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WALNUT CAPITAL LIMITED

胡桃資本有限公司

(Incorporated in the Cayman Islands and continued in Bermuda with limited liability)
(Stock Code: 905)

2025 INTERIM RESULTS ANNOUNCEMENT

The board (the “**Board**”) of directors (the “**Directors**”) of Walnut Capital Limited (the “**Company**”) announces the unaudited condensed consolidated results of the Company and its subsidiaries (collectively the “**Group**”) for the six months ended 30 June 2025 together with comparative figures for the corresponding period in 2024 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2025

		Six months ended 30 June	
		2025	2024
	Notes	HK\$'000	HK\$'000
		(Unaudited)	(Unaudited)
Revenue	4	960	166
Other income	6	–	360
Loss on disposal of cryptocurrencies		(819)	–
Impairment loss recognised in respect of cryptocurrencies	13	(14,435)	–
Loss arising on change in fair value of financial assets at fair value through profit or loss, net		(2,331)	(11,786)
Administrative expenses and other operating expenses		(10,023)	(7,291)
Finance costs	7	(99)	(99)
Loss before income tax	8	(26,747)	(18,650)
Income tax expense	9	–	–

		Six months ended 30 June	
		2025	2024
<i>Notes</i>		<i>HK\$'000</i>	<i>HK\$'000</i>
		(Unaudited)	(Unaudited)
Loss for the period attributable to owners of the Company		(26,747)	(18,650)
Other comprehensive income:			
<i>Item that will not be reclassified to profit or loss:</i>			
Gain on revaluation of cryptocurrencies	13	<u>64,702</u>	<u>—</u>
Total comprehensive income/(expense) for the period attributable to owners of the Company		<u>37,955</u>	<u>(18,650)</u>
Loss per share			
Basic and diluted (<i>HK cents</i>)	10	<u>(2.55)</u>	<u>(2.26)</u>

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

		As at 30 June 2025 <i>HK\$'000</i> (Unaudited)	As at 31 December 2024 <i>HK\$'000</i> (Audited)
	Notes		
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment	12	23	34
Intangible assets		<u>7,135</u>	<u>7,135</u>
		<u>7,158</u>	<u>7,169</u>
Current assets			
Prepayment		394	465
Other receivables		102	630
Deposits paid		265	408
Cryptocurrencies	13	138,695	41,012
Financial assets at fair value through profit or loss	14	80,402	85,444
Cash and cash equivalents		<u>4,727</u>	<u>5,999</u>
		<u>224,585</u>	<u>133,958</u>
Current liabilities			
Accruals and other payables		1,014	3,468
Other financial liability – non-convertible bond		<u>10,000</u>	<u>10,000</u>
		<u>11,014</u>	<u>13,468</u>

	As at 30 June 2025 <i>HK\$'000</i> (Unaudited)	As at 31 December 2024 <i>HK\$'000</i> (Audited)
Net current assets	<u>213,571</u>	<u>120,490</u>
Net assets	<u>220,729</u>	<u>127,659</u>
EQUITY		
Capital and reserves attributable to owners of the Company		
Share capital	10,505	10,505
Reserves	<u>210,224</u>	<u>117,154</u>
Total equity	<u>220,729</u>	<u>127,659</u>
Net asset value per share (HK\$)	<u>0.21</u>	<u>0.12</u>

NOTES:

For the six months ended 30 June 2025

1. GENERAL INFORMATION AND BASIS OF PREPARATION

The Company was incorporated in the Cayman Islands and continued in Bermuda as an exempted company with limited liability and its shares are listed on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”). The address of the Company’s registered office is Clarendon House, 2 Church Street, Hamilton HM 11, Bermuda. Its principal place of business is situated at Unit 3108, 31/F, Shun Tak Centre, West Tower, 168–200 Connaught Road Central, Hong Kong.

The principal activities of the Group are engaged in investing in listed equity securities, unlisted equity and debt securities, unlisted investment funds and cryptocurrencies.

The condensed consolidated financial statements of the Group have been prepared in accordance with Hong Kong Accounting Standard 34 Interim Financial Reporting issued by the Hong Kong Institute of Certified Public Accountants (the “**HKICPA**”) and the applicable disclosure requirements of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on the Stock Exchange.

The condensed consolidated financial statements is presented in Hong Kong dollar and all values are rounded to the nearest thousand (“**HK\$’000**”) except otherwise indicated.

The Directors have, at the time of approving the condensed consolidated financial statements, a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the condensed consolidated financial statements.

2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis, except for certain financial instruments and cryptocurrencies which are measured at fair values or revalued amounts, as appropriate.

The condensed consolidated financial statements should be read in conjunction with the audited consolidated financial statements of the Group for the year ended 31 December 2024. Other than additional accounting policies resulting from application of amendments to HKFRS Accounting Standards and change in accounting policies as stated in note 3, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2025 are the same as those presented in the Group's audited consolidated financial statements for the year ended 31 December 2024.

Amendments to HKFRSs that are mandatorily effective for the current year

In the current interim period, the Group has applied the following amendments to HKFRS Accounting Standards issued by the HKICPA, for the first time, which are mandatorily effective for the Group's annual period beginning on 1 January 2025 for the preparation of the Group's condensed consolidated financial statements:

Amendments to HKAS 21 and HKFRS 1 Lack of Exchangeability

The application of the amendments to HKFRS Accounting Standards in the current interim period has had no material impact on the Group's financial positions and performance for the current and prior period and/or on the disclosures set out in these condensed consolidated financial statements.

3. CHANGE IN ACCOUNTING POLICY FOR MEASUREMENT OF CRYPTOCURRENCIES

The Group re-assessed its accounting policy for cryptocurrencies held by the Group after initial recognition. The Group had previously adopted the cost model to measure the carrying amount of its cryptocurrencies whereby, after initial recognition, the cryptocurrencies were stated at cost less subsequent accumulated impairment, if any.

On 26 May 2025, the Group elected to change its accounting policy for the measurement of the cryptocurrencies, as the Group believes that the revaluation model would reflect the economic substance of cryptocurrencies and providing reliable and more relevant information about the effects of cryptocurrencies on the Group's financial position. Under the revaluation model, the cryptocurrencies are stated at revalued amounts, based on revalued amounts of the respective cryptocurrencies, less subsequent accumulated impairment, if any. The Group applied the revaluation model prospectively after the Directors assessment. No comparative figures in the condensed consolidated statements of financial position as at 31 December 2024, and the condensed consolidated statement of profit or loss and other comprehensive income and the condensed consolidated statement of changes in equity for the six months ended 30 June 2024 was required to restate.

4. REVENUE

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Interest income	936	–
Dividend income	24	68
Bond interest income	–	98
	<u>960</u>	<u>166</u>

5. SEGMENT INFORMATION

The chief operating decision-maker (the “CODM”) has been identified as the Company’s executive Directors. The Group’s principal activities are engaged in investing in listed equity securities, unlisted equity and debt securities, unlisted investment funds and cryptocurrencies. The CODM regards it as a single business segment and no segment information is presented.

6. OTHER INCOME

	Six months ended 30 June	
	2025	2024
	<i>HK\$’000</i>	<i>HK\$’000</i>
	(Unaudited)	(Unaudited)
Gain on disposal of property, plant and equipment	<u><u>–</u></u>	<u><u>360</u></u>

7. FINANCE COSTS

	Six months ended 30 June	
	2025	2024
	<i>HK\$’000</i>	<i>HK\$’000</i>
	(Unaudited)	(Unaudited)
Interest on other financial liability – non-convertible bond	<u><u>99</u></u>	<u><u>99</u></u>

8. LOSS BEFORE INCOME TAX

	Six months ended 30 June	
	2025	2024
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Loss before income tax is arrived at after charging:		
Depreciation of property, plant and equipment	11	44
Staff costs (including Directors' emoluments):		
– salaries and allowances	6,670	4,344
– retirement benefits scheme contributions	82	58
	6,752	4,402
Net foreign exchange loss	15	72
Expenses relating to short-term leases	420	680

9. INCOME TAX EXPENSE

No provision for Hong Kong Profits Tax has been made for both periods as the Group incurred estimated tax losses or the taxable profits were wholly absorbed by estimated tax losses brought forward from prior years.

10. LOSS PER SHARE

The computations of basic and diluted loss per share attributable to owners of the Company are based on the following data:

	Six months ended 30 June	
	2025	2024
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Loss		
Loss for the purpose of basic and diluted loss per share (loss for the period attributable to owners of the Company)	(26,747)	(18,650)

	Six months ended 30 June	
	2025	2024
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Number of shares		
Weighted average number of ordinary shares for		
the purpose of basic and diluted loss per share	<u>1,050,501</u>	<u>823,500</u>

No diluted loss per share was presented as there was no potential ordinary shares in issue for both periods. The basic and diluted loss per share are the same for both periods.

11. INTERIM DIVIDEND

No dividends were paid, declared or proposed during the six months ended 30 June 2025 (2024: Nil). The Directors have determined that no interim dividend will be paid in respect of the six months ended 30 June 2025 (2024: Nil).

12. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2025, the Group did not acquire or dispose of property, plant and equipment.

During the six months ended 30 June 2024, the Group disposed of certain items of property, plant and equipment with carrying amounts of nil for cash proceeds of HK\$360,000, resulting in gain on disposal of HK\$360,000.

13. CRYPTOCURRENCIES

	As at 30 June 2025 <i>HK\$'000</i> (Unaudited)	As at 31 December 2024 <i>HK\$'000</i> (Audited)
Cryptocurrencies held on:		
– exchange institutions	66,646	41,012
– own wallet of the Group	72,049	–
	<u>138,695</u>	<u>41,012</u>
Represented by:		
Tether (“USDT”)	11,951	41,012
Ethereum (“ETH”)	16,209	–
Bitcoin (“BTC”)	10,586	–
AKI Network tokens (“AKI Network”)	19,076	–
Army of Fortune Gem tokens (“AFG”)	21,892	–
Frog Defense tokens (“FOFO”)	54,512	–
Solana tokens (“SOL”)	4,466	–
Others	3	–
	<u>138,695</u>	<u>41,012</u>

The Group’s cryptocurrencies are stated at revalued amounts as at 30 June 2025 (as at 31 December 2024: at cost). The revalued amount is determined based on the quoted market prices available on the relevant exchange institutions at the end of the reporting period. A market is regarded as active if quoted prices are readily and regularly available from an exchange and those prices represent actual and regularly occurring market transactions on an arm’s length basis. The resulting increase in revaluation of cryptocurrencies of HK\$64,702,000 (2024: Nil) has been recognised directly in other comprehensive income for the six months ended 30 June 2025.

A revaluation decrease of HK\$14,435,000 (2024: Nil) was recognised in profit or loss for the six months ended 30 June 2025, as the fair values of certain cryptocurrencies fell below their acquisition cost.

14. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	As at 30 June 2025 <i>HK\$'000</i> (Unaudited)	As at 31 December 2024 <i>HK\$'000</i> (Audited)
Listed equity securities listed in Hong Kong, at fair value	32,331	35,360
Unlisted equity and debt securities	45,144	47,093
Unlisted investment funds	2,927	2,991
	<u>80,402</u>	<u>85,444</u>

At the end of the reporting period, financial assets at fair value through profit or loss (“FVTPL”) are stated at fair value.

The fair value of listed equity securities are determined based on the quoted market closing prices available on the Stock Exchange as at 30 June 2025 and as at 31 December 2024.

As at 30 June 2025, the fair value of unlisted equity securities amounted to approximately HK\$36,910,000 (as at 31 December 2024: HK\$36,667,000) was referenced to the valuation carried out by International Valuation Limited (“IVL”), a firm of independent qualified professional valuers.

As at 30 June 2025, fair value of unlisted debt securities amounted to approximately HK\$8,234,000 (as at 31 December 2024: HK\$10,426,000) which represent convertible loans issued by unlisted private companies were referenced to the valuation carried out by IVL.

The unlisted investment funds are not quoted in an active market and transactions in such investments do not occur on a regular basis. The Group used recent market price of the funds attributable to the investments held by the Group to determine its fair value.

15. MATERIAL RELATED PARTY TRANSACTIONS

Save as disclosed elsewhere in the condensed consolidated financial statements, the Group has entered into the following significant related party transactions during the reporting period.

(a) Transactions with a related party:

		Six months ended 30 June	
		2025	2024
<i>Notes</i>		<i>HK\$'000</i>	<i>HK\$'000</i>
		(Unaudited)	(Unaudited)
Rental expense paid/payable to			
a related company	(a), (b)	<u>420</u>	<u>420</u>

Notes: (a) The Directors of the Company, Mr. Mung Kin Keung and Mr. Mung Bun Man, Alan (“**Mr. Alan Mung**”), are directors of the parent company of the related company.

(b) Mr. Alan Mung is the Director of the related company.

(b) Donation from a controlling shareholder of the Company:

On 28 January 2025, Mr. Alan Mung, an executive Director and a controlling shareholder of the Company, completed to assign 400,000,000 AKI Network as a gift to Full Long Holdings Limited (“**Full Long**”), a direct wholly-owned subsidiary of the Company (the “**January Donation**”). No consideration was required to pay by Full Long. The fair value of AKI Network as at date of completion of the January Donation was approximately HK\$35,041,000.

On 30 May 2025, Mr. Alan Mung completed to assign 170,000,000 AFG, 5,800,000,000 FOFO, and 10 BTC (the “**May Donation**”) as a gift to Full Long. No consideration was required to pay by Full Long. The fair value of AFG, FOFO, and BTC as at date of completion of the May Donation were approximately HK\$4,217,000, HK\$7,629,000 and HK\$8,228,000, respectively.

(c) Compensation of key management personnel

The remuneration of the Directors and the chief executive officer, who are key management personnel, during the reporting periods was as follows:

	Six months ended 30 June	
	2025	2024
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Salaries and other benefits	3,548	2,587
Retirement benefit scheme contributions	9	9
	<u>3,557</u>	<u>2,596</u>

The remuneration of the Directors is determined by the remuneration committee having regards to the performance of individuals and market trends.

16. CONTINGENCIES AND COMMITMENTS

The Group had no material contingent liabilities and commitments as at 30 June 2025 and as at 31 December 2024.

17. INVESTMENT

Pursuant to the requirements stipulated in Chapter 21.12 of the Listing Rules, the Group discloses its list of all investments with a value greater than 5% of the Group's gross assets and at least 10 largest investments as at 30 June 2025 and as at 31 December 2024 respectively as follows:

As at 30 June 2025

Name of investments	Notes	Percentage of equity interest held %	Net assets attributable to the Group HK\$'000	Cost of investment HK\$'000	Market value/ fair value/ revalued amounts as at 30 June 2025 HK\$'000	Dividend/ interest received HK\$'000
Listed equity securities in Hong Kong:						
Brockman Mining Limited	(a)	2.91	12,796	44,597	24,848	–
Unlisted equity and debt securities:						
Oddup Inc. – Preferred shares	(b)	N/A	N/A	11,700	32,550	–
Oddup Inc. – SAFETI	(b)	N/A	N/A	2,340	5,113	–
Cryptocurrencies:						
AFG	(c)	N/A	N/A	1,988	21,892	–
AKI Network	(d)	N/A	N/A	89	19,076	–
BTC	(e)	N/A	N/A	8,775	10,586	92
ETH	(f)	N/A	N/A	19,890	16,209	265
FOFO	(g)	N/A	N/A	–	54,512	–
SOL	(h)	N/A	N/A	5,308	4,466	85
USDT	(i)	N/A	N/A	11,951	11,951	476
				<u>106,638</u>	<u>201,203</u>	<u>918</u>

As at 31 December 2024

Name of investments	Percentage of equity interest held %	Net assets attributable to the Group HK\$'000	Cost of investment HK\$'000	Market value/ fair value as at 31 December 2024 HK\$'000	Dividend received HK\$'000
Listed equity securities:					
Alibaba Group Holding Limited	Below 0.01	1,935	5,422	2,637	113
Baijn Life Science Holdings Limited (Formerly known as Affluent Partners Holdings Limited)	0.53	569	29,341	2,097	–
Brockman Mining Limited	2.91	12,796	44,597	27,009	–
Tencent Holdings Limited	Below 0.01	656	2,795	2,252	26
Unlisted equity and debt securities:					
Click VC Segregated Portfolio Company – Fund 3 SP	N/A	N/A	3,744	1,685	–
Infinity Technology (Cayman) Limited – Preferred shares	N/A	N/A	3,900	3,133	–
Oddup Inc. – Preferred shares	N/A	N/A	11,700	32,485	–
Oddup Inc. – SAFETI	N/A	N/A	2,340	4,751	–
Pantheon Lab Limited – Convertible promissory notes	N/A	N/A	3,925	5,675	–
Cryptocurrencies:					
USDT	N/A	N/A	41,012	41,012	–
			<u>148,776</u>	<u>122,736</u>	<u>139</u>

Notes:

- (a) Brockman Mining Limited was incorporated in Bermuda and its shares are listed on the Stock Exchange (stock code: 00159). Brockman Mining Limited is principally engaged in the acquisition, exploration and development of iron ore in Australia.

For the six months ended 31 December 2024, the unaudited consolidated loss attributable to the equity holders of the company was approximately HK\$19,470,000 and its unaudited consolidated net assets was approximately HK\$439,669,000.

- (b) Oddup Inc. was incorporated in the United States of America and is principally engaged in operating a research platform that provides analytical information on startups, their trends, and both current and expected future valuations.

For the year ended 31 December 2024, the unaudited loss attributable to the equity holders of the company was approximately US\$103,000 and its unaudited net assets was approximately US\$2,397,000.

- (c) AFG is a key asset in the AOFverse that supports gameplay, asset trading, exclusive community participation, and economic incentives designed around the evolving metaverse and gaming platform.

Users can connect their wallets to trade and withdraw AFG tokens, which support the economy within multiple application. The token is also linked to exclusive community features like the “Fortune Founders Key.” AFG token have a central role in enabling gameplay, trading, and community engagement in the AOFverse metaverse.

- (d) AKI Network is the native token of the Aki platform which contains the Aki Protocol and Aki Network. Aki Protocol is a blockchain protocol providing oracle services and rewarding data layer contributors via a decentralised peer-to-peer network, and Aki Network is a consumer-facing application suite centered on influencer data.

Since AKI Network is a utility and governance token for the Aki platform, it aligns user incentives, enabling payments, rewarding contributors, and supporting community governance in the Web3 influencer and data space.

- (e) BTC is the first decentralised digital currency and the first cryptocurrency launched in 2009. It operates on a peer-to-peer network using blockchain technology, enabling secure, transparent, and censorship-resistant transactions without the need for intermediaries like banks. BTC serves as both a digital store of value and a medium of exchange, often called “digital gold” due to its fixed supply capped at 21 million coins. It underpins a global financial ecosystem, supports value transfer across borders, and has inspired a wide range of applications in the growing cryptocurrency and decentralised finance space.

- (f) ETH is the native cryptocurrency of the Ethereum, which is a decentralised blockchain platform that enables developers to create and deploy smart contracts and decentralized applications (dApps). ETH is used to pay for transaction fees and secure the network through a proof-of-stake consensus mechanism. Ethereum is widely recognised for pioneering programmable blockchain technology, allowing automated, trustless agreements and supporting a diverse range of applications including decentralised finance (“**DEFI**”), non-fungible token (“**NFT**”), and Web3 innovations. It is one of the largest and most actively developed blockchain ecosystems, continuously evolving to improve scalability and sustainability. ETH is the second-largest cryptocurrency by market capitalisation after BTC.
- (g) FOFO is a cryptocurrency linked to the Frog Defense ecosystem and the Frog Pikeman IP. It was design to incentivise and reward participation in the Frog Defense gaming ecosystem, supporting both play-to-earn features and NFT creation, with potential expansion plans to increase its utility and value within a broader Web3 ecosystem tied to Frog Pikeman IP and social finance applications.
- (h) SOL is a cryptocurrency that powers the Solana blockchain, known for its very fast and low-cost transactions. It allows users to pay fees for sending money, using apps, and executing smart contracts on the network. SOL can also be staked to help secure the network, rewarding users with more tokens. It supports DEFI, NFTs, and games, making it popular for a wide range of blockchain applications. Overall, SOL is a fast, affordable, and versatile digital currency used within a highly scalable blockchain system.
- (i) USDT is a blockchain-enabled platform designed to facilitate the use of fiat currencies in a digital manner. USDT exist as digital tokens built on several leading blockchains. These transport protocols consist of opensource software that interface with blockchains to allow for the issuance and redemption of USDT. USDT is referred to as stablecoin as it is pegged at 1:1 with a matching fiat currency (e.g. 1 USDT = 1 USD) and is backed 100% by USDT’s reserves, which includes traditional currency, cash equivalents, and other assets, including receivables from loans made by USDT to third parties. USDT are listed on major exchanges, over-the-counter desks, and wallets.

18. EVENTS AFTER THE END OF THE REPORTING PERIOD

The Group did not have any material events after the reporting period and up to the date of approval of the condensed consolidated financial statements.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the period ended 30 June 2025 (2024: Nil).

MANAGEMENT DISCUSSION AND ANALYSIS

Financial Review

During the six months ended 30 June 2025, the Group recorded a loss attributable to owners of the Company of HK\$26,747,000, compared to a loss attributable to owners of the Company of HK\$18,650,000 in the corresponding period of 2024. The increase in loss was mainly attributable to (i) the recognition of an impairment loss in respect of cryptocurrencies of HK\$14,435,000 and (ii) increase in administrative and other operating expenses of HK\$2,732,000, partially offset by a decrease of HK\$9,455,000 in the net loss arising on changes in fair value of financial assets at fair value through profit or loss.

Investment Objectives, Policies and Restrictions

Set out below are the investment objectives, policies and restrictions of the Company:

- i. Our investments will normally be made in listed and unlisted companies.
- ii. The Group had made investments with a short to long term perspective with the objective of making capital gain as well as income from dividend or interests. Over the years, the Group invested in listed and unlisted securities, bonds, direct investments, projects, properties and structured products and cryptocurrencies. Investments are also made in special or recovery situations.
- iii. There is no restriction on the proportion of the Company's assets which may be invested in any specific sector or company save for the restriction that the Company will not make an investment in any company which represents more than 20% of the consolidated net assets of the Company at the time such investment is made.

- iv. The Company will not either on its own or in conjunction with any connected person take legal, or effective, management control of underlying investments and that in any event the investment company will not own or control more than 30% (or such other percentage as may from time to time be specified in the Takeovers Code as being the level for triggering a mandatory general offer) of the voting rights in any one company or body; and
- v. The Directors do not intend to seek bank borrowings until substantially all the Company's funds have been invested and that the Company borrows, the Directors do not intend to borrow amounts representing in aggregate more than the consolidated net assets of the Company at the time the borrowing is made.

Investment Review

As at 30 June 2025, the major investments of the Group were (i) HK\$32,331,000 of a portfolio of listed financial instruments; (ii) HK\$45,144,000 of direct investment in unlisted financial instruments; (iii) HK\$2,927,000 of direct investment in unlisted investment funds; and (iv) HK\$138,695,000 of cryptocurrencies, which included donations aggregating HK\$55,115,000 received from the Company's controlling shareholder in January and May 2025. The investment portfolio of the Group mainly comprises equity and debt securities mainly in Hong Kong and the United States of America.

Interest income and dividend income from listed equity investments and cryptocurrencies during the six months ended 30 June 2025 amounted to HK\$936,000 and HK\$24,000, respectively.

The details of all investments with a value greater than 5% of the Group's gross assets and at least 10 largest investments as at 30 June 2025 respectively were set out in note 17.

The gain/(loss) arising in change in fair value of financial assets at fair value through profit or loss for all investments with a value greater than 5% of the Group's gross assets and at least 10 largest investment of the companies for the six months ended 30 June 2025 was as follows:

Name of investments		Number of shares/units held at 30 June 2025	Market value/ fair value/ revalued amounts as compared to the consolidated total asset of the Group at 30 June 2025	Realised gain/(loss) for the six months ended 30 June 2025	Unrealised (loss)/gain for the six months ended 30 June 2025
	Notes	'000	%	HK\$'000	HK\$'000
Listed equity securities in Hong Kong:					
Brockman Mining Limited	(a)	270,088	10.72	–	(19,749)
Unlisted equity and debt securities:					
Oddup Inc. – Preferred shares	(b)	N/A	14.05	–	20,850
Oddup Inc. – SAFETI	(b)	N/A	2.21	–	2,773
Cryptocurrencies:					
AFG	(c)	185,888	9.45	1,337	16,100
AKI Network	(d)	321,499	8.23	(1,773)	(9,556)
BTC	(e)	below 1	4.57	(389)	1,719
ETH	(f)	below 1	6.99	–	(3,946)
FOFO	(g)	5,800,000	23.52	–	46,883
SOL	(h)	4	1.93	6	(934)
USDT	(i)	1,532	5.16	–	–
				(819)	54,140

Notes:

- (a) As disclosed in the interim report of Brockman Mining Limited (“**Brockman**”), was principally engaged in the acquisition, exploration and development of iron ore projects in the Pilbara region of Western Australia. Brockman’s objective was to focus on the development of its iron ore projects in Western Australia which were advancing to the construction phase. Brockman operated with long-term business strategy to operate responsibly considering the interests of all stakeholders including its employees and contractors. It aimed to produce positive financial outcomes through (i) Brockman and MinRes continuing to advance the Marillana and Ophthalmia projects; (ii) attention to the its Corporate Governance and Social responsibilities, including a focus on ongoing safety and environmental compliance, and ongoing positive interaction with the communities within which it operated.

- (b) Oddup Inc. was incorporated in the United States of America and is principally engaged in operating a research platform that provides analytical information on startups, their trends, and both current and expected future valuations.

For the year ended 31 December 2024, the unaudited loss attributable to the equity holders of the company was approximately US\$103,000 and its unaudited net assets was approximately US\$2,397,000.

- (c) AFG is a key asset in the AOFverse that supports gameplay, asset trading, exclusive community participation, and economic incentives designed around the evolving metaverse and gaming platform.

Users can connect their wallets to trade and withdraw AFG tokens, which support the economy within multiple application. The token is also linked to exclusive community features like the “Fortune Founders Key.” AFG token have a central role in enabling gameplay, trading, and community engagement in the AOFverse metaverse.

- (d) AKI Network is the native token of the Aki platform which contains the Aki Protocol and Aki Network. Aki Protocol is a blockchain protocol providing oracle services and rewarding data layer contributors via a decentralised peer-to-peer network, and Aki Network is a consumer-facing application suite centered on influencer data.

Since AKI Network is a utility and governance token for the Aki platform, it aligns user incentives, enabling payments, rewarding contributors, and supporting community governance in the Web3 influencer and data space.

- (e) BTC is the first decentralised digital currency and the first cryptocurrency launched in 2009. It operates on a peer-to-peer network using blockchain technology, enabling secure, transparent, and censorship-resistant transactions without the need for intermediaries like banks. BTC serves as both a digital store of value and a medium of exchange, often called “digital gold” due to its fixed supply capped at 21 million coins. It underpins a global financial ecosystem, supports value transfer across borders, and has inspired a wide range of applications in the growing cryptocurrency and decentralised finance space.
- (f) ETH is the native cryptocurrency of the Ethereum, which is a decentralised blockchain platform that enables developers to create and deploy smart contracts and decentralized applications (dApps). ETH is used to pay for transaction fees and secure the network through a proof-of-stake consensus mechanism. Ethereum is widely recognised for pioneering programmable blockchain technology, allowing automated, trustless agreements and supporting a diverse range of applications including decentralised finance (“**DEFI**”), non-fungible token (“**NFT**”), and Web3 innovations. It is one of the largest and most actively developed blockchain ecosystems, continuously evolving to improve scalability and sustainability. ETH is the second-largest cryptocurrency by market capitalisation after BTC.
- (g) FOFO is a cryptocurrency linked to the Frog Defense ecosystem and the Frog Pikeman IP. It was design to incentivise and reward participation in the Frog Defense gaming ecosystem, supporting both play-to-earn features and NFT creation, with potential expansion plans to increase its utility and value within a broader Web3 ecosystem tied to Frog Pikeman IP and social finance applications.
- (h) SOL is a cryptocurrency that powers the Solana blockchain, known for its very fast and low-cost transactions. It allows users to pay fees for sending money, using apps, and executing smart contracts on the network. SOL can also be staked to help secure the network, rewarding users with more tokens. It supports DEFI, NFTs, and games, making it popular for a wide range of blockchain applications. Overall, SOL is a fast, affordable, and versatile digital currency used within a highly scalable blockchain system.
- (i) USDT is a blockchain-enabled platform designed to facilitate the use of fiat currencies in a digital manner. USDT exist as digital tokens built on several leading blockchains. These transport protocols consist of opensource software that interface with blockchains to allow for the issuance and redemption of USDT. USDT is referred to as stablecoin as it is pegged at 1:1 with a matching fiat currency (e.g. 1 USDT = 1 USD) and is backed 100% by USDT’s reserves, which includes traditional currency, cash equivalents, and other assets, including receivables from loans made by USDT to third parties. USDT are listed on major exchanges, over-the-counter desks, and wallets.

The Directors believe that the future performance of the listed equities held by the Group is largely affected by economic factors, investor sentiment, demand and supply balance of an investee company's shares and fundamentals of an investee company, such as investee company's news, business fundamental and development, financial performance and prospects. Accordingly, the Directors closely monitor the above factors, particularly the fundamentals of each investee company in the Group's equity portfolio, and proactively adjust the Group's equity portfolio mix in order to improve its performance.

Liquidity and Financial Resources

As at 30 June 2025, the Group had (i) cash and cash equivalents of HK\$4,727,000 (31 December 2024: HK\$5,999,000); and (ii) other financial liability of HK\$10,000,000 (31 December 2024: HK\$10,000,000).

The other financial liabilities represented a non-convertible bond (the “**Bond**”) with an outstanding principal amount of HK\$10,000,000 (as at 31 December 2024: HK\$10,000,000). The maturity date is 16 April 2026. The Company has an option to repay the outstanding principal amount of the Bond at any time before the maturity date but the bondholder shall not redeem the Bond before the maturity date.

The Bond carries interest at the rate of 2% per annum payable annually in arrears on the last day of each year from the date of the Bond, provided that the final repayment of the interest shall be on the maturity date. However, for every 10% increase in the net profit in any financial year during the term of the Bond as compared to the immediate previous year, the interest rate shall be increased by 1% for that financial year and with retrospective effect. The following year's interest rate will be reset at 2% subject to adjustment depending on the net profit. The interest rate during the term shall not be less than 2% per annum and not more than 6% per annum.

At 30 June 2025, the gearing ratio calculated as a percentage of total borrowings over equity attributable to owners of the Company was 4.53% (31 December 2024: 7.83%).

At 30 June 2025, the Group's net current asset and current ratio were HK\$213,571,000 (31 December 2024: HK\$120,490,000) and 20.39 (31 December 2024: 9.95), respectively.

Charges on Assets

As at 30 June 2025, there were no charges on the Group's assets (31 December 2024: Nil).

Capital Commitment and Contingent Liabilities

As at 30 June 2025, the Group had no material capital commitment and contingent liabilities (31 December 2024: Nil).

Foreign Exchange Exposure

The Group's principal place of business is in Hong Kong, hence transactions arising from its operations were generally settled in Hong Kong dollars, which is the functional currency of the Group. Apart from cryptocurrencies of the Group was denominated in United States dollars, the Group was not exposed to any significant foreign currency risk nor had employed any financial instrument for hedging.

Share Capital and Capital Structure

As at 30 June 2025, the Company had 1,050,500,887 shares of HK\$0.01 each in issue (31 December 2024: 1,050,500,887 shares).

Fund Raising Activities and Use of Proceeds

On 9 April 2024, the Company proposed to conduct the rights issue (the “**Rights Issue**”) on the basis of one (1) right share (“**Rights Share(s)**”) for every two (2) existing shares of the Company held on the record date of 29 April 2024 at the subscription price of HK\$0.162 per Rights Share, to raise gross proceeds of HK\$57 million by way of issuing up to 350,166,962 Rights Shares. On 30 May 2024, the Rights Issue was completed. The net proceeds from the Rights Issue after deducting the expenses (the “**Net Proceeds**”) were HK\$55 million. The Company intended to apply the Net Proceeds as to HK\$15 million for general working capital and the remaining balance of HK\$40 million for future investments.

Details of which were set forth in the Company's announcements dated 29 April 2024, 20 May 2024 and 29 May 2024, and the Company's prospectus dated 30 April 2024.

As at 30 June 2025, the Net Proceeds of HK\$40 million and HK\$15 million were fully utilised by the Group as future investments and general working capital in accordance with the intended use of proceeds set out in the Company's prospectus dated 30 April 2024.

The following table set forth the information in relation to the use of the Net Proceeds as at 31 December 2024 and 30 June 2025:

	Intended use of the Net Proceeds (HK\$ million)	Utilised of the Net Proceeds as at 31 December 2024 (HK\$ million)	Unutilised Net Proceed as at 31 December 2024 (HK\$ million)	Utilised of the Net Proceeds from January to June 2025 (HK\$ million)	Unutilised Net Proceed as at 30 June 2025 (HK\$ million)
Future Investments	40	40	–	–	–
General working capital	15	11	4	4	–
Total	<u>55</u>	<u>51</u>	<u>4</u>	<u>4</u>	<u>–</u>

Material Acquisitions and Disposals of Subsidiaries, Associates, and Joint Ventures

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

Future Plan for Material Investments or Capital Assets

The Group did not have any plan for material investments or capital assets as at 30 June 2025.

Prospects

The first half of 2025 has seen continued progress in market sentiment, particularly within the Hang Seng Index and CSI 300, building upon the positive momentum established last year. This improvement is driven by persistently low valuations that offer attractive entry points, ongoing government support to stimulate economic growth, and a growing recognition among global investors of Chinese companies' technological strength and commitment to shareholder returns.

With the notable shift in the cryptocurrency landscape, marked by deregulation and broader acceptance across markets. We remain committed to identifying and pursuing opportunities within the Web3 ecosystem, which we believe could play a pivotal role in the future of investment portfolios.

Despite the encouraging trends, we recognise that the global economic environment remains highly uncertain. Geopolitical tensions and inflationary pressures continue to present risks. Therefore, we will maintain a cautious approach, focusing on capital preservation and prudent risk management. Our investment strategy will prioritise sectors and assets with strong fundamentals capable of withstanding volatility, ensuring organizational resilience as we navigate evolving market conditions.

The Board is dedicated to executing strategies that ensure organizational resilience. We are poised to capitalise on emerging opportunities while proactively mitigating risks, positioning the Company for long-term success.

Events after the End of the Reporting Period

The Group did not have any material events after the reporting period and up to the date of approval of the condensed consolidated financial statements.

Employees and Remuneration Policy

The Group ensured that its employees are remunerated according to the prevailing manpower market conditions and individual performance, qualification, experience and the remuneration policies are reviewed on a regular basis.

There were 17 employees, including 2 executive Directors and 3 independent non-executive Directors as at 30 June 2025. Remuneration policies are reviewed in accordance with the market situation and the performance of individual Directors from time to time. In addition to salaries, the Group provides employee benefits such as medical insurance and mandatory provident fund schemes. Moreover, discretionary bonus and share options will be paid or granted to employees based on the Group's and individual performances.

The emoluments of the Directors were determined with reference to their duties and responsibilities with the Company, the Company's performance, prevailing market conditions and the market emoluments for directors of other listed companies and reviewed by the Remuneration Committee.

The Group's total staff costs (including Directors' emoluments) for the six months ended 30 June 2025 amounted to HK\$6,752,000 (2024: HK\$4,402,000).

COMPLIANCE WITH THE 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**”) set out in Appendix C3 to the Rules Governing the Listing of Securities (the “**Listing Rules**”) on the Stock Exchange as the code of conduct for dealing in securities of the Company by the Directors. All Directors have confirmed, upon specific enquiries made by the Company, that they had complied with the required standard set out in the Model Code during the six months ended 30 June 2025.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

In the opinion of the Board, the Company has complied with all the applicable code provisions set out in the Corporate Governance Code in Appendix C1 of the Listing Rules throughout the six months ended 30 June 2025.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2025.

DISCLOSURE OF CHANGE OF DIRECTORS' INFORMATION

Pursuant to Rule 13.51(B) of the Listing Rules, the changes in the information of directors since 31 December 2024 and up to the date of this announcement was set out below:

- (a) Ms. Lui Sau Lin resigned as independent non-executive Director of the Company and the chairman of the audit committee of the Board and a member of each of the remuneration committee and nomination committee of the Board with effect from 6 February 2025; and
- (b) Ms. Cheng Hiu Ching was appointed as a non-executive Director of the Company and the chairman of the audit committee of the Board and a member of each of the remuneration committee and nomination committee of the Board with effect from 6 February 2025.

REVIEW OF FINANCIAL STATEMENTS

The condensed consolidated financial statements for the six months ended 30 June 2025 and the 2025 interim report of the Company have been reviewed by the Audit Committee of the Board, which was of the opinion that the preparation of such interim report complied with the applicable accounting standards, the Listing Rules and legal requirements, and adequate disclosures have been made.

**PUBLICATION OF THE CONSOLIDATED INTERIM RESULTS
AND 2025 INTERIM REPORT ON THE WEBSITES OF THE STOCK
EXCHANGE AND THE COMPANY**

This interim results announcement is published on the websites of the Stock Exchange and the Company and the 2025 interim report containing all the information required by the Listing Rules will be dispatched to shareholders and published on the respective websites of the Stock Exchange and the Company in due course.

By Order of the Board
Walnut Capital Limited
Mung Kin Keung
Chairman

Hong Kong, 29 August 2025

As at the date of this announcement, the board of the Company comprises two executive directors, namely, Mr. MUNG Kin Keung (Chairman) and Mr. MUNG Bun Man, Alan; and three independent non-executive directors, namely, Mr. FUNG Wai Ching, Mr. CHUNG Wang Hei and Ms. CHENG Hiu Ching.