</b>	9,256

## 8. DIVIDEND

No dividend was paid or proposed for ordinary shareholders of the Company during the six months ended 30 June 2025, nor has any dividend been proposed at the end of the reporting period (for the six months ended 30 June 2024: nil).

## 9. LOSS PER SHARE

### Basic loss per share

The calculation of basic loss per share attributable to owners of the Company for the period ended 30 June 2025 is based on the loss for the period attributable to owners of the Company of approximately RMB20,938,000 (2024: loss of approximately RMB3,748,000) and the weighted average number of ordinary shares of 152,604,234 (2024: 143,350,090 ordinary shares) in issue during the period.

### Diluted loss per share

The diluted loss per share equals to the basic loss per share, as the Company did not have any potential dilutive ordinary shares for the six months ended 30 June 2025 and 2024.

## 10. INVENTORIES

	<b>30 June 2025 RMB'000 (unaudited)</b>	<b>31 December 2024 RMB'000 (audited)</b>
Finished goods	<b><u>16,569</u></b>	<b><u>32,291</u></b>

## 11. TRADE RECEIVABLES

	<b>30 June 2025 RMB'000 (unaudited)</b>	<b>31 December 2024 RMB'000 (audited)</b>
Trade receivables		
– Game Business	<b>16,499</b>	16,111
– Trade of Electronic Device and Semiconductor Business	<b>146</b>	4,287
– Supporting solution of Electronic Device and Semiconductor Business	<b>–</b>	1,146
	<b><u>16,645</u></b>	<u>21,544</u>
Provision for loss allowance	<b><u>(14,808)</u></b>	<u>(14,766)</u>
Carrying amount	<b><u>1,837</u></b>	<b><u>6,778</u></b>

The aging analysis of trade receivables, based on recognition date of the trade receivables and net of allowance, is as follows:

	<b>30 June 2025 RMB'000 (unaudited)</b>	<b>31 December 2024 RMB'000 (audited)</b>
0-30 days	<b>588</b>	4,902
31-60 days	<b>676</b>	1,706
61-90 days	<b>426</b>	89
91-180 days	<b>125</b>	59
181-365 days	<b><u>22</u></b>	<u>22</u>
	<b><u>1,837</u></b>	<b><u>6,778</u></b>

## 12. TRADE PAYABLES

The aging analysis of trade payables, based on recognition date of trade payables, is as follows:

	<b>30 June 2025 <i>RMB'000</i> (unaudited)</b>	<b>31 December 2024 <i>RMB'000</i> (audited)</b>
0-30 days	<b>7,096</b>	9,566
31-60 days	<b>1,517</b>	11,981
61-90 days	<b>458</b>	609
91-180 days	<b>1,121</b>	1,036
181-365 days	<b>1,956</b>	587
Over 1 year	<b>4,920</b>	4,888
	<b><u>17,068</u></b>	<b><u>28,667</u></b>

## OTHER INFORMATION

### Model Code for Securities Transactions by Directors

The Company has adopted the code of conduct and procedures governing Directors' securities transactions in stringent compliance with the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**"). Specific enquiries have been made to all the Directors and the Directors have confirmed that they had complied with the code of conduct and procedures governing Directors' securities transactions during the six months ended 30 June 2025.

### Corporate Governance Code

The Company is committed to maintaining high standards of corporate governance to safeguard the interests of the shareholders of the Company (the "**Shareholders**") and to enhance corporate value and accountability. The Company's corporate governance practices are based on the code provisions as set out in the Corporate Governance Code in Appendix C1 to the Listing Rules (the "**CG Code**"). The Company has applied the principles and complied with the code provisions prescribed in Part 2 of the CG Code during the six months ended 30 June 2025, other than code provisions C.1.6 and C.2.1.

Code provision C.1.6 of the CG Code stipulates that independent non-executive Directors should attend general meetings, make contributions with their skills, professional knowledge and different backgrounds and qualifications, and have a full and impartial understanding of the views of the Company's Shareholders. The absence of Mr. LU Xiaoma, an independent non-executive Director, from the Company's annual general meeting held on 20 May 2025 (the "**2025 AGM**") deviates from the above code provision.

The Board considers that Mr. LU Xiaoma was unable to attend the 2025 AGM due to other important business matters, but the other two independent non-executive Directors and all other Directors attended the 2025 AGM. The opinions of the Shareholders have been well understood at the 2025 AGM.

Code provision C.2.1 of the CG Code stipulates that the roles of chairman and chief executive should be separate and should not be performed by the same individual. As Mr. CUI Yuzhi serves as both the chairman of the Board and the chief executive officer, such practice deviates from the above code provision.

The Board considers that vesting the roles of both the chairman of the Board and the chief executive officer in the same person has the benefit of ensuring consistent leadership within the Company and enables more effective and efficient overall strategic planning for the Company. The Board believes that the balance of power and authority for the present arrangement will not be impaired and this structure will enable the Company to make and implement decisions promptly and efficiently. The Board shall, nevertheless, review the structure from time to time and it will consider the appropriate move to take should suitable circumstances arise.

The Board will continue to monitor and review the Company's corporate governance practices from time to time to ensure compliance with the latest statutory requirements and professional standards.

### **Purchase, Sale or Redemption of the Company's Listed Securities**

During the six months ended 30 June 2025, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities (including treasury shares).

### **Audit and Compliance Committee**

The Audit and Compliance Committee was established with written terms of reference in compliance with Rule 3.21 of the Listing Rules and paragraph C.3 as well as paragraph D.3 of the CG Code. The Audit and Compliance Committee consists of three independent non-executive Directors, being Mr. Wong Chi Kin, Mr. Lu Xiaoma and Ms. Zhu Min. The chairman of the Audit and Compliance Committee is Mr. Wong Chi Kin, who holds the appropriate professional qualifications as required under Rules 3.10(2) and 3.21 of the Listing Rules.

The Audit and Compliance Committee, together with the independent auditor of the Company, have reviewed the Group's unaudited interim financial results for the six months ended 30 June 2025.

### **Interim Dividend**

The Board does not declare the payment of any interim dividend for the six months ended 30 June 2025 (six months ended 30 June 2024: Nil).

## **Publication of the Unaudited Consolidated Interim Results and 2025 Interim Report**

This interim results announcement is published on the respective websites of the Stock Exchange ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Company ([www.forgame.com.cn](http://www.forgame.com.cn)), and the 2025 interim report of the Company containing all the information required by the Listing Rules will be despatched to the Shareholders and published on the respective websites of the Stock Exchange and the Company in September 2025.

### **Appreciation**

The Board would like to express its sincere gratitude to the Shareholders, management teams, employees, business partners and customers of the Group for their continued support and contribution to the Group.

By order of the Board  
**Forgame Holdings Limited**  
**CUI Yuzhi**  
*Chairman*

Hong Kong, 22 August 2025

*As at the date of this announcement, the executive Directors are Mr. CUI Yuzhi, Mr. ZHU Liang and Mr. ZHOU Xiaoyu; the independent non-executive Directors are Mr. WONG Chi Kin, Mr. LU Xiaoma and Ms. ZHU Min.*