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**淮北綠金產業投資股份有限公司**

**(Huaibei GreenGold Industry Investment Co., Ltd.\*)**

*(A joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock code: 2450)**

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

**FINANCIAL HIGHLIGHTS**

- Operating revenue amounted to RMB127.3 million, representing an increase of 14.9% as compared to RMB110.8 million for the corresponding period of last year.
- Loss and total comprehensive loss attributable to equity shareholders of the Company amounted to RMB2.8 million, representing a decrease of 63.7% as compared to loss and total comprehensive loss attributable to equity shareholders amounted to RMB7.7 million for the corresponding period of last year.
- Gross profit margin amounted to 40.5%, representing an increase of 4.0 percentage points as compared to 36.5% for the corresponding period of last year.
- Basic loss per share were RMB0.01, representing a decrease of RMB0.02 as compared to basic loss per share of RMB0.03 for the corresponding period of last year.
- The Board does not recommend any payment of interim dividend.

The board (the “**Board**”) of directors (the “**Directors**”) of Huaibei GreenGold Industry Investment Co., Ltd.\* (the “**Company**”) is pleased to announce the unaudited interim results of the Company and its subsidiaries (collectively, the “**Group**”) for the six months ended 30 June 2025 (the “**Reporting Period**”), together with the comparative figures for the corresponding period of last year.

\* For identification purposes only

# CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2025 — unaudited

(Expressed in Renminbi (“RMB”))

		Six months ended 30 June	
		2025	2024
		(unaudited)	(unaudited)
	Note	RMB'000	RMB'000
<b>Revenue</b>	4	<b>127,301</b>	110,752
Cost of sales		<u>(75,787)</u>	<u>(70,349)</u>
<b>Gross profit</b>		<b>51,514</b>	40,403
Other income		<b>3,685</b>	4,651
Administrative expenses		<b>(16,680)</b>	(15,610)
Impairment loss on trade receivables		<u><b>(5,946)</b></u>	<u>(4,018)</u>
<b>Profit from operations</b>		<b>32,573</b>	25,426
Finance costs		<u><b>(33,481)</b></u>	<u>(35,164)</u>
<b>Loss before taxation</b>	5	<b>(908)</b>	(9,738)
Income tax	6	<u><b>(2,515)</b></u>	<u>(1,409)</u>
<b>Loss and total comprehensive loss for the period</b>		<b>(3,423)</b>	(11,147)
<b>Attributable to:</b>			
Equity shareholders of the Company		<b>(2,788)</b>	(7,678)
Non-controlling interests		<u><b>(635)</b></u>	<u>(3,469)</u>
<b>Loss and total comprehensive loss for the period</b>		<u><b>(3,423)</b></u>	<u>(11,147)</u>
<b>Loss per share</b>			
Basic and diluted	7	<u><b>RMB(0.01)</b></u>	<u>RMB(0.03)</u>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**at 30 June 2025 — unaudited**  
*(Expressed in RMB)*

		At 30 June 2025 (unaudited) <i>RMB'000</i>	At 31 December 2024 (audited) <i>RMB'000</i>
	<i>Note</i>		
<b>Non-current assets</b>			
Property, plant and equipment		1,848,809	1,884,177
Non-current prepayments and deposits		7,163	7,066
		<u>1,855,972</u>	<u>1,891,243</u>
<b>Current assets</b>			
Inventories		1,956	1,749
Trade and other receivables	8	27,888	28,094
Advance payments to immediate holding company		—	232,530
Cash at bank and on hand		384,527	321,426
		<u>414,371</u>	<u>583,799</u>
<b>Current liabilities</b>			
Trade and other payables	9	175,439	229,159
Contract liabilities		8,750	9,061
Interest-bearing borrowings		185,420	128,420
		<u>369,609</u>	<u>366,640</u>
<b>Net current assets</b>		<u>44,762</u>	<u>217,159</u>
<b>Total assets less current liabilities</b>		<u>1,900,734</u>	<u>2,108,402</u>

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**at 30 June 2025 — unaudited (continued)**  
*(Expressed in RMB)*

	At <b>30 June</b> <b>2025</b> (unaudited) <i>RMB'000</i>	At 31 December 2024 (audited) <i>RMB'000</i>
<b>Non-current liabilities</b>		
Interest-bearing borrowings	<b>1,150,370</b>	1,231,580
Long-term payables	—	125,860
Deferred tax liabilities	<b>30,588</b>	28,073
Accrual for reclamation costs	<b>19,408</b>	19,098
	<u><b>1,200,366</b></u>	<u>1,404,611</u>
<b>NET ASSETS</b>	<u><b>700,368</b></u>	<u>703,791</u>
<b>CAPITAL AND RESERVES</b>		
Share capital	<b>264,000</b>	264,000
Reserves	<b>202,909</b>	205,697
<b>Total equity attributable to equity shareholders of the Company</b>	<b>466,909</b>	469,697
<b>Non-controlling interests</b>	<b>233,459</b>	234,094
<b>TOTAL EQUITY</b>	<u><b>700,368</b></u>	<u>703,791</u>

# NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

*(Expressed in RMB unless otherwise indicated)*

## 1 GENERAL INFORMATION

Huaibei GreenGold Industry Investment Co., Ltd. (“**the Company**”) was incorporated in the People’s Republic of China (the “**PRC**”) on 21 December 2018, as a limited liability company. The address of the Company’s registered office is at 4/F., Shuangchuang Service Centre, No. 3, Taobo Road, Song Tuan Town, Lieshan District, Huaibei City, Anhui Province, the PRC. The shares of the Company were listed on the Main Board of The Stock Exchange of Hong Kong Limited (“**Stock Exchange**”) on 20 January 2023. The Company and its subsidiaries (together, the “**Group**”) are principally engaged in aggregates production and engineering material processing and sales.

## 2 BASIS OF PREPARATION

These interim financial statements have been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange, including compliance with International Accounting Standard (“**IAS**”) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (the “**IASB**”). It was authorised for issue on 28 August 2025.

The interim financial statements have 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 any changes in accounting policies are set out in Note 3.

The preparation of the interim financial statements 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.

These interim financial statements contain 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 full set of financial statements prepared in accordance with International Financial Reporting Standards (“**IFRSs**”). The interim financial statements are unaudited.

# NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

(Expressed in RMB unless otherwise indicated) (Continued)

## 3 CHANGES IN ACCOUNTING POLICIES

The Group has applied the following amended IFRS issued by the IASB to these unaudited condensed consolidated interim financial statements for the current accounting period:

- Amendments to IAS 21, Lack of Exchangeability

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

The amended IFRS has had no material effect on how the Group's results and financial position for the current period have been prepared or presented.

## 4 REVENUE AND SEGMENT REPORTING

### (a) Revenue

The Group is principally engaged in the production and sale of aggregate products and others and concrete products. Further details regarding the Group's principal activities are disclosed in Note 4(b).

#### (i) Disaggregation of revenue

Disaggregation of revenue from contracts with customers by major products is as follows:

	Six months ended 30 June	
	2025	2024
	(unaudited)	(unaudited)
	RMB'000	RMB'000
<b>Revenue from contracts with customers within the scope of IFRS 15</b>		
– Revenue from sales of aggregate products and others	127,194	88,021
– Revenue from sales of concrete products	—	22,731
– Income from agency services of concrete products and additives	107	—
	<u>127,301</u>	<u>110,752</u>

Disaggregation of revenue from contracts with customers by the timing of revenue recognition and by geographic information is disclosed in Notes 4(b)(i) and 4(b)(iii), respectively.

# NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

*(Expressed in RMB unless otherwise indicated) (Continued)*

## 4 REVENUE AND SEGMENT REPORTING (Continued)

### (b) Segment reporting

The Group manages its businesses by business lines. In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purposes of resource allocation and performance assessment, the Group has presented the following two reportable segments. No operating segments have been aggregated to form the following reportable segments.

- Aggregate products and others: this segment includes production and sale of aggregate products and others;
- Concrete products: this segment includes production, sale and agency services of concrete products and additives to be used in building and road construction.

### (i) *Segment results, assets and liabilities*

For the purposes of assessing segment performance and allocating resources between segments, the Group's senior executive management monitors the results, assets and liabilities attributable to each reportable segment on the following bases:

Segment assets include all assets with the exception of deferred tax assets and unallocated head office and corporate assets. Segment liabilities include all liabilities with the exception of current taxation, deferred tax liabilities and unallocated head office and other corporate liabilities.

Revenue and expenses are allocated to the reportable segments with reference to revenue generated by those segments and the expenses incurred by those segments.

Segment profit represents revenue less cost of sales, and includes selling expenses and administrative expenses directly attributable to the segment. Items that are not specifically attributable to individual segments, such as unallocated head office and corporate expenses, depreciation and amortisation, interest income and finance costs are not included in segment profit. In addition to receiving segment information concerning segment profit, management is also provided with segment information concerning depreciation, amortisation, interest income and finance costs.

# NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

(Expressed in RMB unless otherwise indicated) (Continued)

## 4 REVENUE AND SEGMENT REPORTING (Continued)

### (b) Segment reporting (Continued)

#### (i) Segment results, assets and liabilities (Continued)

Disaggregation of revenue from contracts with customers by the 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 six months ended 30 June 2025 and 2024 is set out below.

	Six months ended 30 June 2025		
	Aggregate products and others (unaudited) RMB'000	Concrete products (unaudited) RMB'000	Total (unaudited) RMB'000
<b>Disaggregated by timing of revenue recognition</b>			
Point in time	127,194	107	127,301
<b>Revenue from external customers and reportable segment revenue</b>	<u>127,194</u>	<u>107</u>	<u>127,301</u>
<b>Reportable segment profit/(loss) (adjusted EBITDA)</b>	<u>85,793</u>	<u>(5,861)</u>	<u>79,932</u>
Depreciation and amortisation	(43,311)	(2,775)	(46,086)
Interest income	1,434	125	1,559
Amortisation of unrealised financing income of non-current portion of other receivables	97	—	97
Finance costs	(33,481)	—	(33,481)
<b>As at 30 June 2025</b>			
<b>Reportable segment assets</b>	2,063,329	86,352	2,149,681
<b>Reportable segment liabilities</b>	1,523,877	18,462	1,542,339



# NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

(Expressed in RMB unless otherwise indicated) (Continued)

## 4 REVENUE AND SEGMENT REPORTING (Continued)

### (b) Segment reporting (Continued)

#### (i) Segment results, assets and liabilities (Continued)

	Six months ended 30 June 2024		
	Aggregate products and others (unaudited) RMB'000	Concrete products (unaudited) RMB'000	Total (unaudited) RMB'000
<b>Disaggregated by timing of revenue recognition</b>			
Point in time	88,021	22,731	110,752
<b>Revenue from external customers and reportable segment revenue</b>	<u>88,021</u>	<u>22,731</u>	<u>110,752</u>
<b>Reportable segment profit/(loss) (adjusted EBITDA)</b>	<u>56,921</u>	<u>(3,760)</u>	<u>53,161</u>
Depreciation and amortisation	(24,469)	(3,444)	(27,913)
Interest income	3,329	180	3,509
Amortisation of unrealised financing income of non-current portion of other receivables	291	—	291
Finance costs	(35,164)	—	(35,164)
<b>As at 30 June 2024</b>			
<b>Reportable segment assets</b>	2,426,634	125,100	2,551,734
<b>Reportable segment liabilities</b>	1,897,881	23,473	1,921,354

# NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

(Expressed in RMB unless otherwise indicated) (Continued)

## 4 REVENUE AND SEGMENT REPORTING (Continued)

### (b) Segment reporting (Continued)

#### (ii) Reconciliation of reportable segment profit or loss

	Six months ended 30 June	
	2025	2024
	(unaudited)	(unaudited)
	RMB'000	RMB'000
<b>Profit</b>		
Total reportable segment profit	79,932	53,161
Depreciation and amortisation	(46,089)	(27,916)
Interest income	2,152	3,949
Amortisation of unrealised financing income of non-current portion of other receivables	97	291
Unallocated head office and corporate expenses	(3,519)	(4,059)
Finance costs	(33,481)	(35,164)
	<u>(908)</u>	<u>(9,738)</u>
Consolidated loss before taxation	<u>(908)</u>	<u>(9,738)</u>

#### (iii) Geographic information

The Group's revenue is generated from sales of aggregate products and others, and sales and agency services of concrete products and additives in the PRC. The Group does not have material assets or operations outside the PRC, no segment analysis based on geographical locations of the customers and assets is presented.

## 5 LOSS BEFORE TAXATION

Loss before taxation is arrived at after charging:

	Six months ended 30 June	
	2025	2024
	(unaudited)	(unaudited)
	RMB'000	RMB'000
Depreciation and amortisation charge		
– owned property, plant and equipment	44,425	26,182
– right-of-use assets	1,664	1,734
Cost of inventories sold	75,787	70,349
	<u>75,787</u>	<u>70,349</u>

## NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

(Expressed in RMB unless otherwise indicated) (Continued)

### 6 INCOME TAX IN THE CONSOLIDATED STATEMENTS OF PROFIT OR LOSS

	Six months ended 30 June	
	2025 (unaudited) RMB'000	2024 (unaudited) RMB'000
Current tax	—	2,779
Deferred tax	<u>2,515</u>	<u>(1,370)</u>
	<u><b>2,515</b></u>	<u><b>1,409</b></u>

The Company and the subsidiaries of the Group established in the PRC are subject to PRC Corporate Income tax rate of 25% during the six months ended 30 June 2025 (six months ended 30 June 2024: 25%).

### 7 LOSS PER SHARE

#### (a) Basic loss per share

The calculation of basic loss per share is based on loss attributable to ordinary equity shareholders of the Company of RMB2,788,000 for the six months ended 30 June 2025 (2024: RMB7,678,000) and the weighted average number of ordinary shares in issue during the period of 264,000,000 shares (2024: 264,000,000 shares).

#### (b) Diluted loss per share

The Company did not have any potential dilutive shares during the six months ended 30 June 2025 and 2024. Accordingly, diluted loss per share is the same as the basic loss per share.

# NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

(Expressed in RMB unless otherwise indicated) (Continued)

## 8 TRADE AND OTHER RECEIVABLES

	At 30 June 2025 (unaudited) RMB'000	At 31 December 2024 (audited) RMB'000
<b>Current</b>		
Trade and bills receivables, net of loss allowance	23,086	23,993
Other receivables	2,382	1,784
	<hr/>	<hr/>
Financial assets measured at amortised cost	25,468	25,777
VAT recoverables	1,138	931
Deposits and prepayments	1,282	1,386
	<hr/>	<hr/>
	27,888	28,094
	<hr/>	<hr/>
<b>Non-current</b>		
Reclamation deposit	7,163	7,066
	<hr/>	<hr/>
	35,051	35,160
	<hr/>	<hr/>

Current portion of trade and bills receivables, prepayments, deposits and other receivables are expected to be recovered within one year.

### Ageing analysis

As of the end of the reporting period, the ageing analyses of trade and bills receivables, based on the invoice date (or date of revenue recognition, if earlier) and net of loss allowance, are as follows:

	At 30 June 2025 (unaudited) RMB'000	At 31 December 2024 (audited) RMB'000
Within 3 months	13,032	14,579
3 to 6 months	4,220	5,822
6 to 12 months	5,834	3,592
	<hr/>	<hr/>
	23,086	23,993
	<hr/>	<hr/>

Trade and bills receivables are due within 30 to 180 days from the date of billing.

# NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

(Expressed in RMB unless otherwise indicated) (Continued)

## 9 TRADE AND OTHER PAYABLES

	At 30 June 2025 (unaudited) RMB'000	At 31 December 2024 (audited) RMB'000
Trade payables to		
– related parties	6,463	16,523
– third parties	11,178	25,162
	<u>17,641</u>	<u>41,685</u>
Interest payables	377	—
Payables for staff related costs	1,906	1,981
Payables for other taxes	5,872	6,007
Payables for property, plant and equipment	2,236	19,203
Payables for capital expenditure	129,298	133,035
Distributions/dividends payable	14,268	22,268
Other accruals and payables	3,841	4,980
	<u>175,439</u>	<u>229,159</u>

All of the trade and other payables are expected to be settled or recognised as income within one year or repayable on demand.

At the end of the reporting period, the ageing analysis of trade payables presented based on the invoice date is as follows:

	At 30 June 2025 (unaudited) RMB'000	At 31 December 2024 (audited) RMB'000
Within 12 months	13,084	33,358
Over 12 months	4,557	8,327
	<u>17,641</u>	<u>41,685</u>

## NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

*(Expressed in RMB unless otherwise indicated) (Continued)*

### 10 DIVIDENDS

	Six months ended 30 June	
	2025	2024
	(unaudited)	(unaudited)
	RMB'000	RMB'000
Dividends for ordinary shareholders of the Company recognised as distributions during the period:		
No final dividend for the year ended 31 December 2024 (2023: RMB0.028 per ordinary share)	<u>—</u>	<u>7,392</u>
No interim dividend has been declared and recognised as a liability at the end of the reporting period (for the six months ended 30 June 2024: Nil).		

## MANAGEMENT DISCUSSION AND ANALYSIS

### OVERVIEW

The Group is a construction materials provider with state-owned background located in Huaibei City, Anhui Province. The main products of the Group include: aggregate products mined and processed by Huaibei Tongming Mining Co., Ltd. (“**Tongming Mining**”), a subsidiary of the Company, in the Gaoloushan Mine located in Lieshan District, Huaibei City and concrete products produced and manufactured by Huaibei Liantong Municipal Engineering Co., Ltd. (“**Liantong Municipal**”), a subsidiary of the Company, in Xiangshan District, Huaibei City. The Group mainly sells aggregate products and concrete products to construction companies, building materials companies and wholesalers. Compared with similar market participants during the Reporting Period, Tongming Mining maintained a stable market share and is one of the major construction aggregate producers in the market of Huaibei City and its surrounding cities (including southern Suzhou City, Bozhou City, and northern Bengbu City) in terms of sales volume.

### BUSINESS REVIEW

Despite the significant drop in aggregate and concrete product prices caused by the economic downturn, the Group has remained united against the severe market situation and multiple challenges, continuously improving its risk management and control capabilities and its ability to seize opportunities. By implementing product quality upgrading projects and building a diversified marketing channel system, the Group has not only mitigated various risks and challenges but also injected new impetus into the high-quality development of the enterprise. The Company’s performance has improved significantly compared with last year, with revenue increasing by 14.9% year-on-year. In the first half of 2025, Tongming Mining actively developed markets in Guoyang, Mengcheng, Yongcheng and other regions, and successively entered into stone supply agreements and commenced stone supply cooperation with parties including Bozhou Conch Cement Co., Ltd.\*(亳州海螺水泥有限責任公司), Mengcheng Sanshi Building Materials Co., Ltd.\*(蒙城縣三石建材有限公司), Huaibei Nanping Zhonglian Cement Co., Ltd.\*(淮北南坪中聯水泥有限公司), Yongcheng Yudong Concrete Co., Ltd.\*(永城市裕東砼業有限公司), and Mengcheng Xuefa Building Materials Sales Co., Ltd.\*(蒙城縣學發建材銷售有限公司). Tongming Mining strived to integrate into expressway and high-speed rail projects, supplying a total of over 800,000 tonnes of various types of stone materials to projects such as Xuzhou-Huaibei-Fuyang Expressway, Wuzhou-Mengcheng Expressway, Bozhou-Mengcheng Expressway, and High-Speed Rail West Station of Huaibei in the first half of the 2025, which significantly boosted the sales volume of stone products. At the same time, the Group worked together to improve product quality. In the first half of the 2025, the +165m mining platform entered the slope mining phase, while the +135m mining platform had not yet been fully formed. Despite these challenges, the Group invested significant manpower and resources to ensure product quality, establishing a good reputation for Tongming Mining’s products.

## OVERVIEW OF THE CONSTRUCTION MARKET

Driven by a series of economic stimulus policies and major infrastructure project plans introduced in 2025 by Anhui Province and Huaibei City, the local construction and building materials industry is expected to see a slight improvement compared to 2024.

Firstly, from a policy perspective, the “Several Policy Measures to Promote Sustained Economic Recovery and Improvement” issued by the People’s Government of Anhui Province on 26 January 2025, and a supporting implementation plan thereunder released by Huaibei City on 16 June 2025, explicitly proposed to increase urban renewal efforts and stabilise the real estate market. In particular, the “Key Agenda of Huaibei City on Urban Housing Security in 2025” (《淮北市2025年城鎮住房保障工作要點》), issued by the Housing and Urban-Rural Development Bureau of Huaibei City (淮北市住房和城鄉建設局) on 21 February 2025, prioritised initiatives such as urban village redevelopment and the construction of affordable housing. These policy directions will create stable market demand for the construction industry.

Secondly, in terms of infrastructure construction, Huaibei City and its surrounding areas will enter a concentrated construction period for major transportation projects in 2025. The continuous advancement of regional expressway networks such as Bozhou-Mengcheng Expressway, Huaibei-Suzhou-Bengbu Expressway, and Wuzhou-Mengcheng Expressway, as well as the commencement of new projects such as S235 Huaibei Section Class-I Highway, Xuzhou-Dangshan-Shangqiu Expressway, and Suzhou-Suining Expressway, being the regional expressway networks developments, are anticipated to drive demand for construction materials like sand and gravel aggregates, thereby stimulating growth in the local construction market.

Given the aforesaid policies and project implementation, the Board believes that, Huaibei City and its surrounding areas (including southern Suzhou City, Bozhou City, and northern Bengbu City) will witness a substantial wave of infrastructure construction. The market demand for construction materials, especially basic building materials such as sand and gravel aggregates, will maintain stable growth. Meanwhile, emerging fields such as green buildings and prefabricated buildings will gain greater development opportunities.

In view of the above, the Board believes that the current policy environment and project planning will create favorable conditions for the Group’s business development, particularly in its core operations such as building material supply and construction services, where revenue enhancement is anticipated. The Group will closely monitor the implementation of relevant policies and adjust its business strategies in a timely manner to seize the market opportunities arising from this round of infrastructure construction.



## **PROGRESS OF BASIC CONSTRUCTION PROJECTS**

As of the date of this announcement, Phase II of the Gaoloushan Renovation and Expansion Project with an annual capacity of 8 million tonnes has been completed and put into operation. Based on the probable reserves and estimated annual production of up to 8 million tonnes in 2031 pursuant to the development plan, the total reserves of Phase II are estimated to reach 164 million tonnes, and Gaoloushan Mine has an estimated life of 16 years.

## **SAFETY AND ENVIRONMENTAL PROTECTION**

The Group adheres to the safety and environmental protection policies of “Safety First, Precaution Foremost and Comprehensive Governance” and “Equal Emphasis on Both Resources Development and Environmental Protection” to ensure its production safety and environmental protection. During the Reporting Period, the Group achieved its target of production safety. Environmental protection was stringently observed in compliance with the relevant national laws and regulations.

## **SIGNIFICANT INVESTMENTS, ACQUISITION AND DISPOSAL**

During the Reporting Period, there were no significant asset acquisitions or disposals, mergers or equity investments of the Company.

## **FINANCIAL REVIEW**

During the Reporting Period, the revenue of the Group amounted to RMB127.3 million, representing an increase of 14.9% from RMB110.8 million for the corresponding period of 2024. There were no significant changes to the general business model of the Group during the Reporting Period. Sales of stone products increased due to an increase in infrastructure projects, and the overall business recovered compared to the same period of last year.

## Revenue from Principal Business

The following table illustrates the details of sales by products of the Group for the six months ended 30 June 2025 and 30 June 2024, respectively:

	Six months ended 30 June 2025			Six months ended 30 June 2024		
	Revenue	Sales volume	Unit price	Revenue	Sales volume	Unit price
	<i>RMB'000</i>	<i>Thousand tonnes/m<sup>3</sup></i>	<i>RMB per tonne/m<sup>3</sup></i>	<i>RMB'000</i>	<i>Thousand tonnes/m<sup>3</sup></i>	<i>RMB per tonne/m<sup>3</sup></i>
	(unaudited)			(unaudited)		
<b>Sales of aggregate products and others</b>						
— Aggregates and others	127,194	2,823.7	45.0	88,021	1,732.2	50.8
<b>Concrete products</b>						
— Sales of ready-mixed concrete	—	—	—	22,384	65.3	342.8
— Sales of cement-stabilised macadam	—	—	—	347	3.2	108.4
— Income from agency services of concrete products and additives	107	12.3	8.7	—	—	—
	<u>107</u>			<u>22,731</u>		
<b>Total</b>	<u><u>127,301</u></u>			<u><u>110,752</u></u>		

During the Reporting Period, the revenue from sales of aggregate products and others of the Group amounted to RMB127.2 million, representing an increase of 44.5% as compared to RMB88.0 million for the corresponding period of last year, which is due to the combined effect of (i) the increase in the sales volume of aggregate products and others of the Group from 1,732.2 thousand tonnes for the six months ended 30 June 2024 to 2,823.7 thousand tonnes for the Reporting Period, representing an increase of 63.0%; and (ii) the decrease in the average selling price of aggregate products and others from RMB50.8 per tonne for the six months ended 30 June 2024 to RMB45.0 per tonne for the Reporting Period, representing a decrease of 11.4%.

During the Reporting Period, the revenue from sales of ready-mixed concrete and cement-stabilised macadam of the Group was nil, representing a significant decrease as compared to the corresponding period of last year. Due to the shrinking market for ready-mixed concrete and cement-stabilised macadam, slow return of funds from the sales of relevant products and in order to avoid market risks, invest prudently and consolidate the development direction of the Company, the business was not conducted during the Reporting Period. The Company is actively coordinating all parties to address the idle issues of its production lines and equipment.

During the Reporting Period, income from agency services of concrete products and additives of the Group amounted to RMB0.1 million. Such increase was due to the absence of agency service business in the corresponding period of last year.

## **GROSS PROFIT AND GROSS PROFIT MARGIN**

During the Reporting Period, the gross profit of the Group amounted to RMB51.5 million, representing an increase of RMB11.1 million from RMB40.4 million for the corresponding period of last year. The gross profit margin during the Reporting Period was 40.5%, representing an increase of 4 percentage points from 36.5% for the corresponding period of last year.

## **COST OF SALES**

During the Reporting Period, the Group's cost of sales amounted to RMB75.8 million, representing an increase of RMB5.4 million from RMB70.3 million for the corresponding period of last year. The increase was due to the increase in the sales volume of the Company's products.

## **ADMINISTRATIVE EXPENSES**

During the Reporting Period, the administrative expenses incurred by the Group amounted to RMB16.7 million. The slight increase from RMB15.6 million in the corresponding period of last year was attributable to the increase in third-party service fees.

## **FINANCE COSTS**

For the Reporting Period, the finance costs incurred by the Group amounted to RMB33.5 million, representing a decrease of RMB1.7 million from RMB35.2 million for the corresponding period of last year, due to the decrease in discounted interest on long-term payables.

## **FINANCIAL CONDITION**

As at 30 June 2025, total equity decreased from RMB703.8 million as at 31 December 2024 to RMB700.4 million, mainly due to the impact of loss in the first half of 2025. Total assets decreased from RMB2,475.0 million as at 31 December 2024 to RMB2,270.3 million as at 30 June 2025, due to the decrease in the advance payments to immediate holding company.

## **LIQUIDITY AND FINANCIAL RESOURCES**

The Group's cash and cash equivalents increased from RMB320.3 million as at 31 December 2024 to RMB384.4 million as at 30 June 2025, mainly due to the repayment from the immediate holding company.

As at 30 June 2025, the Group has not provided guarantees to related parties.

## **MARKET RISKS**

The Group is exposed to multiple market risks, mainly including external environmental challenges such as changes in the industry competitive landscape, fluctuations in the costs of production factors and constraints on logistics and transportation.

The Group faces the risk of market competition. Affected by the cyclical downturn of the construction industry, the regional market is in a state of oversupply, leading to intensified competition in the regional market and a decline in the product's premium capacity.

The Group is exposed to raw materials price and other commodities price risks. Its costs and profitability partly depend on its ability to find and maintain a stable and sufficient supply of raw materials at acceptable prices. The Group's aggregate products are affected by fluctuations in raw material costs, and price fluctuations of key production materials such as explosives, fuel oil and electricity directly impact mining costs.

The Group also faces the risk of transportation costs. The transportation costs for product sales are affected by the sales distance. Due to the adjustment of the layout of regional infrastructure projects, the Group's transportation costs have increased, which has weakened its cost advantage in the competition in the regional market.

## **INTEREST RATE RISK**

The Group's exposure to interest rate risk relates primarily to the cash and bank deposits held by the Group, interest-bearing bank borrowings. The Group mainly controls its exposure to interest rate risks associated with certain cash holdings and bank deposits, interest-bearing bank borrowings by placing them in appropriate short-term deposits at fixed or floating interest rates and at the same time by borrowing loans at a mixture of fixed or floating interest rates.

The Group had not used any interest rate swaps to hedge its exposure to interest rate risk during the Reporting Period.

## **RISK OF CHANGE IN INDUSTRY POLICIES**

An array of laws, regulations and rules governing the construction industry in China constitutes the external regulatory and legal environment for the Company's daily and continuous operations, and exerts great impacts on the Company's business development, production and operations, domestic and foreign trade, and capital investment etc. Relevant changes in industry policies may have corresponding effects on the Company's production and operations.

## **OUTLOOK**

During the Reporting Period, the Group devoted to implementing its development programme. As Phase II of Gaoloushan Mine is put into operation, the Group will increase the production capacity, with the annual output of aggregate products expected to reach 6 million tonnes in 2025, and plans to gradually increase the annual production in the following years.

Since the beginning of 2025, with the continuous advancement of major transport infrastructure projects such as Bozhou-Mengcheng Expressway, Xuzhou-Huaibei-Fuyang Expressway, and Wuzhou-Mengcheng Expressway, as well as the full commencement of new projects such as Xuzhou-Dangshan-Shangqiu Expressway and Suzhou-Suining Expressway, Huaibei City and its surrounding areas are ushering in a new boom of infrastructure construction. Against this backdrop, it is expected that Huaibei City and its surrounding areas, including southern Suzhou City, Bozhou City, and northern Bengbu City, will experience a sustained increase in demand for construction aggregates.

The Group will actively seize market opportunities, on the one hand, to continuously deepen its cooperation with existing customers, and on the other hand, to focus on developing potential customer resources. By fully leveraging internal production capacity and optimising operational efficiency, the Group will ensure a stable supply of aggregate and concrete products to meet the growing market demand. At the same time, the Group will remain committed to delivering solid financial performance through refined management and innovation-driven strategies, fostering high-quality sustainable development to provide robust material support for regional infrastructure construction.

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

During the Reporting Period, there was no purchase, sale or redemption of any listed securities of the Company by the Company or any of its subsidiaries (including sale of treasury shares). As at 30 June 2025, the Company did not hold any of treasury shares.

## EVENTS AFTER THE REPORTING PERIOD

Save as disclosed in this announcement, there were no material events occurred after the Reporting Period and up to the date of this announcement.

## CORPORATE GOVERNANCE

The Company recognises the importance of good corporate governance for enhancing the management of the Company as well as preserving the interests of shareholders as a whole. The Company has adopted the code provisions (the “**Code Provisions**”) as set out in Part 2 of the Corporate Governance Code (Appendix C1) to the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”) as its own code to govern its corporate governance practices. The Board believes that the Company has complied with the relevant Code Provisions during the six months ended 30 June 2025, and no Directors are aware of any information that reasonably shows that the Company has not complied with the Code Provisions at any time during the Reporting Period.

## MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) as set out in Appendix C3 to the Listing Rules as its own code of conduct for securities transactions by the Directors. Having made specific enquiries to all the Directors, the Company confirms that all the Directors have complied with the required standards as set out in the Model Code during the six months ended 30 June 2025.

## AUDIT COMMITTEE

The audit committee of the Company (the “**Audit Committee**”) consists of three members, namely Mr. Gao Wei (Chairman), Mr. Liu Chaotian and Ms. Xing Mengwei, all of whom are independent non-executive Directors. The Company’s interim report and interim results announcement for the six months ended 30 June 2025 have been reviewed by the Audit Committee. The Audit Committee is of the opinion that the preparation of the financial information complies with the applicable accounting standards, the requirements of the Listing Rules and any other applicable legal requirements, and that adequate disclosures have been made.

## **PUBLICATION OF THE INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT**

This interim results announcement is published on the Company's website at [www.ljgfjt.com](http://www.ljgfjt.com) and the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk). The interim report of the Company will be published on the Company's and the Stock Exchange's websites in due course.

## **DIVIDEND**

The Board proposed that no payment of interim dividend for the six months ended 30 June 2025 would be made by the Company.

By order of the Board  
**Huaibei GreenGold Industry Investment Co., Ltd.\***  
**Liu Yong**  
*Chairman of the Board and Executive Director*

Anhui, the PRC, 28 August 2025

*As at the date of this announcement, the executive Directors are Mr. Liu Yong, Mr. Mao Hongxian, Mr. Qin Jiapeng and Mr. Yao Minglei; and the independent non-executive Directors are Mr. Gao Wei, Mr. Liu Chaotian and Ms. Xing Mengwei.*

\* *for identification purposes only*