E-COMMODITIES HOLDINGS LIMITED
易大宗控股有限公司

(Incorporated in the British Virgin Islands with limited liability)
(Stock Code: 1733)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2025

The board of directors (the "**Board**") of E-Commodities Holdings Limited (the "**Company**") hereby announces the unaudited condensed consolidated results of the Company and its subsidiaries (the "**Group**") for the six months ended 30 June 2025 (the "**Reporting Period**") together with comparative figures for the same period in 2024.

FINANCIAL HIGHLIGHTS

- Revenue for the six months ended 30 June 2025 was HK$12,672 million.

- Gross profit for the six months ended 30 June 2025 was HK$300 million.

- Profit for the six months ended 30 June 2025 was HK$133 million.

- Profit attributable to equity shareholders of the Company (the "**Shareholder(s)**") for the six months ended 30 June 2025 was HK$136 million.

- Both basic and diluted earnings per share of the Company (the "**Share**") for the six months ended 30 June 2025 were HK$0.051.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

for the six months ended 30 June 2025 – unaudited
(Expressed in Hong Kong dollars)

		Six months ended 30 June	
	Note	**2025**	2024
		HK$'000	*HK$'000*
Revenue	*4*	**12,672,225**	19,854,020
Cost of sales		**(12,372,035)**	(18,627,921)
Gross profit		**300,190**	1,226,099
Other income	*5*	**170,928**	94,452
Administrative expenses		**(290,039)**	(420,041)
Profit from operations		**181,079**	900,510
Finance income	*6(a)*	**31,010**	28,677
Finance costs	*6(a)*	**(98,770)**	(84,619)
Net finance costs		**(67,760)**	(55,942)
Share of (losses)/profits of associates		**(26,965)**	50,808
Share of profits of joint ventures		**14,788**	43,884
Profit before taxation		**101,142**	939,260
Income tax	*7*	**32,189**	(109,157)
Profit for the period		**133,331**	830,103
Attributable to:			
Equity shareholders of the Company		**136,240**	782,859
Non-controlling interests		**(2,909)**	47,244
Profit for the period		**133,331**	830,103
Earnings per share	*8*		
Basic and diluted (HK$)		**0.051**	0.294

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the six months ended 30 June 2025 – unaudited

(Expressed in Hong Kong dollars)

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Profit for the period	**133,331**	830,103
Other comprehensive income for the period (after tax and reclassification adjustments):		
Item that will not be reclassified to profit or loss:		
Equity investments at fair value through other comprehensive income-net movement in fair value reserve (non-recycling)	**1,136**	1,451
Item that may be reclassified subsequently to profit or loss:		
Exchange differences on translation	**47,039**	(54,960)
Other comprehensive income for the period	**48,175**	(53,509)
Total comprehensive income for the period	**181,506**	776,594
Attributable to:		
Equity shareholders of the Company	**182,756**	746,888
Non-controlling interests	**(1,250)**	29,706
Total comprehensive income for the period	**181,506**	776,594

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

at 30 June 2025 – unaudited

(Expressed in Hong Kong dollars)

	Note	At 30 June 2025 HK$'000	At 31 December 2024 HK$'000
Non-current assets			
Property, plant and equipment	9	**3,771,407**	3,642,781
Investment property	9	**215,656**	215,600
Right-of-use assets		**1,001,321**	1,088,373
Construction in progress		**139,617**	213,172
Intangible assets		**231,797**	243,054
Interest in associates		**721,135**	815,885
Interest in joint ventures		**198,672**	203,186
Other investments in equity securities		**57,456**	57,092
Deferred tax assets		**199,289**	134,491
Other non-current assets	10	**452,645**	424,778
Total non-current assets		**6,988,995**	7,038,412
Current assets			
Inventories	11	**549,711**	2,032,906
Trade and other receivables	12	**2,999,009**	4,379,085
Restricted bank deposits		**1,498,821**	1,988,320
Cash and cash equivalents		**2,435,165**	1,996,015
Total current assets		**7,482,706**	10,396,326
Current liabilities			
Secured bank loans	14	**1,532,862**	2,100,180
Trade and other payables	13	**2,997,806**	4,955,836
Contract liabilities		**77,666**	323,071
Lease liabilities		**115,416**	202,936
Income tax payable		**108,432**	146,899
Total current liabilities		**4,832,182**	7,728,922
Net current assets		**2,650,524**	2,667,404
Total assets less current liabilities		**9,639,519**	9,705,816

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

at 30 June 2025 – unaudited

(Expressed in Hong Kong dollars)

	Note	**At 30 June 2025** *HK$'000*	At 31 December 2024 *HK$'000*
Non-current liabilities			
Secured bank loans	*14*	**129,939**	191,345
Lease liabilities		**270,704**	314,476
Deferred income		**24,451**	25,350
Deferred tax liabilities		**36,450**	73,672
Total non-current liabilities		**461,544**	604,843
NET ASSETS		**9,177,975**	9,100,973
CAPITAL AND RESERVES			
Share capital	*15(b)*	**5,389,760**	5,410,638
Reserves		**3,399,001**	3,250,912
Total equity attributable to equity shareholders of the Company		**8,788,761**	8,661,550
Non-controlling interests		**389,214**	439,423
TOTAL EQUITY		**9,177,975**	9,100,973

NOTES TO THE UNAUDITED INTERIM FINANCIAL INFORMATION

(Expressed in Hong Kong dollars unless otherwise indicated)

1 CORPORATE INFORMATION

The Company was incorporated in the British Virgin Islands ("**BVI**") on 17 September 2007 with limited liability under the Business Companies Act of the British Virgin Islands (2004). The Group are principally engaged in the trading of coal and other products and the rendering of integrated supply chain services.

2 BASIS OF PREPARATION

The interim financial information has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited, including compliance with International Accounting Standard ("**IAS**") 34, *Interim financial reporting*, issued by the International Accounting Standards Board ("**IASB**"). It was authorised for issue on 22 August 2025.

The interim financial information has been prepared in accordance with the same accounting policies adopted in the 2024 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2025 annual financial statements. Details of these changes in accounting policies are set out in note 3.

The preparation of an interim financial information in conformity with IAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

This interim financial information contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2024 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with IFRS Accounting Standards.

The financial information relating to the financial year ended 31 December 2024 that is included in the interim financial information as comparative information does not constitute the Company's statutory annual consolidated financial statements for that financial year but is derived from those financial statements.

3 CHANGES IN ACCOUNTING POLICIES

The Group has applied the amendments to IAS 21, *The effects of changes in foreign exchange rates – Lack of exchangeability* issued by the IASB to this interim financial information for the current accounting period. The amendments do not have a material impact on this interim information as the Group has not entered into any foreign currency transactions in which the foreign currency is not exchangeable into another currency.

The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

4 REVENUE AND SEGMENT REPORTING

The Group is principally engaged in trading of coal and other products and rendering of integrated supply chain services. Revenue represents the sales value of goods sold, net of value added tax and other sales taxes and is after any trade discounts, and revenue from rendering of integrated supply chain services.

(a) Disaggregation of revenue

Disaggregation of revenue from contracts with customers by major products or service lines and geographical location of customers is as follows:

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Revenue from contracts with customers within the scope of IFRS 15		
Disaggregated by major products or service lines		
– Coal	**9,667,908**	16,858,477
– Rendering of integrated supply chain services	**1,802,424**	2,100,552
– Oil and petrochemical products	**1,024,038**	746,656
– Coke	**89,018**	–
– Iron ore	**77,356**	112,917
– Others	**11,481**	35,418
	12,672,225	19,854,020

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Disaggregated by geographical location of customers		
– The PRC (including Hong Kong, Macau and Taiwan)	**8,519,404**	14,942,943
– Indonesia	**1,219,331**	1,835,536
– Mongolia	**633,834**	422,881
– South Korea	**582,729**	713,909
– Malaysia	**554,927**	1,011,534
– India	**345,855**	295,276
– Vietnam	**293,593**	128,650
– Japan	**286,228**	503,291
– Canada	**180,359**	–
– Others	**55,965**	–
	12,672,225	19,854,020

Disaggregation of revenue from contracts with customers by the timing of revenue recognition is disclosed in note 4(b).

The geographical location of customers is based on the location at which the services were provided or the goods delivered.

(b) Information about profit or loss, assets and liabilities

Disaggregation of revenue from contracts with customers by timing of revenue recognition, as well as information regarding the Group's reportable segments as provided to the Group's most senior executive management for the purposes of resource allocation and assessment of segment performance for the period is set out below.

	Trading of coal and other products		**Rendering of integrated supply chain services**		**Total**	
	2025	2024	**2025**	2024	**2025**	2024
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
For the six months ended 30 June						
Disaggregated by timing of revenue recognition						
Point in time	**10,869,801**	17,753,468	**1,020,845**	1,781,391	**11,890,646**	19,534,859
Over time	**–**	–	**781,579**	319,161	**781,579**	319,161
Revenue from external customers	**10,869,801**	17,753,468	**1,802,424**	2,100,552	**12,672,225**	19,854,020
Inter-segment revenue	**–**	–	**192,145**	488,995	**192,145**	488,995
Reportable segment revenue	**10,869,801**	17,753,468	**1,994,569**	2,589,547	**12,864,370**	20,343,015
Reportable segment (loss)/profit (adjusted EBITDA)	**(39,825)**	480,835	**486,218**	707,816	**446,393**	1,188,651
Interest income	**12,312**	15,026	**18,698**	13,651	**31,010**	28,677
Interest expense	**(38,562)**	(46,765)	**(17,426)**	(16,562)	**(55,988)**	(63,327)
Depreciation and amortisation	**(25,374)**	(47,842)	**(257,896)**	(155,355)	**(283,270)**	(203,197)
Reversal of provision/(provision) for impairment losses on trade and other receivables	**19,773**	7,562	**(13,994)**	2,186	**5,779**	9,748
Additions to non-current segment assets during the period	**78,097**	179,366	**200,986**	319,605	**279,083**	498,971
As at 30 June/31 December						
Reportable segment assets (including interest in associates and joint ventures)	**8,249,638**	11,333,992	**7,183,375**	7,296,415	**15,433,013**	18,630,407
Reportable segment liabilities	**3,608,731**	6,446,609	**2,700,714**	2,996,745	**6,309,445**	9,443,354

The measure used for reporting segment profit is "adjusted EBITDA" i.e. "adjusted earnings before interest, taxes, depreciation and amortisation", where "interest" is regarded as including investment income and "depreciation and amortisation" is regarded as including impairment of non-current assets and reversal of provision/(provision) for impairment losses on trade and other receivables.

(c) Reconciliations of reportable segment profit or loss

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Reportable segment profit	**446,393**	1,188,651
Depreciation and amortisation	**(283,270)**	(203,197)
Net finance costs	**(67,760)**	(55,942)
Reversal of provision/(provision) for impairment losses on trade and other receivables	**5,779**	9,748
Consolidated profit before taxation	**101,142**	939,260

5 OTHER INCOME

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Net realised and unrealised gain on derivative financial instruments and structured deposits products *(note)*	**150,246**	60,965
Government grants	**7,914**	31,007
Others	**12,768**	2,480
	170,928	94,452

Note: Net realised and unrealised gain on derivative financial instruments mainly represented the net gain from commodity futures contracts entered into by the Group during the period ended 30 June 2025 and 2024.

6 PROFIT BEFORE TAXATION

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

(a) Net finance costs

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Interest income	**(31,010)**	(28,677)
Finance income	**(31,010)**	(28,677)
Interest on secured bank loans	**30,814**	22,715
Interest on discounted bills receivable	**14,041**	26,416
Interest on lease liabilities	**11,133**	14,196
Total interest expense	**55,988**	63,327
Foreign exchange loss, net	**35,789**	10,373
Bank and other charges	**6,993**	10,919
Finance costs	**98,770**	84,619
Net finance costs	**67,760**	55,942

(b) Staff costs

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Salaries, wages, bonus and other benefits	**332,447**	417,225
Contributions to defined contribution retirement plan	**24,636**	18,491
	357,083	435,716

(c) **Other items**

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Amortisation and depreciation		
– property, plant and equipment and right-of-use assets	**271,023**	192,076
– intangible assets	**12,247**	11,121
(Reversal of provision)/provision for impairment losses on trade and other receivables		
– trade receivables	**(7,431)**	(9,444)
– other receivables	**1,652**	(304)
Cost of inventories		
– carrying amount of inventories sold	**10,798,385**	16,835,005
– write-down of inventories	**27,743**	144,710

7 INCOME TAX

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Current tax-Hong Kong Profits Tax		
Provision for the period	**12,595**	13,987
Current tax-Outside of Hong Kong		
Provision for the period	**49,411**	120,061
Pillar Two income taxes	**6,247**	–
Under-provision in respect of prior years	**1,578**	7,562
Deferred Tax		
Origination and reversal of temporary differences	**(102,020)**	(32,453)
	(32,189)	109,157

Pursuant to the rules and regulations of the BVI, the Group is not subject to any income tax in the BVI.

The provision for Hong Kong Profits Tax is calculated at 16.5% (2024: 16.5%) of the estimated assessable profits for the period.

The provision for PRC current income tax is based on a statutory rate of 25% (2024: 25%) of the assessable profit as determined in accordance with the relevant income tax rules and regulations of the PRC.

According to Cai Shui [2020] No.31 Notice on Preferential Corporate Income Tax Policies for the Hainan Free Trade Port, certain subsidiaries of the Group are entitled to a preferential tax rate of 15% from 1 January 2021 to 31 December 2027.

Pursuant to Caishui [2011] No. 58 Notice on Issues Concerning Relevant Tax Policies to In-depth Implementation of the Western Development Strategy, Announcement [2012] No. 12 Public Announcement on Corporate Income Tax Issues Relating to In-depth Implementation of the Western Development Strategy and Announcement [2020] No. 23 Public Announcement on Continuation of Corporate Income Tax policy Relating to the Western Development Strategy, certain subsidiaries of the Group, being enterprises engaged in state encouraged industries established in the specified western regions, are taxed at a preferential income tax rate of 15% till 31 December 2030.

The PRC Corporate Income Tax Law allows enterprises to apply for certificate of "High and New Technology Enterprise" ("**HNTE**"), which entitles the qualified companies to a preferential income tax rate of 15%, subject to fulfilment of the recognition criteria. One subsidiary is qualified as a HNTE. The Company obtained its certificate of HNTE on 29 October 2024 and is subject to income tax at 15% from 1 January 2024 to 31 December 2026.

Taxation for other overseas subsidiaries is charged at the appropriate current rates of taxation ruling in the relevant countries.

Pillar Two income taxes

The Organisation for Economic Co-operation and Development ("**OECD**") published Pillar Two model rules in December 2021, with the effect that a jurisdiction may enact domestic tax-laws ("**Pillar Two legislation**") to implement the Pillar Two model rules on a worldwide agreed common approach. The Group mainly operates in the Mainland China, Singapore, Hong Kong and Mongolia. In Mainland China, the Company may be subject to the risk of Pillar Two income taxes although the legislation is not in substance enacted or enacted.

The Group is subject to the global minimum top-up tax under Pillar Two tax legislation. The top-up tax relates to the Group's operations in Singapore. In Singapore, the Subsidiary receives government support through additional tax deductions that reduce its effective tax rate to below 15% and is subject to a domestic minimum top-up tax which became effective in January 2025. The Group recognised a current tax expense of HK$6,247,000 related to the top-up tax in the six months ended 30 June 2025 (six months ended 30 June 2024: HK$ nil).

8 EARNINGS PER SHARE

(a) Basic earnings per share

The calculation of basic earnings per share for the six months ended 30 June 2025 is based on profit attributable to equity shareholders of the Company of HK$136,240,000 (six months ended 30 June 2024: HK$782,859,000) and the weighted average number of ordinary shares of 2,646,823,000 (six months ended 30 June 2024: 2,663,980,000 shares) in issue during the six months ended 30 June 2025, calculated as follows:

Weighted average number of ordinary shares (basic):

	Six months ended 30 June	
	2025	2024
	'000	*'000*
Issued ordinary shares at 1 January	**2,696,547**	2,705,997
Effect of purchase of own shares	**(15,995)**	(8,288)
Effect of purchase of shares held by the employee share trusts *(note)*	**(33,729)**	(33,729)
Weighted average number of ordinary shares (basic) as at 30 June	**2,646,823**	2,663,980

Note: The shares held by the employee share trusts are regarded as treasury shares.

(b) Diluted earnings per share

For the six months ended 30 June 2025 and 2024, basic and diluted earnings per share were the same as there were no potentially dilutive ordinary shares in issue during the period.

9 PROPERTY, PLANT AND EQUIPMENT AND INVESTMENT PROPERTY

(a) Acquisitions and disposals

During the six months ended 30 June 2025, the Group acquired items of property, plant and equipment with the amount of HK$181,442,000 (six months ended 30 June 2024: HK$121,136,000). On the other hand, items of property, plant and equipment with a net book value of HK$9,090,000 were disposed of during the six months ended 30 June 2025 (six months ended 30 June 2024: HK$117,271,000), resulting in a gain on disposal of HK$1,052,000 (six months ended 30 June 2024: HK$3,890,000).

(b) Transfer from construction in progress

During the six months ended 30 June 2025, construction in progress with a cost of HK$115,589,000 (six months ended 30 June 2024: HK$146,039,000) has been transferred into property, plant and equipment.

(c) As at 30 June 2025, property ownership certificates of certain properties of the Group with an aggregate net book value of HK$124,379,000 (31 December 2024: HK$237,276,000) are yet to be obtained, the Group is in the progress of applying for registration of the ownership certificates for such properties.

(d) As at 30 June 2025, property, plant and equipment of the Group of HK$660,262,000 (31 December 2024: HK$823,626,000) have been pledged as collateral for the Group's borrowings (see note 14), bills payable (see note 13) and lease liabilities.

10 OTHER NON-CURRENT ASSETS

	At 30 June 2025	At 31 December 2024
	HK$'000	*HK$'000*
Loan to a joint venture *(note)*	**388,745**	361,652
Advance payments for property and equipment and construction in progress	**63,900**	63,126
	452,645	424,778

Note:

In 2023 and 2024, the Group entered into certain loan agreements ("**the Previous Loan Agreement**") with one of the Group's joint ventures (the "**Joint Venture**") of which the ultimate owner of the other shareholder on the Joint Venture operates logistic services in Mongolia. The maximum cap under the Previous Loan Agreements is US$45,000,000, with the maturity date of 2031 and interest rate of 7% per annum. Meanwhile the respective loan was simultaneously provided to a fellow subsidiary of the other shareholder of the Joint Venture with identical terms to finance its purchase of logistics facilities. According to the agreements, the purchased logistics facilities would be pledged to the Joint Venture and eventually pledged to the Group as collateral of the loan. The Group entered into a further loan agreement (the "**2025 Loan Agreement**") with Joint Venture in the first half of 2025. The terms of 2025 Loan Agreement were identical to those of the Previous Loan Agreement, with a maximum cap of US$9,000,000.

In the first half of 2025, the Group provided an additional loan of US$4,800,000 (equivalent to HK$37,679,000) to the Joint Venture under the 2025 Loan Agreement. Following a principal repayment of US$2,853,000 (equivalent to HK$22,399,000) received during the first half of 2025, the outstanding loan balance due from the Joint Venture as of 30 June 2025 amounted to US$44,608,000 (equivalent to HK$350,167,000), and the accrued interest amounted to US$4,914,000 (equivalent to HK$38,578,000).

11 INVENTORIES

Inventories in the consolidated statement of financial position comprise:

	At 30 June 2025 *HK$'000*	At 31 December 2024 *HK$'000*
Coal	**461,452**	1,950,968
Others	**88,259**	81,938
	549,711	2,032,906

At 30 June 2025, none of inventories of the Group (31 December 2024: HK$224,968,000) have been pledged as collateral for the Group's borrowings (see note 14) and bills payable (see note 13).

12 TRADE AND OTHER RECEIVABLES

As of the end of the reporting period, the ageing analysis of trade debtors and bills receivable (which are included in trade and other receivables), based on the invoice date and net of loss allowance, is as follows:

	At 30 June 2025 *HK$'000*	At 31 December 2024 *HK$'000*
Within 3 months	**854,259**	1,689,914
3 to 6 months	**29,530**	18,953
6 to 12 months	**1,068**	-
Trade debtors and bills receivable, net of loss allowance	**884,857**	1,708,867
Bank acceptance bill	**708,384**	1,108,107
Other debtors	**82,471**	166,769
Financial assets measured at amortised cost	**1,675,712**	2,983,743
Deposits and prepayments	**840,004**	819,419
Other tax recoverable	**367,772**	376,329
Derivative financial instruments *(note)*	**115,521**	87,414
Investment in structured deposit products	**–**	112,180
	2,999,009	4,379,085

Note: As at 30 June 2025 and 31 December 2024, derivative financial instruments mainly represented the fair value of commodity futures contracts entered into by the Group.

At 30 June 2025, bills receivable of the Group of HK$510,513,000 (31 December 2024: HK$878,163,000) have been pledged as collateral for the Group's borrowings (see note 14) and bills payable (see note 13).

13 TRADE AND OTHER PAYABLES

As at the end of the reporting period, the ageing analysis of trade and bills payables, based on the invoice date, is as follows:

	At 30 June 2025 *HK$'000*	At 31 December 2024 *HK$'000*
Within 3 months	**880,603**	2,802,014
More than 3 months but less than 6 months	**1,021,902**	648,452
More than 6 months but less than 1 year	**209,323**	94,623
More than 1 year	**8,928**	25,540
Total trade and bills payables	**2,120,756**	3,570,629
Payables in connection with construction projects	**49,710**	119,912
Payables for purchase of equipment and motor vehicles	**159,490**	357,604
Payables for staff related costs	**88,788**	301,917
Payables for other taxes	**97,957**	58,151
Dividends payable	**85,752**	217,781
Others	**395,353**	329,842
Financial liabilities measured at amortised cost	**2,997,806**	4,955,836

The Group's bills payable are analysed as follows:

	At 30 June 2025 *HK$'000*	At 31 December 2024 *HK$'000*
Secured by restricted bank deposits, bills receivable and structured deposits	**1,287,555**	1,970,417
Secured by restricted bank deposits, property, plant and equipment, land use rights and inventories	**214,206**	218,185
Secured by restricted bank deposits and credit guarantee	**231,993**	37,942
	1,733,754	2,226,544

14 SECURED BANK LOANS

The secured bank loans are analysed as follows:

	At 30 June 2025 *HK$'000*	At 31 December 2024 *HK$'000*
Secured by bills receivable and restricted bank deposits	**357,613**	643,655
Secured by restricted bank deposits, property, plant and equipment, land use rights and inventories	**655,191**	711,745
Secured by restricted bank deposits and credit guarantee	**649,997**	936,125
	1,662,801	2,291,525

15 CAPITAL, RESERVES AND DIVIDENDS

(a) Dividends

(i) Dividends payable to equity shareholders attributable to the interim period

	Six months ended 30 June 2025 *HK$'000*	2024 *HK$'000*
Interim dividend declared and paid after the interim period of HK$ nil per share (six months ended 30 June 2024: HK$0.073 per share)	**–**	195,715

The interim dividend had not been recognised as a liability at the end of the reporting period.

(ii) Dividends payable to equity shareholders attributable to the previous financial year, approved during the interim period

	Six months ended 30 June 2025 *HK$'000*	2024 *HK$'000*
Final dividend in respect of the previous financial year, approved during the following interim period, of HK$0.013 per share (six months ended 30 June 2024: HK$0.118)	**34,667**	319,509

(b) Share capital

	2025		2024	
	No. of shares		*No. of shares*	
	'000	***HK$'000***	*'000*	*HK$'000*
Ordinary shares, issued and fully paid:				
Existing shares at 1 January	**2,696,547**	**5,410,638**	2,705,997	5,420,519
Cancellation of repurchased shares *(note)*	**(23,458)**	**(20,878)**	(9,450)	(9,881)
At 30 June 2025/31 December 2024	**2,673,089**	**5,389,760**	2,696,547	5,410,638

Note: During the six months ended 30 June 2025, the Company cancelled in aggregate of 23,458,000 its own shares from the open market (six months ended 30 June 2024: 7,820,000).

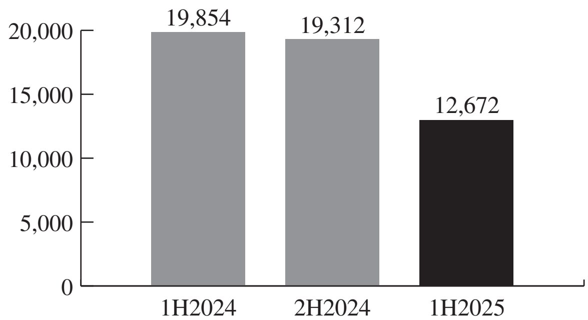
16 COMPARATIVE FIGURES

Certain comparative figures have been adjusted to conform to current period's presentation.

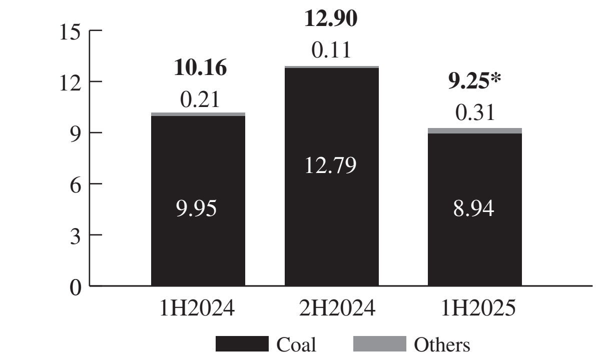
MANAGEMENT DISCUSSION AND ANALYSIS

I. OVERVIEW

Revenue *(in HK$ million)*

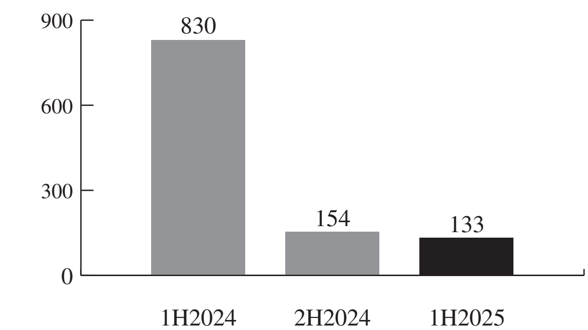


Supply Chain Trading Volume *(million tonnes)*

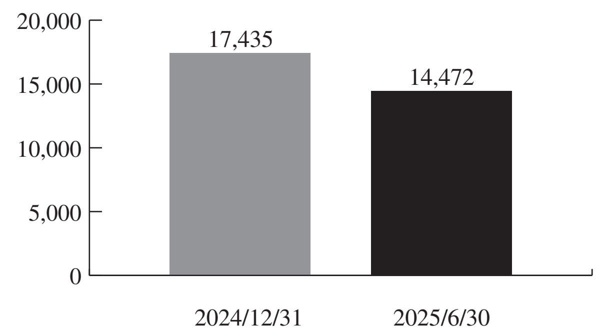


* Excluding sales volume of approximately 4.83 million tonnes of Mongolia coal traded through Xianghui Energy (Xiamen) Co., Ltd.* (象暉能源(廈門)有限公司), an associate of the Group.

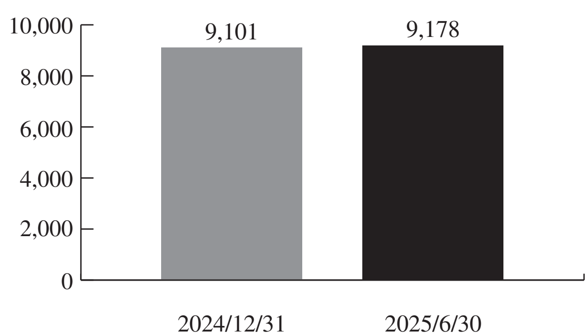
Net Profit *(in HK$ million)*



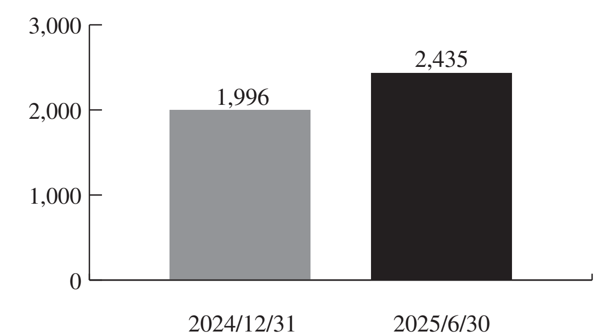
Total Assets *(in HK$ million)*



Total Equity *(in HK$ million)*



Cash and Cash Equivalents *(in HK$ million)*



II. FINANCIAL REVIEW

1. Revenue Overview

In the first half of 2025, coking coal prices sustained the downward trajectory initiated in the second half of 2024, primarily attributable to excess supply and prevailing pessimistic market sentiment. On the supply side, the output of the main domestic production areas of coking coal increased; while import volumes moderated due to profit inversion and the retreat of U.S. coal from the market, the overall supply remained relatively high. On the demand side, downstream customers generally maintain a low inventory strategy and engage in purchases strictly on an as-needed basis. At the same time, the tariffs imposed by the US government have exacerbated the uncertainty of the international trade landscape, further curbing market vitality and yielding subdued demand dynamics. Affected by various factors, the price of coking coal continues to be under pressure, once falling to the lowest level since 2021, the average price of which in the first half of 2025 was US$175 per ton, down by early 40.00% compared to the first half of 2024.

In the first half of 2025, in such a challenging market landscape, the Company recorded a consolidated revenue of approximately HK$12,672 million, representing a decrease of approximately 36.17% compared to approximately HK$19,854 million for the first half of 2024. This decrease was mainly due to a year-on-year decline in coal prices, which led to a 42.65% drop in coal trading revenue compared to the same period last year.

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Disaggregated by major products or service lines		
– Coal	**9,667,908**	16,858,477
– Rendering of integrated supply chain services	**1,802,424**	2,100,552
– Oil and petrochemical products	**1,024,038**	746,656
– Coke	**89,018**	–
– Iron ore	**77,356**	112,917
– Others	**11,481**	35,418
	12,672,225	19,854,020

In the first half of 2025, although the composition of China's coking coal imports underwent a degree of adjustment compared to preceding years, the imports still primarily consist of Mongolian coal and seaborne coal from other markets. The Group steadfastly pursued its global expansion strategy and continuously expanded its business footprints. Its overseas markets primarily include Indonesia, Mongolia, South Korea, Malaysia, India, Vietnam, Japan, etc. During the first half of 2025, the Group's revenue from outside of the People's Republic of China (the "**PRC**") (including Hong Kong, Macau, and Taiwan) amounted to approximately HK$4,153 million, with its proportion of total revenue increasing from 24.74% in the same period of 2024 to 32.78%.

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
– The PRC (including Hong Kong, Macau and Taiwan)	**8,519,404**	14,942,943
– Indonesia	**1,219,331**	1,835,536
– Mongolia	**633,834**	422,881
– South Korea	**582,729**	713,909
– Malaysia	**554,927**	1,011,534
– India	**345,855**	295,276
– Vietnam	**293,593**	128,650
– Japan	**286,228**	503,291
– Canada	**180,359**	–
– Others	**55,965**	–
	12,672,225	19,854,020

For the first half of 2025, the revenue from the Group's top five customers accounted for 39.62% of the total revenue, whereas the same ratio was 47.22% in the first half of 2024. These customers are mainly large-scale, state-owned steel groups in China, all of which are in leading positions in the industry.

Supply Chain Trading

For the first half of 2025, the Group's supply chain trading business sector recorded a revenue of approximately HK$10,870 million, representing approximately 85.78% of the total revenue. This sector generates income by providing commodities trading services to end customers, covering diversified commodities including, among others, coal products, oil and petrochemical products, coke and iron ore.

The revenue generated from coal products decreased by approximately 42.65% from approximately HK$16,858 million in the first half of 2024 to approximately HK$9,668 million in the first half of 2025. This was primarily due to the sustained pressure on the coal market, leading to an approximate 40.00% decrease in the average price of premium coking coal compared to the previous year. In the context of a nearly 10.00% year-over-year contraction in China's aggregate coking coal imports, the Group vigilantly monitored market fluctuations in its trading business, pursued optimized sales on selective basis, and maintained a relatively stable market share.

Integrated Supply Chain Services

For the first half of 2025, the Company recorded a revenue of approximately HK$1,802 million from the integrated supply chain services segment, representing a decrease of approximately 14.19% compared to approximately HK$2,101 million in the first half of 2024. Within this segment, the mining services recorded a mining service volume of approximately 18.69 million m^3, a revenue of approximately HK$623 million and a gross profit of approximately HK$81 million; among these figures, TTJV Co. LLC. contributed approximately 15.01 million m^3 in mining service volume, approximately HK$460 million in revenue, and approximately HK$61 million in gross profit.

In the first half of 2025, Mongolia's coal exports exhibited a concurrent diminution in both volume and price, principally attributable to the sustained weakness in procurement sentiment among China's customers. According to The General Administration of Customs of the PRC, the aggregate quantum of coal imported into China from Mongolia during the first half of 2025 totalled 37.22 million tons, accounting for approximately 16.79% of China's total coal imports, representing a decrease of approximately 4.71% compared with the same period in 2024. Among them, imports from the Gants Mod Port approximated 17.06 million tons, representing a year-on-year decrease of approximately 15.92%. The price of Mongolian 5# raw coal at Gants Mod Port fell from RMB920 per ton at the beginning of the year to the lowest RMB700 per ton, the largest decline of approximately 23.91%. In the first half of 2025, the average short-haul freight rate at the Gants Mod Port was approximately RMB59 per ton, a decrease of approximately 35.43% compared to the same period in 2024. Despite numerous market challenges, the Group actively responded to market volatilities, assiduously diversified into emergent commodities such as furnace-grade coking coal, leveraged its end-to-end supply chain services advantages, implemented stringent cost control protocols across all operational stages, and thereby sustained its prevailing market share with the increase in transaction volume at every port.

Business Prospects

In the face of the inherent cyclicity of the commodities industry, the Group is fully confident and capable of withstanding the pressures by deepening customer service, expanding value-added business, optimizing sales strategies, and executing cost control internally to stabilize its position in the industry, maintain market share and navigate through cycles.

2. Cost of Sales and Procurement

Cost of sales for the first half of 2025 was approximately HK$12,372 million, representing approximately 33.58% decrease compared to approximately HK$18,628 million in the first half of 2024. This was mainly due to the decrease in coal trading prices, which resulted in a corresponding reduction in costs.

Procurement costs are the main costs incurred by the supply chain trading segment. The procurement costs mainly comprise: (i) the purchase price of commodities; and (ii) transportation costs from relevant suppliers to the border-crossing or ports in the relevant countries where the customers are located. The below table sets out our procurement details for different types of commodities.

	Six months ended 30 June			
	2025		2024	
	Procurement volume	**Procurement amounts**	Procurement volume	Procurement amounts
	'000 tonnes	***HK$'000***	*'000 tonnes*	*HK$'000*
Coal	**7,385**	**7,208,249**	8,719	13,881,556
Oil and petrochemical products	**141**	**1,015,160**	82	739,631
Coke	**92**	**105,645**	–	–
Iron ore	**93**	**66,740**	110	95,992
	7,711	**8,395,794**	8,911	14,717,179

In the first half of 2025, the total procurement amount was approximately HK$8,396 million, of which, the procurement amount from top five suppliers accounted for approximately 36.46% and such suppliers are mainly the leading coking coal suppliers in the world. None of the Director or their close associates (as defined under the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**")), or shareholder of the Company owning more than 5% of the issued shares in the Company, has any interest in any of our suppliers.

3. Gross Profit

The Company recorded approximately HK$300 million in gross profit for the first half of 2025. In response to the market downturn, we actively managed risks by using futures to hedge against risks, achieving an overall business gross profit (including futures-end profits) of approximately HK$456 million, while the supply chain trading segment's gross profit (including futures-end profits) stood at approximately HK$167 million. Meanwhile, the business team closely monitored market changes and chose optimal sales strategies, with the proportion of overseas sales trading amounting to 26.34% of the Group's total revenue, an increase from 22.63% in the same period of 2024. On the other hand, owing to the Company's integrated supply chain framework, we actively and continuously reduced costs and increased efficiency in the face of market challenges, while deeply exploring profit margins and maintaining resilience. In the first half of 2025, we achieved a gross profit of HK$289 million.

4. Administrative Expenses

The Group recorded administrative expenses of approximately HK$290 million for the first half of 2025, representing a decrease of approximately 30.95% compared to administrative expenses of approximately HK$420 million for the first half of 2024. This was primarily due to a 39.42% reduction in staff costs.

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Staff costs	**172,481**	284,726
Reversal of provision for impairment losses on trade and other receivables	**(5,779)**	(9,748)
Others	**123,337**	145,063
	290,039	420,041

5. Other Income

The Group recorded an other income of approximately HK$171 million for the first half of 2025, compared to the other income of approximately HK$94 million for the first half of 2024. This was mainly due to using derivative instruments for hedging purposes whereby the Company generated approximately HK$156 million in gains from the futures market.

6. Net Finance Costs

The Group recorded net finance costs of approximately HK$68 million for the first half of 2025, representing an increase of approximately 21.43% compared to the net finance costs of approximately HK$56 million for the first half of 2024. The increase stemmed mainly from unrealised foreign-exchange losses on intercompany balances between domestic and overseas subsidiaries caused by exchange-rate fluctuations.

	Six months ended 30 June	
	2025	2024
	HK$'000	*HK$'000*
Interest income	**(31,010)**	(28,677)
Finance income	**(31,010)**	(28,677)
Interest on secured bank loans	**30,814**	22,715
Interest on discounted bills receivable	**14,041**	26,416
Interest on lease liabilities	**11,133**	14,196
Total interest expense	**55,988**	63,327
Foreign exchange loss, net	**35,789**	10,373
Bank and other charges	**6,993**	10,919
Finance costs	**98,770**	84,619
Net finance costs	**67,760**	55,942

7. Profit attributable to Equity Shareholders and Earnings per Share

The profit attributable to equity shareholders was approximately HK$136 million for the first half of 2025, representing a decrease of approximately 82.63% compared to the profit attributable to equity shareholders of approximately HK$783 million in the first half of 2024.

Both basic and diluted earnings per share were HK$0.051 for the six months ended 30 June 2025.

8. Inventories

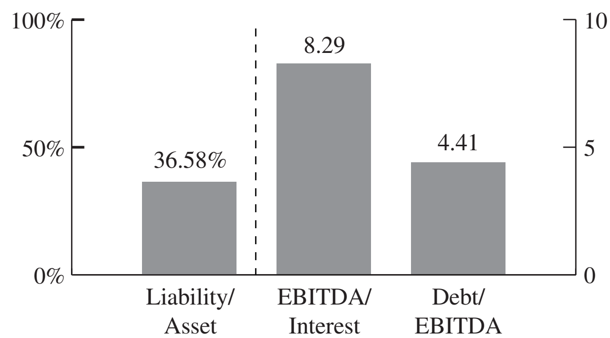
	At 30 June 2025 *HK$'000*	At 31 December 2024 *HK$'000*
Coal	**461,452**	1,950,968
Others	**88,259**	81,938
	549,711	2,032,906

As at 30 June 2025, the amount of inventories was approximately HK$550 million, representing a decrease of approximately 72.95% compared to approximately HK$2,033 million as at 31 December 2024. In response to the challenging market environment, the Group accelerated inventory turnover and reduced inventory levels, thereby enhancing capital efficiency.

9. Indebtedness and Liquidity

As at 30 June 2025, the total amount of bank loans owed by the Group was approximately HK$1,663 million. The interest rates on these loans range from 0.65% to 5.91% per annum, whereas the range for the same period in 2024 was from 1.57% to 7.36%. The Group's gearing ratio as at 30 June 2025 was 36.58%, representing a decrease from 47.80% as at 31 December 2024. The Group calculates the gearing ratio on the basis of total liabilities divided by total assets. In the first half of 2025, the EBITDA-to-interest ratio decreased from 17.43 to 8.29 compared to the the same period last year, while the debt-to-EBITDA ratio increased from 2.20 to 4.41. The change was driven by lower profits in the first half of 2025.

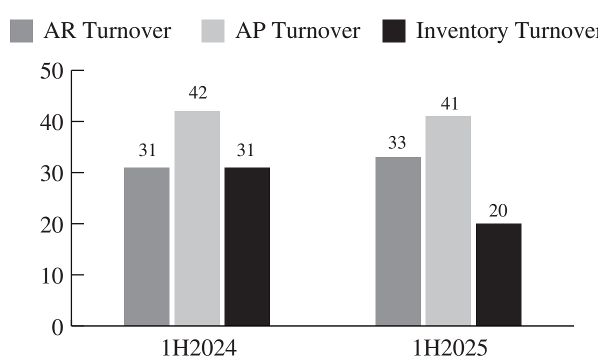
Indebtedness and Liquidity



10. Working Capital

For the first half of 2025, our accounts receivable turnover days, accounts payable turnover days, and inventory turnover days were approximately 33 days, 41 days, and 20 days, respectively. As a result, the overall cash conversion cycle was approximately 12 days, which was 8 days shorter than the Group's cash conversion cycle in the first half of 2024.

Working Capital



11. Pledge of Assets

At 30 June 2025, bank loans amounting to HK$650 million (31 December 2024: HK$936 million) together with bills payable amounting to HK$232 million (31 December 2024: HK$38 million) had been secured by credit guarantee with a guarantee amount of HK$777 million (31 December 2024: HK$959 million) provided by subsidiaries of the Group and restricted bank deposits with an aggregate carrying value of HK$105 million (31 December 2024: HK$15 million).

At 30 June 2025, bank loans amounting to HK$655 million (31 December 2024: HK$712 million) together with bills payable amounting to HK$214 million (31 December 2024: HK$218 million) had been secured by restricted bank deposits with an aggregate carrying value of HK$94 million (31 December 2024: HK$70 million), property, plant and equipment with an aggregate carrying value of HK$646 million (31 December 2024: HK$782 million), land use rights with an aggregate carrying value of HK$353 million (31 December 2024: HK$121 million), and inventories with an aggregate carrying value of HK$ nil (31 December 2024: HK$225 million).

At 30 June 2025, bank loans amounting to HK$358 million (31 December 2024: HK$644 million), together with bills payable amounting to HK$1,288 million (31 December 2024: HK$1,970 million), had been secured by trade and bills receivable HK$511 million (31 December 2024: HK$878 million), restricted bank deposits HK$1,215 million (31 December 2024: HK$1,718 million), and structured deposits HK$ nil (31 December 2024: HK$112 million).

At 30 June 2025, lease liabilities amounting to HK$51 million (31 December 2024: HK$73 million) have been secured by property, plant and equipment with an aggregate carrying value of HK$14 million (31 December 2024: HK$41 million), and land use rights with an aggregate carrying value of HK$27 million (31 December 2024: HK$40 million).

12. Cash Flow

For the first half of 2025, the Group generated net cash inflow from operating activities of approximately HK$1,533 million compared to approximately HK$379 million net cash inflow during the same period in 2024, representing a year-on-year increase of 304.49%. The increase in the net cash inflow from operating activities in the first half of 2025 was mainly attributable to the Group's proactive responses to market challenges: it reduced inventory and accelerated turnover to speed up cash recovery, which not only facilitates the ongoing mitigation of risks amid the challenging market landscape but also enables the Company to seize more opportunities amid changes.

For the first half of 2025, the Group had a net cash outflow from investing activities of approximately HK$127 million compared to approximately HK$748 million net cash outflow during the same period in 2024, representing a year-on-year decrease of 83.02%. The cash outflow from investing activities in the first half of 2025 was approximately HK$550 million which was mainly attributable to approximately HK$513 million expenditures on mining-related equipment, the development of ancillary facilities at domestic and overseas logistics parks, coal-washing-plant development and associated equipment, and other property investments. The cash inflows from investing activities amounted to approximately HK$423 million, driven by an additional HK$234 million recovered from the futures leg of the integrated spot-and-futures business and HK$99 million in dividends received from an associate and joint ventures.

For the first half of 2025, the Group had a net cash outflow from financing activities of approximately HK$997 million compared to approximately HK$379 million net cash outflow during the same period in 2024, representing a year-on-year increase of 163.06%. The net cash outflow from financing activities in the first half of 2025 was mainly attributable to the loan repayments of approximately HK$624 million, the payment of dividends of approximately HK$217 million, and the financial lease repayment of approximately HK$97 million.

III. WORKING CAPITAL AND FINANCIAL POLICY

The Group managed its funds by pre-planning and real-time monitoring measures. The Group raised funds through business activities, discount of notes receivable, factoring of accounts receivable, banking facilities from domestic and overseas banks, and bond financing, so as to ensure the expenditure for business operation, loan repayment and capital expenditure. In the first half of 2025, the Group's main financing methods were discounted notes receivable, discounted letters of credit and banking facilities.

The Group has always adopted prudent and conservative approach to treasury management. Internally, we administer funding allocation quota of each business department, compelling the business departments to reduce the level of inventory, prepaid accounts and receivables, and demanded advance payment from customers when selling products and services, thereby enhancing cash turnover ratios and diminishing working capital requirements for daily operations. We actively explore novel financing channels. Payment by financing leasing was given priority in capital expenditure.

The main currencies of the Company's business and operation were US dollars and Renminbi. For the business for which purchases were made in US dollars and sales were made in Renminbi, the Company paid close attention to the exchange rate of US dollars to Renminbi. In the fluctuation of foreign exchange rate, the Company strategically conducted transactions in favourable currencies and used foreign exchange derivatives to avoid exchange rate fluctuation risks and lock in business profits during business operations.

IV. RISK FACTORS

The operation of the Group involves certain risks, some of which are beyond our control. The risks set out below are those that the Group currently believes may materially affect its performance and financial condition. However, this should not be taken as an exhaustive list as there may be additional risks and uncertainties not currently known to the Group, or those which are currently deemed to be immaterial, but may become material in the future and which may adversely affect the Group's business, results of operations, financial condition and prospects.

1. **Volatility of Commodities Prices**

The market prices of commodities are volatile and are affected by numerous factors that are beyond our control. These include international supply and demand, the level of consumer product demand, international economic trends, global or regional political events and international events, as well as a range of other market forces. The combined effects of any or all of these factors on commodities prices are impossible for us to predict. There can be no assurance that global and domestic commodities prices will continue to remain at a profitable level. Under the circumstances that our business fails to remain at a profitable level, there would be material and adverse effects on our financial condition.

2. **Dependence on the Steel Industry**

The revenue of the Group was mainly generated from commodities trading services of coking coal products, which is heavily dependent on the demand for coking coal from steel mills and coke plants in China and international market. The steel industry's demand for metallurgical coal is affected by a number of factors including the cyclical nature of that industry's business, technological developments in the steel-making process and the availability of substitutes for steel such as aluminum, composites and plastics.

3. **Liquidity Risk**

Our policy is to regularly monitor the Group's liquidity requirements and compliance with lending covenants, to ensure that the Group maintains sufficient reserves of cash and adequate committed lines of funding from major financial institutions to meet its liquidity requirements in both short and longer term. The Group made great efforts to maintain existing financing facilities and expand to new facilities in banks, state-owned companies, and other financial institutions to satisfy capital requirements of the Group from the development of its trading businesses.

4. **Currency Risk**

Over 56.97% of the Group's turnover in the first half of 2025 were denominated in Renminbi. Over 59.25% of the Group's procurement costs, and some of our operating expenses, were denominated in US dollars. The exchange rates between Renminbi and US dollars and other currencies vary from time to time due to the influence from the political and economic changes in China and the world, as well as the Chinese governance fiscal and currency policy. Fluctuations in exchange rates may adversely affect the value of the Group's net assets, earnings or any declared dividends as Renminbi is translated or converted into US dollars or Hong Kong dollars. The Group has mostly locked the currency risk of related commodities trading businesses by adopting corresponding exchange rate management policies and derivatives hedging approaches, however, any unfavourable movement in the exchange rate may still lead to an increase in the costs of the Group or a decline in sales, which could materially affect the Group's results of operations.

5. **Fair Value Measurement**

Certain of the Group's financial assets and liabilities are carried at fair value.

V. HUMAN RESOURCES

Employee Overview

The Group aims to set up a performance-oriented compensation and benefit system while balancing the internal and external market in different job positions. As at 30 June 2025, the Company had subsidiaries or branch offices in China (including Hong Kong and Macau), Singapore, Mongolia and other countries and regions. The Group has entered into formal employment contracts with all employees and pays all mandatory social insurances in full in the relevant countries and regions in strict compliance with the applicable laws and regulations.

As at 30 June 2025, the Group had 2,384 full-time employees (excluding 894 labor dispatch workers from its subsidiaries in the PRC). Detailed figures by category of employees are as follows:

Functions	**No. of Employees**	**Percentage**
Management, administration and finance	188	8%
Sales and marketing	116	5%
Front line production, transportation operation workers	2,080	87%
	2,384	100%

Employee Education Overview

Qualifications	**No. of Employees**	**Percentage**
Master and above	145	6%
Bachelor	715	30%
Diploma	190	8%
Middle-school (secondary school) and below	1,334	56%
	2,384	100%

Training Overview

Training is essential for the Group to improve the employees' working capabilities and management skills. For the six months ended 30 June 2025, the Group held various internal and external training programs in an aggregate of 1,699 training hours and yielding a total participant attendance of 12,968.

Training Courses	No. of hours	No. of participants
Safety	313	8,946
Management and leadership	339	2,109
Professional skill	1,047	1,913
	1,699	12,968

VI. HEALTH, SAFETY AND ENVIRONMENT

The Group attaches great importance to the health and safety of employees and understands the importance of environment protection. The Group uses key indicators, i.e. the Lost Time Injury Frequency Rate, Fatality Incident Rate and Total Recordable Case Frequency to measure how it achieves its commitment. No casualties, environmental accidents or occupational health and safety accidents occurred for the first half of 2025.

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

As at 30 June 2025, the Company had a total of 2,673,088,962 Shares in issue. The Company repurchased 22,758,000 and 700,000 Shares on the Stock Exchange in March and April 2025 respectively, all the repurchased Shares have been cancelled in April 2025. As at 30 June 2025, 3,306,000 Shares were held by the Company as treasury shares. The Company has not yet determined on the intended use of such treasury Shares and will utilize them as permitted under the Listing Rules and applicable laws and regulations subject to market conditions and its capital management needs.

VIII. INTERIM DIVIDEND

The Board does not recommend the declaration or payment of an interim dividend for the six months ended 30 June 2025. The external environment during the first half of 2025 posed substantial challenges, and in consideration of the anticipated persistently adverse market conditions in the second half of the year, the management opines that it is essential to maintain sufficient cash reserves to navigate evolving market circumstances. Preserving enhanced operational flexibility for the business in the forthcoming period is deemed paramount. Accordingly, it is proposed that the dividend distribution be deliberated in aggregate at the conclusion of 2025 subject to the full-year profitability outcomes.

IX. COMPLIANCE WITH THE CODE ON CORPORATE GOVERNANCE PRACTICES

Throughout the six months ended 30 June 2025, the Company fully complied with the code provisions (the "**Code Provisions**") set out in Part 2 of Appendix C1 to the Listing Rules, except for the deviation from the Code Provision C.2.1 which requires that the roles of chairman and chief executive officer be separate and not performed by the same individual. Key corporate governance principles and practices of the Company as well as details relating to the foregoing deviation are summarised below. Ms. Cao Xinyi, the chairman of the Board (the "**Chairman**"), was appointed as the chief executive officer of the Company ("**CEO**") on 18 July 2019. The Board believes that, considering Ms. Cao Xinyi's length of employment and experience in the business and operations of the Group and her professional financial knowledge, vesting the roles of both the Chairman and the CEO in Ms. Cao Xinyi can provide the Group with consistent leadership, facilitate the execution of the Group's business strategies and boost effectiveness of its operations. In addition, under the supervision of the Board (which consists of 4 executive Directors, 1 non-executive Director and 3 independent non-executive Directors) and Board committees (only 2 executive Directors served on the Board committees and other members of which are all independent non-executive Directors), the Board is appropriately structured with a balance of power to provide sufficient checks to protect the interests of the Company and the Shareholders as a whole. Therefore, the Board considers that the deviation from the Code Provision C.2.1 is appropriate in such circumstances.

X. MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF THE COMPANY

The Company adopted the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 to the Listing Rules ("**Model Code**") as its own code of conduct for dealing in securities of the Company by the Directors. Having made specific enquiries of all the Directors, each Director has confirmed that he/she has complied with the required standards set out in the Model Code throughout the six months ended 30 June 2025.

XI. REVIEW OF INTERIM RESULTS

The audit committee of the Company has reviewed the interim results of the Group for the six months ended 30 June 2025. The interim results are unaudited, but have been reviewed by KPMG in accordance with Hong Kong Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Hong Kong Institute of Certified Public Accountants.

XII. DISCLOSURE OF INFORMATION ON THE STOCK EXCHANGE'S WEBSITE

This interim results announcement is published on the websites of the Company (www.e-comm.com) and the Stock Exchange (www.hkexnews.hk). The interim report of the Company for the six months ended 30 June 2025 will be available on the above websites in due course.

By Order of the Board
E-Commodities Holdings Limited
Cao Xinyi
Chairman

Hong Kong, 22 August 2025

As at the date of this announcement, the executive directors of the Company are Ms. Cao Xinyi, Mr. Wang Yaxu, Mr. Zhao Wei and Ms. Chen Xiuzhu, the non-executive director of the Company is Ms. Feng Tong, and the independent non-executive directors of the Company are Mr. Ng Yuk Keung, Mr. Wang Wenfu and Mr. Gao Zhikai.

* *For identification purposes only*