



SINO-ENTERTAINMENT
TECHNOLOGY HOLDINGS LIMITED

新娛科控股有限公司

(Incorporated in the Cayman Islands with limited liability)

Stock Code: 6933

2025
INTERIM REPORT



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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Sui Jiaheng (*Chairman*)
Mr. Li Tao

Non-Executive Director

Mr. He Shaoning

Independent Non-Executive Directors

Ms. Pang Xia
Mr. Deng Chunhua
Ms. Chen Nan

BOARD COMMITTEES

Audit Committee

Ms. Pang Xia (*Chairlady*)
Mr. Deng Chunhua
Ms. Chen Nan

Remuneration Committee

Mr. Deng Chunhua (*Chairman*)
Ms. Pang Xia
Ms. Chen Nan

Nomination Committee

Mr. Sui Jiaheng (*Chairman*)
Ms. Pang Xia
Mr. Deng Chunhua

COMPANY SECRETARY

Mr. Yuen Chi Wai *FCPA*

AUTHORISED REPRESENTATIVES

Mr. Sui Jiaheng
Mr. Yuen Chi Wai

AUDITOR

Asian Alliance (HK) CPA Limited
Certified Public Accountants
Registered Public Interest Entity Auditor
8/F, Catic Plaza
8 Causeway Road
Causeway Bay, Hong Kong

REGISTERED OFFICE

Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Suite No. 2, 3/F Sino Plaza
255 Gloucester Road
Causeway Bay, Hong Kong

PRINCIPAL PLACE OF BUSINESS IN THE PRC

Room 3, Floor 5, Fortune Plaza
No. 4 Deshan Road, Luocheng Dongmen Town
Luocheng Mulao Autonomous County
Hechi City
Guangxi, Zhuang Autonomous Region
the People's Republic of China

CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Conyers Trust Company (Cayman) Limited

Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Investor Services Limited

17/F, Far East Finance Centre
16 Harcourt Road
Hong Kong

PRINCIPAL BANKER

Postal Savings Bank of China

COMPANY'S INVESTOR RELATIONSHIP WEBSITE

<http://www.sinotecw.com>

STOCK CODE

6933

FINANCIAL HIGHLIGHTS

	Six months ended 30 June		
	2025	2024	Change%
	RMB'000 (unaudited)	<i>RMB'000</i> (unaudited)	
Revenue	23,115	30,323	(23.8%)
Gross profit	11,069	2,263	389.1%
Loss for the Period	(1,756)	(5,984)	(70.7%)

Revenue for the Period amounted to approximately RMB23,115,000, representing a decrease of approximately 23.8% as compared with that of the corresponding period in previous year.

Gross profit for the Period has increased by approximately 389.1% to approximately RMB11,069,000.

Loss for the Period was approximately RMB1,756,000, representing a decrease of approximately 70.7% as compared with that of the corresponding period in previous year. The reduction in loss for the Period was mainly due to the increase in revenue and gross profit from developing and providing technical support for mobile app on SocialFi with blockchain technology.

CHAIRMAN'S STATEMENT

Dear Shareholders,

On behalf of the board (the “**Board**”) of directors (the “**Directors**”) of Sino-Entertainment Technology Holdings Limited (the “**Company**”), I hereby present the interim report of the Company and its subsidiaries (collectively referred as the “**Group**”) for the six months ended 30 June 2025 (the “**Period**”).

The Group is an integrated game publisher and developer with a focus on publishing mobile games in the market of mainland China. We strive to bringing quality and interactive gameplay experience to game players by drawing upon our experience and expertise in the mobile game industry together with our sound understanding with our publishing partners and game players gained over the years of our operations. During the Period, the Group also commenced to engage in developing and providing technical support for mobile app on SocialFi with blockchain technology. SocialFi is a new concept combining social media and decentralized finance which allows everyone to earn benefits while participating in social media interactions. We consider that SocialFi will reshape the business model of social media with high business development potentials.

The Group achieved a total revenue of approximately RMB23,115,000 for the Period, of which revenue of RMB9,200,000 was generated from publishing of third party games and revenue of RMB13,915,000 was generated from the development and technical support for mobile app on SocialFi with blockchain technology. The Group did not have any revenue from publishing self-developed games nor from development and sales of games during the Period. With the new income source generated from the development and technical support for the mobile app on SocialFi, the Group was able to improve its financial performance by reducing the net loss from approximately RMB5,984,000 recorded in the corresponding period last year to approximately RMB1,756,000 for the Period.

Looking ahead, we will continue to focus on developing businesses with blockchain technology with high growth potential, increasing game development and publishing capacities, strengthening the relationships with existing customers and developing relationships with new customers. We will continue to drive our business growth in order to maximise the return for our Shareholders.

Appreciation

On behalf of the Board, I hereby express my sincere gratitude to the employees of the Group for their hard work and contributions.

Sui Jiaheng
Chairman

Hong Kong, 29 August 2025

MANAGEMENT DISCUSSION AND ANALYSIS

Financial Overview

Revenue

For the Period, the Group's revenue amounted to approximately RMB23,115,000, representing a decrease of approximately 23.8% from that of approximately RMB30,323,000 for the six months ended 30 June 2024.

Provision of digital services with blockchain technology

During the Period, the Group generated revenue of approximately RMB13,915,000 from developing and providing technical support for mobile app on SocialFi with blockchain technology (for the six months ended 30 June 2024: Nil).

Publishing of self-developed games

During the Period, the Group did not publish any in-house mobile game with its own proprietary title, therefore, no publishing revenue was generated (for the six months ended 30 June 2024: Nil).

Publishing of third party games

During the Period, the Group as a co-publisher provided publishing services for 13 third-party games, contributing co-publishing revenue of approximately RMB9,200,000 (for the six months ended 30 June 2024: 20 third-party games contributing co-publishing revenue of approximately RMB16,172,000).

Development and sales of mobile games

During the Period, the Group did not have any sales of mobile games (for the six months ended 30 June 2024: sales of 3 customised software and games to third parties, contributing sales revenue of approximately RMB14,151,000).

Administrative expenses

Administrative expenses mainly included consumables costs, depreciation and auditor's remuneration. For the Period, the Group's administrative expenses amounted to approximately RMB9,203,000 (for the six months ended 30 June 2024: approximately RMB21,050,000). The decrease was mainly attributable to the decrease in amortisation of intangible asset and the expenses on share-based payments.

Research and development expenses

Research and development expenses mainly consisted of expenses for the development of live streaming platforms for gaming services during the period amounting to approximately RMB12,038,000 (for the six months ended 30 June 2024: RMB267,000).

Taxation

Under the current laws of the Cayman Islands, the Group is not subject to income tax or capital gains tax in the Cayman Islands. Additionally, dividend payments made by the Group are not subject to withholding tax in the Cayman Islands.

Hong Kong profits tax has been provided at the rate of 16.5% on the estimated assessable profit for the Period.

Management Discussion and Analysis

Under the Law of the PRC on Enterprise Income Tax (the “**EIT Law**”) and the Implementation Regulations of the EIT Law, the tax rate of the PRC companies is 25%.

Pursuant to Cai Shui [2023] No. 7 issued by Ministry of Finance, enterprise engaging in research and development activities are entitled to claim 200% of their research and development expenses so incurred as tax deductible expenses when determining their assessable profits for that year. The Group has made its best estimate for such deduction to be claimed for the Group’s entities in ascertaining the assessable profits for the Period.

For the Period, income tax expense was approximately RMB990,000 (for the six months ended 30 June 2024: approximately RMB1,440,000).

Loss for the Period

The Group’s loss for the Period was approximately RMB1,756,000 (for the six months ended 30 June 2024: approximately RMB5,984,000). The decrease in loss for the Period was the combined results of: (i) the increase in revenue from developing and providing technical support for mobile app on SocialFi with blockchain technology, (ii) the reversal of impairment losses under the expected credit loss model previously recognised, (iii) the decrease in administrative expenses as a result of the decrease in amortisation of intangible assets and expenses on share-based payment, and (iv) the increase in research and development expenses as a result of increase in expenses for the development of live streaming platforms for gaming services.

Interim Dividend

The Board does not recommend any distribution of interim dividend for the Period.

Gearing Ratio

The Group’s gearing ratio as at 30 June 2025, calculated on the basis of total debts divided by total equity at the end of the Period, was 6.1% (31 December 2024: 10.7%).

Liquidity and Financial Resources

The operations of the Group are mainly financed by the cash generated from its operations. As at 30 June 2025, the net current assets of the Group amounted to approximately RMB72,824,000 (31 December 2024: approximately RMB69,482,000) and cash and cash equivalents as at 30 June 2025 amounted to approximately RMB9,508,000 (31 December 2024: approximately RMB29,715,000).

As at 30 June 2025, the Group had no bank or other borrowings (31 December 2024: Nil).

Credit Risk

The Group uses provision matrix to calculate expected credit loss (the “**ECL**”) for the trade receivables and calculates the ECL for the other receivables by grouping the counterparties with similar nature under general approach. The provision of ECL is sensitive to changes in estimates. Significant credit-impaired receivables are identified and assessed individually; the remaining debtors are grouped into different categories and the basis of expected loss rates in each category is determined with reference to historical default rates and forward-looking information. Impairment losses for the Period are recognised as a result of the expected loss assessment, which has considered the expected timing of collection and the quality of debtors, including their credit worthiness and repayment history.

Currency Risk

The functional currency of the Group's main operating subsidiaries is Renminbi as their substantial revenue is in Renminbi. However, certain subsidiaries of the Group have their assets and liabilities denominated in currencies other than Renminbi. The Group is subject to foreign exchange rate risk with respect to recognised assets and liabilities which are denominated in currencies other than Renminbi. The Group currently does not have a foreign exchange hedging policy. However, the management of the Group will continue to monitor foreign exchange exposure and will consider hedging significant foreign exchange exposure should the need arise.

Capital Commitments

As at 30 June 2025, other than the unpaid registered capital for the Group's subsidiaries, the Group did not have any significant capital commitments (31 December 2024: Nil).

Capital Structure

The Company's capital structure remained unchanged after the listing of the Company's Shares on the Stock Exchange on 15 July 2020. The capital structure of the Group comprises equity interest attributable to the owners of the Company (including issued share capital and reserves). The Directors regularly review the capital structure of the Group. As part of the review, the Directors have considered the cost of capital and the associated risks of various types of capital.

Material Acquisitions and Disposals

Pursuant to the reorganisation, the Company became the holding company of the Group after the reorganisation. The details of the reorganisation are set out in the paragraph headed "Reorganisation" under the section headed "History, Reorganisation and Corporate Structure" in the Prospectus.

On 12 February 2025, Sino-Entertainment (HK) International Holdings Limited (an indirect wholly-owned subsidiary of the Company, "**SEHKIHL**"), Time Entertainment International Limited (an indirect non-wholly owned subsidiary of the Company, "**TEIL**") and Time Is Money Co., Limited ("**TIMCL**") entered into the Shareholders' Agreement to govern, among other things, the relationship between SEHKIHL and TIMCL as shareholders of TEIL and the commitment by each of SEHKIHL and TIMCL to TEIL. Pursuant to the Shareholders' Agreement, SEHKIHL shall inject capital in the amount of HK\$20.0 million into TEIL, and TIMCL shall procure the transfer of the core source code of the SocialFi mobile app developed by TIMCL and the other relevant intellectual properties related to the SocialFi mobile app, such as the data of the software framework, user interface design and programs, to TEIL. The source code will be developed as a SocialFi mobile app. As such, the amount of Capital Injection was in substance the consideration for the acquisition of the core source code of the SocialFi mobile app developed by TIMCL and the other relevant intellectual properties related to the SocialFi mobile app. TIMCL also guarantees to SEHKIHL that the aggregate audited net profit after tax of TEIL for the years ending 31 December 2025, 2026 and 2027 will not be less than HK\$40.0 million. If the aggregate audited net profit is less than HK\$40.0 million, TIMCL agrees to transfer such number of shares of TEIL held by TIMCL to SEHKIHL as calculated according to an agreed formula and if TEIL records aggregate audited loss for the years ending 31 December 2025, 2026 and 2027, TIMCL will transfer the entire number of shares of TEIL held by it to SEHKIHL.

Management Discussion and Analysis

The transactions under the Shareholders' Agreement constitute an acquisition (through contribution in kind) under the Listing Rules. As one or more of the applicable percentage ratios (as calculated under Rule 14.07 of the Listing Rules) in respect of the acquisition (through contribution in kind) contemplated under the Shareholders' Agreement exceed 25% but less than 100%, the entering into of the Shareholders' Agreement constitutes a major transaction of the Company under Chapter 14 of the Listing Rules and are therefore subject to reporting, announcement, circular and Shareholders' approval requirements under Chapter 14 of the Listing Rules.

The Company's option (the "**Option**") to acquire the equity interests of TEIL under the profit guarantee clause of the Shareholders' Agreement is treated as a transaction and classified by reference to the percentage ratios pursuant to Rules 14.04(1)(b) and 14.73 of the Listing Rules. Since the exercise of the Option is at the discretion of the Company, according to Rule 14.75(1) of the Listing Rules, on the grant of the Option, only the premium (which is nil) will be taken into consideration for calculating the percentage ratios. The Company will comply with the relevant Listing Rules on the exercise of the Option (where required).

On 9 April 2025, an extraordinary general meeting of the Company was held at which the Shareholders' Agreement and the transactions contemplated thereunder were approved, confirmed and ratified by the Shareholders. For more details, please refer to the circular and the poll results announcement issued by the Company dated 21 March and 9 April 2025 respectively.

During the Period, other than the major transaction mentioned above, the Group did not have any material acquisitions or disposals of subsidiaries, associates or joint ventures.

Employees and Remuneration Policy

As at 30 June 2025, the Group employed 25 (30 June 2024: 28) employees. Remunerations of the Group's employees were determined with reference to factors such as market terms, their qualification, responsibility, contribution and experience.

Pledged Assets and Contingent Liabilities of the Group

As at 30 June 2025, there were no charges on the Group's assets and the Group did not have any contingent liabilities (31 December 2024: nil).

Prospects

The Group continues to navigate the dynamic mobile gaming industry in the PRC and enhance the business by investing in development of live streaming platforms. At the same time, the Group is optimistic on developing and providing technical support on SocialFi mobile app with blockchain technology which has demonstrated its profitability during the Period. The Group would adhere to the prevailing applicable policies and review the Group's business strategy regularly to capture business opportunities in the PRC and abroad.

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
		RMB'000	RMB'000
		(Unaudited)	(Unaudited)
Notes			
Revenue	4	23,115	30,323
Cost of sales		(12,046)	(28,060)
Gross profit		11,069	2,263
Other income		296	1,819
Other gains and losses, net		405	283
Administrative expenses		(9,203)	(21,050)
Reversal of impairment losses under expected credit loss model, net	6	8,705	12,892
Research and development expenses		(12,038)	(267)
Finance costs		—	(484)
Loss before tax		(766)	(4,544)
Income tax expense	7	(990)	(1,440)
Loss for the period	8	(1,756)	(5,984)
Other comprehensive (expense) income for the period, net of income tax:			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising on translation of foreign operations		(1,109)	889
Total comprehensive expenses for the period		(2,865)	(5,095)
(Loss) profit for the period attributable to:			
— Owners of the Company		(3,629)	(5,561)
— Non-controlling interests		1,873	(423)
		(1,756)	(5,984)
Total comprehensive (expenses) income attributable to:			
— Owners of the Company		(4,604)	(4,870)
— Non-controlling interests		1,739	(225)
		(2,865)	(5,095)
Loss per share	9		
— Basic and diluted (RMB cents)		(0.89)	(1.38)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2025

	Notes	30 June 2025 RMB'000 (Unaudited)	31 December 2024 RMB'000 (Audited)
NON-CURRENT ASSETS			
Property and equipment		13	13
Intangible assets	12	34,467	18,151
Deferred tax assets		3,150	3,150
		37,630	21,314
CURRENT ASSETS			
Cryptocurrencies		10	4
Trade and other receivables	11	70,010	49,516
Cash and cash equivalents		9,508	29,715
		79,528	79,235
CURRENT LIABILITIES			
Trade and other payables	13	2,208	6,234
Tax liabilities		4,496	3,519
		6,704	9,753
NET CURRENT ASSETS		72,824	69,482
NET ASSETS		110,454	90,796
CAPITAL AND RESERVES			
Share capital		285	285
Reserves		83,226	84,467
Equity attributable to owners of the Company		83,511	84,752
Non-controlling interests		26,943	6,044
TOTAL EQUITY		110,454	90,796

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2025

	Share capital RMB'000	Share premium RMB'000	Other reserve RMB'000	Statutory surplus reserve RMB'000	Share held under share award scheme reserve RMB'000	Share- based payment reserve RMB'000	Capital reserve RMB'000	Translation reserve RMB'000	Accumulated losses RMB'000	Sub-total RMB'000	Non- controlling interests RMB'000	Total RMB'000
At 1 January 2024 (audited)	285	118,624	(3,141)	4,177	(7)	845	—	3,612	(26,686)	97,709	7,003	104,712
Loss for the period	—	—	—	—	—	—	—	—	(5,561)	(5,561)	(423)	(5,984)
Other comprehensive income for the period, net of income tax:												
<i>Items that may be reclassified subsequently to profit or loss:</i>												
Exchange differences arising on translation of foreign operations	—	—	—	—	—	—	—	691	—	691	198	889
Total comprehensive income (expenses) for the period	—	—	—	—	—	—	—	691	(5,561)	(4,870)	(225)	(5,095)
Equity-settled share-based transaction	—	—	—	—	—	7,337	—	—	—	7,337	—	7,337
At 30 June 2024 (unaudited)	285	118,624	(3,141)	4,177	(7)	8,182	—	4,303	(32,247)	100,176	6,778	106,954
At 1 January 2025 (audited)	285	133,411	(3,141)	4,177	(3)	—	—	4,600	(54,577)	84,752	6,044	90,796
(Loss) profit for the period	—	—	—	—	—	—	—	—	(3,629)	(3,629)	1,873	(1,756)
Other comprehensive income for the period, net of income tax:												
<i>Items that may be reclassified subsequently to profit or loss:</i>												
Exchange differences arising on translation of foreign operations	—	—	—	—	—	—	—	(975)	—	(975)	(134)	(1,109)
Total comprehensive (expenses) income for the period	—	—	—	—	—	—	—	(975)	(3,629)	(4,604)	1,739	(2,865)
Capital injection by non-controlling interests	—	—	—	—	—	—	1,700	—	—	1,700	19,160	20,860
Equity-settled share-based transaction	—	—	—	—	—	1,663	—	—	—	1,663	—	1,663
At 30 June 2025 (unaudited)	285	133,411	(3,141)	4,177	(3)	1,663	1,700	3,625	(58,206)	83,511	26,943	110,454

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2025

	Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
OPERATING ACTIVITIES		
Operating cash flows before movements in working capital	(3,714)	(6,175)
Increase in trade and other receivables	(11,795)	(6,136)
(Decrease) increase in trade and other payables	(4,026)	1,856
NET CASH USED IN OPERATING ACTIVITIES	(19,535)	(10,455)
INVESTING ACTIVITIES		
Interest received from bank deposits	293	1,787
Proceeds on disposal of financial assets at FVTPL	—	5,098
Purchase of intangible assets	—	(3,302)
NET CASH FROM INVESTING ACTIVITIES	293	3,583
FINANCING ACTIVITIES		
Payment of lease liabilities	—	(15)
NET CASH USED IN FINANCING ACTIVITIES	—	(15)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(19,242)	(6,887)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	29,715	79,569
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	(965)	1,450
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD, represented by cash and cash equivalents	9,508	74,132

During the period ended 30 June 2025, trade receivables were settled by cryptocurrencies of 127,700 Tether USD (“**USDT**”), a blockchain-based cryptocurrency, equivalent to US\$127,700, being the fair value of the USDT at the date of payment (one USDT can be redeemed for one U.S. dollars).

During the period ended 30 June 2025, the Group had prepayments of 127,000 USDT (equivalent to US\$127,000) to a third party for the research and development expenses.

During the period ended 30 June 2025, the Group acquired the intangible assets for the core source code of the SocialFi mobile app which was developed by Time Is Money Co., Limited (“**TIMCL**”), the non-controlling interests of Time Entertainment International Limited (“**TEIL**”), the total investment costs and staff costs incurred for the development of the existing core source code of the framework module of the SocialFi mobile app (including the relevant intellectual properties related to it) as capital injection by non-controlling interests were approximately RMB20,860,000.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2025

1. GENERAL INFORMATION

Sino-Entertainment Technology Holdings Limited (the “**Company**”) was incorporated and registered as an exempted company with limited liability in the Cayman Islands under the Companies Law, Chapter 22 of the Cayman Islands on 18 April 2018 by eleven citizens of the People's Republic of China (the “**PRC**”) (the “**Registered Shareholders**”) through setting up wholly-owned companies incorporated in the British Virgin Islands (“**BVI**”).

The Company is an investment holding company. The Company and its subsidiaries (the “**Group**”) are principally engaged in publishing and development of mobile games (the “**Listing Business**”) in the PRC and blockchain technology business. The operations of the Listing Business are conducted by Luo Cheng Mulao Autonomous County Dinglian Technology Company Limited (“**Dinglian Technology**”) and its subsidiaries (the “**Operating Entities**”) while Dinglian Technology is legally owned by the Registered Shareholders.

The Company's shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) on 15 July 2020.

The condensed consolidated financial statements are presented in Renminbi (“**RMB**”), which is also the functional currency of the Company.

2. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard (“**HKAS**”) 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (the “**HKICPA**”) as well as the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on the Stock Exchange.

The directors of the Company (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.

Contractual arrangements

Due to the restrictions imposed by Law of the People's Republic of China (the “**PRC Law**”) on foreign ownership of companies engaged in the Listing Business carried out by the Group, the Group conducts a substantial portion of the Listing Business through the Operating Entities. On 7 November 2018, Khorgos Entertainment Information Technology Company Limited (“**Khorgos Entertainment**”), Dinglian Technology and the Registered Shareholders entered into a series of contractual agreements (collectively, the “**Contractual Arrangements**”), which enable Khorgos Entertainment and the Group to:

- exercise effective control over the Operating Entities, expose, or has rights, to variable returns from its involvement with the Operating Entities and has ability to affect those returns through its power over the Operating Entities;
- exercise equity holders' controlling voting rights of the Operating Entities;

For the six months ended 30 June 2025

2. BASIS OF PREPARATION (Continued)

Contractual arrangements (Continued)

- receive substantially all of the economic interest returns generated by the Operating Entities in consideration for the business support, technical and consulting services provided by Khorgos Entertainment;
- obtain an irrevocable and exclusive right to purchase all or part of equity interests in the Operating Entities from the Registered Shareholders at a nominal consideration unless the relevant government authorities request that another amount be used as the purchase consideration permitted under the PRC Laws. Khorgos Entertainment may exercise such options at any time until it has acquired all equity interests and/or all assets of the Operating Entities. In addition, the Operating Entities are not allowed to sell, transfer, or dispose any assets, or make any distributions to their equity holders without prior consent of Khorgos Entertainment; and
- obtain a pledge over the entire equity interest of the Operating Entities from their equity holders as collateral security, to secure all obligations of Dinglian Technology and the Registered Shareholders under the Contractual Arrangements.

The Group does not have any equity interest in the Operating Entities. However, as a result of the Contractual Arrangements, the Group has rights to variable returns from its involvement with the Operating Entities and has the ability to affect those returns through its power over the Operating Entities and is considered to have control over the Operating Entities. Consequently, the Company regards the Operating Entities as indirect subsidiaries.

3. PRINCIPAL ACCOUNTING POLICIES

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

Other than additional accounting policies resulting from application of amendments to HKFRS Accounting Standards, and application of certain accounting policies which become relevant to the Group, 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 annual financial statements for the year ended 31 December 2024.

For the six months ended 30 June 2025

3. PRINCIPAL ACCOUNTING POLICIES (Continued)**Application of amendments to HKFRS Accounting Standards**

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:

HKAS 21 *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 periods and/or on the disclosures set out in these condensed consolidated financial statements.

4. REVENUE**(i) Disaggregation of revenue from contracts with customers****For the six months ended 30 June 2025**

	Publishing of third party games RMB'000 (unaudited)	Development and sales of games RMB'000 (unaudited)	Provision of digital services with blockchain technology RMB'000 (unaudited)	Total RMB'000 (unaudited)
Geographical market				
Hong Kong	—	—	13,915	13,915
The PRC	9,200	—	—	9,200
Total	9,200	—	13,915	23,115
Timing of revenue recognition				
A point in time	—	—	—	—
Over time	9,200	—	13,915	23,115
Total	9,200	—	13,915	23,115

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2025

4. REVENUE (Continued)

(i) Disaggregation of revenue from contracts with customers (Continued)

For the six months ended 30 June 2024

	Publishing of third party games RMB'000 (unaudited)	Development and sales of games RMB'000 (unaudited)	Provision of digital services with blockchain technology RMB'000 (unaudited)	Total RMB'000 (unaudited)
Geographical market				
Hong Kong	—	—	—	—
The PRC	16,172	14,151	—	30,323
Total	16,172	14,151	—	30,323
Timing of revenue recognition				
A point in time	—	14,151	—	14,151
Over time	16,172	—	—	16,172
Total	16,172	14,151	—	30,323

Six months ended 30 June

	2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
The contracts with customers are with:		
Variable consideration	9,200	16,172
Fixed price	13,915	14,151
	23,115	30,323

5. OPERATING SEGMENTS

Operating segments are identified on the basis of internal reports about components of the Group that are regularly reviewed by Mr. Sui Jiaheng, an executive director and the chairman of the Company, and Mr. Li Tao, an executive director and the chief executive officer of the Company, being the chief operating decision makers (the “CODM”), in order for the CODM to allocate resources and to assess performance. No operating segments identified by the CODM have been aggregated in arriving at the reportable segments of the Group.

For the six months ended 30 June 2025

5. OPERATING SEGMENTS (Continued)

Specifically, the Group's reportable segments under HKFRS 8 *Operating Segments* are as follows:

- (i) Mobile game business: publishing and development and sales of mobile games in the PRC.
- (ii) Blockchain technology business: provision of digital services to liquidity pools operating on blockchain protocols within cryptocurrency networks and developing and providing technical support for mobile app on SocialFi with blockchain technology.

(a) Segment revenues and results

The following is an analysis of the Group's revenue and results by reportable segments:

For the six months ended 30 June 2025 (unaudited)

	Mobile game business RMB'000	Blockchain technology business RMB'000	Total RMB'000
Revenue	9,200	13,915	23,115
Segment results	(5,155)	6,305	1,150
Unallocated other gains or losses			405
Unallocated corporate expenses			(2,321)
Loss before tax			(766)

For the six months ended 30 June 2024 (unaudited)

	Mobile game business RMB'000	Blockchain technology business RMB'000	Total RMB'000
Revenue	30,323	—	30,323
Segment results	1,385	114	1,499
Unallocated other gains or losses			283
Unallocated other income			1,787
Unallocated corporate expenses			(8,113)
Loss before tax			(4,544)

For the six months ended 30 June 2025

6. IMPAIRMENT ASSESSMENT ON FINANCIAL ASSETS SUBJECT TO EXPECTED CREDIT LOSS (“ECL”) MODEL

The basis of determining the inputs and assumptions and the estimation techniques used in the condensed consolidated financial statements for the six months ended 30 June 2025 are the same as those followed in the preparation of the Group’s annual financial statements for the year ended 31 December 2024.

During the six months ended 30 June 2025, the Group recognised a net reversal of impairment loss of approximately RMB8,705,000 which included a gross impairment loss of approximately RMB558,000 and the reversal of approximately RMB9,263,000 for trade receivables. During the six months ended 30 June 2024, the Group recognised a net reversal of impairment loss of approximately RMB12,892,000, which include a gross impairment loss of approximately RMB484,000 and the reversal of approximately RMB13,376,000 for trade receivables.

7. INCOME TAX EXPENSE

Income tax expense for the periods are as follow:

	Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Current tax:		
Hong Kong Profits Tax	990	—
Deferred tax	—	1,440
Income tax expense	990	1,440

For the six months ended 30 June 2025

8. LOSS FOR THE PERIOD

Loss for the period has been arrived at after charging (crediting) the following items:

	Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Depreciation of right-of-use assets	—	14
Amortisation of intangible assets:		
— Cost of sales	2,073	—
— Administrative expenses	2,350	5,260
Total depreciation and amortisation	4,423	5,274
Short-term lease payments	127	83
Research and development expenses (<i>Note a</i>)	12,038	267
Legal and professional fees	788	831
Staff cost (<i>Note a</i>)	4,670	8,778
Interest income from bank deposits	(293)	(1,787)

Note:

- (a) During the six months ended 30 June 2025, research and development expenses consist of staff costs for the Group's research and development personnel of approximately RMB78,000 (six months ended 30 June 2024: RMB265,000) which are included in "Staff cost" as above.

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2025

9. LOSS PER SHARE

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

	Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Loss for the period attributable to owners of the Company for the purpose of basic and diluted loss per share	(3,629)	(5,561)
	Six months ended 30 June	
	2025	2024
	'000	'000
Number of shares		
Weighted average number of ordinary shares for the purpose of basic loss per share (<i>Notes</i>)	409,333	404,398
Effect of dilutive potential ordinary shares:		
Effect of shares awarded under share award scheme	16,000	7,770
Weighted average number of ordinary shares for the purpose of diluted loss per share	425,333	412,168

Notes:

- The calculation of weighted average number of ordinary shares exclude approximately 5,505,000 ordinary shares (six months ended 30 June 2024: 10,440,000) held under the share award scheme for the six months ended 30 June 2025.
- The computation of diluted loss per share for the six months ended 30 June 2025 and 30 June 2024 did not assume the vesting of awarded shares since it would result in a decrease in loss per share for the period which was regarded as anti-dilutive.

10. DIVIDEND

No dividend was paid, declared or proposed during both interim periods. The Directors have determined that no dividend will be paid in respect of both interim periods.

For the six months ended 30 June 2025

11. TRADE AND OTHER RECEIVABLES

	30 June 2025 RMB'000 (Unaudited)	31 December 2024 RMB'000 (Audited)
Trade receivables — contracts with customers	57,435	57,357
Less: Allowance for credit losses	(10,744)	(19,449)
Trade receivables, net (<i>Note a</i>)	46,691	37,908
Down payments to game publishers — refundable	—	18,022
Less: Allowance for credit losses	—	(18,022)
Down payments to game publishers — refundable, net	—	—
Other receivables	—	5,970
Less: Allowance for credit losses	—	(5,970)
Other receivables, net	—	—
Advances to suppliers (<i>Note b</i>)	2,121	3,035
Deposits and prepayments (<i>Note c</i>)	11,804	99
Value-added tax recoverable	9,394	8,474
Other receivables, deposits and prepayments, net	23,319	11,608
Trade and other receivables, net	70,010	49,516

Notes to the Condensed Consolidated Financial Statements

For the six months ended 30 June 2025

11. TRADE AND OTHER RECEIVABLES (Continued)

- (a) The Group allows a credit period of 90 to 360 days to its trade customers.

The following is an aged analysis of trade receivables, net of allowance for credit losses presented based on the date of delivery of goods or monthly statements issued, at the end of the reporting periods:

	30 June 2025 RMB'000 (Unaudited)	31 December 2024 RMB'000 (Audited)
0 to 90 days	17,651	7,271
91 to 180 days	4,873	7,479
181 to 365 days	23,163	18,978
Over one year	1,004	4,180
	46,691	37,908

- (b) During the period ended 30 June 2025 and year ended 31 December 2024, the advances to suppliers mainly included the prepaid game promotion spending with the game platform operators.
- (c) During the six months ended 30 June 2025, the increase in prepayments was mainly due to the prepayment for the development of live streaming platforms for gaming services of approximately RMB4,350,000 and the advertising fees for mobile app on SocialFi of approximately RMB5,400,000.

12. INTANGIBLE ASSETS

During the period ended 30 June 2025, the Group acquired the intangible assets for the core source code of the SocialFi mobile app which was developed by TIMCL, the non-controlling interests of TEIL, the total investment costs and staff costs incurred for the development of the existing core source code of the framework module of the SocialFi mobile app (including the relevant intellectual properties related to it) as capital injection by non-controlling interests were approximately RMB20,860,000.

13. TRADE AND OTHER PAYABLES

	30 June 2025 RMB'000 (Unaudited)	31 December 2024 RMB'000 (Audited)
Trade payables	1,032	4,495
Other tax payables	15	22
Payroll and welfare payables	417	319
Accrued expenses	677	1,332
Others	67	66
	2,208	6,234

For the six months ended 30 June 2025

13. TRADE AND OTHER PAYABLES (Continued)

The credit period on services provided by suppliers is generally from 30 to 90 days.

The following is an aged analysis of trade payables presented based on the receipt of services or monthly statements issued at the end of the reporting period.

	30 June 2025 RMB'000 (Unaudited)	31 December 2024 RMB'000 (Audited)
0 to 30 days	1,032	1,170
31 to 60 days	—	1,669
61 to 90 days	—	1,322
91 to 180 days	—	334
	1,032	4,495

14. RELATED PARTY TRANSACTIONS

Other than disclosed elsewhere in these condensed consolidated financial statement, the Group did not have material transactions with related parties during both six months ended 30 June 2025 and 30 June 2024.

Compensation of key management personnel

The remuneration of Directors and other members of the key management personnel during the period were as follows:

	Six months ended 30 June 2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
Short-term employee benefits	530	528
Post-employment benefits	50	45
Share-based payments	948	569
	1,528	1,142

The remuneration of Directors and key executives is determined by the remuneration committee having regard to the performance of individual and market trends

OTHER INFORMATION

INTERIM DIVIDEND

The Directors do not recommend any distribution of interim dividend for the six months ended 30 June 2025.

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

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the Period.

DISCLOSURE OF INTERESTS

Directors' and Chief Executive's Interests and Short Positions in Shares, Underlying Shares and Debentures

As at 30 June 2025, the interests or short positions of the Directors and the chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they are taken or deemed to have under such provision of the SFO), or which were required to be recorded in the register required to be kept under section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code, were as follows:

(i) Long Positions in the Shares of the Company

Director	Nature of interest	Number of Shares interested	Approximate percentage of interest in the issued share capital of the Company ⁽¹⁾
Mr. Sui Jiaheng ⁽²⁾	Interest in a controlled corporation	158,900,000	38.30%
Mr. Li Tao	Beneficial owner	292,500	0.07%

Notes:

1. Based on 414,837,816 issued Shares as at 30 June 2025.
2. Mr. Sui Jiaheng is the sole shareholder of Sun JH Holding Ltd. which holds 158,900,000 Shares. Therefore, Mr. Sui is deemed to be interested in Sun JH Holding Ltd.'s interest in the Shares pursuant to the SFO.

(ii) Long position in associated corporations

Luocheng Mulao Autonomous County Dinglian Technology Company Limited (羅城仫佬族自治縣頂聯科技有限責任公司) (“Dinglian Technology”)

Name	Nature of interest	Approximate percentage shareholding in the associated corporation
Mr. Sui Jiaheng <i>(Note)</i>	Beneficial interest	50%

Note: Mr. Sui Jiaheng holds 50% of the equity interest of Dinglian Technology as part of the contractual arrangements to enable the Company to maintain and exercise control over Dinglian Technology.

Save as disclosed above, as at 30 June 2025, none of the Directors or the chief executive of the Company had or was deemed to have any interests or short position in the shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO), which had been recorded in the register maintained by the Company pursuant to section 352 of the SFO or which had been notified to the Company and the Stock Exchange pursuant to the Model Code.

At no time was the Company or any of its holding company and subsidiaries a party to any arrangements to enable the Directors and the chief executive of the Company (including their spouse and children under 18 years of age) to hold any interest or short positions in the shares, underlying shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO).

Substantial Shareholders' Interests and Short Positions in Shares and Underlying Shares

As at 30 June 2025, so far as is known to the Directors, the following persons, not being Directors or chief executive of the Company, had, or were deemed to have, interests or short position in the Shares or underlying Shares which would fall to be disclosed to the Company under the provisions of Division 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept under section 336 of the SFO:

Other Information

Long Positions in the Shares of the Company

Name	Nature of interest	Number of Shares interested	Approximate percentage of interest in the issued share capital of the Company ⁽¹⁾
Sun JH Holding Ltd. ⁽²⁾	Beneficial interest	158,900,000	38.30%
Li Wei ⁽²⁾	Interest of spouse	158,900,000	38.30%
Together Win Capital (Holdings) Co., Ltd. ⁽³⁾	Interest in controlled corporations	22,740,000	5.48%
Mr. Huang Zhigang ⁽⁴⁾	Interest in a controlled corporation	22,740,000	5.48%

Notes:

1. Based on 414,837,816 issued Shares as at 30 June 2025.
2. Ms. Li Wei is the spouse of Mr. Sui Jiaheng. By virtue of the SFO, Ms. Li Wei is deemed to be interested in the same number of Shares in which Mr. Sui Jiaheng is deemed to be interested; Mr. Sui Jiaheng is the sole shareholder of Sun JH Holding Ltd. Therefore, Mr. Sui Jiaheng is deemed to be interested in Sun JH Holding Ltd.'s interest in the Shares pursuant to the SFO.
3. Together Win Capital (Holdings) Co., Ltd. is, pursuant to the SFO, a control entity of HX Tech Holdings Limited and LYZ Tech Holding Ltd., which hold 12,960,000 Shares and 9,780,000 Shares, respectively. Together Win Capital (Holdings) Co., Ltd. is deemed to be interested in an aggregate of 22,740,000 Shares pursuant to the SFO.
4. Mr. Huang Zhigang is the sole shareholder of Together Win Capital (Holdings) Co., Ltd. and thus is deemed to be interested in Together Win Capital (Holdings) Co., Ltd.'s interest in the Shares pursuant to the SFO.

Save as disclosed above, as at 30 June 2025, the Directors are not aware of any other person, other than Directors and the chief executive of the Company, who had, or was deemed to have, interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Division 2 and 3 of Part XV of the SFO; or which were recorded in the register required to be kept by the Company pursuant to section 336 of the SFO.

ARRANGEMENT TO PURCHASE SHARES OR DEBENTURES

For the six months ended 30 June 2025, the Company or any of its subsidiaries had not entered into any arrangement to enable the Directors of the Company to acquire benefits by means of the acquisition of shares or debentures of the Company or any other body corporate.

DIRECTORS' INTERESTS IN CONTRACTS OF SIGNIFICANCE

None of the Directors had a significant beneficial interest, either directly or indirectly, in any contract of significance to the business of the Group to which the Company or any of its subsidiaries was a party as at 30 June 2025.

OLD SHARE OPTION SCHEME

Pursuant to the written resolutions of the Shareholders passed on 19 June 2020, the Company has adopted a share option scheme (the “**Old Share Option Scheme**”) to recognise and acknowledge the contributions that eligible persons (the “**Eligible Participants**”) have had or may have made to the Group. Eligible Participants of the Old Share Option Scheme include (a) any full-time or part-time employees, executives or officers of the Company or any of its subsidiaries; (b) any Directors (including non-executive Directors and independent non-executive Directors) of the Company or any of its subsidiaries; (c) any advisers, consultants, suppliers, customers and agents to the Company or any of its subsidiaries; and (d) such other persons who, in the sole opinion of the Board, will contribute or have contributed to the Group, the assessment criteria of which are: (aa) contribution to the development and performance of the Group; (bb) quality of work performed for the Group; (cc) initiative and commitment in performing his/her duties; and (dd) length of service or contribution to the Group.

No option had been granted under the Old Share Option Scheme since the date of its adoption and the Old Share Option Scheme was terminated by the Shareholders on 9 April 2025. On the same date, the Company adopted the New Share Scheme. Please refer to the paragraph headed “NEW SHARE SCHEME” in this interim report for more details of the New Share Scheme.

OLD SHARE AWARD PLAN

Pursuant to the share award plan (the “**Old Share Award Plan**”) approved by the Board on 15 April 2021 and further amended on 8 December 2021, the purposes of the Old Share Award Plan are to recognise and reward the contributions by eligible persons (the “**Eligible Participants**”) to the growth and development of the Group, to give incentives to Eligible Participants in order to retain them for the continual operation and development of the Group and to attract suitable personnel for further development of the Group. Eligible Participants of the Old Share Award Plan include (a) any employee (whether full time or part time, including any executive director but excluding any non-executive director) of the Company, any subsidiary of the Company (the “**Subsidiary**”) or any entity in which any member of the Group holds any equity interest of the Company (the “**Invested Entity**”); (b) any non-executive director (including independent non-executive director) of the Company, any Subsidiary or any Invested Entity; (c) any adviser (professional or otherwise), consultant to or expert in any area of business or business development of any member of the Group or any Invested Entity; and (d) any other group or classes of participants who have contributed or may contribute by way of joint venture, business alliance or other business arrangement to the development and growth of the Group. The Board may, from time to time, grant awards to any Eligible Participant who the Board considers to have contributed or will contribute to the Group.

The total number of Shares that can be subscribed for and/or purchased by the Trustee by applying the Group contribution for the purpose of the Old Share Award Plan shall not exceed 10% of the then total number of issued Shares from time to time (without taking into account the number of Shares to be subscribed for). The Board shall not instruct the Trustee to subscribe for and/or purchase any Shares for the purpose of the Old Share Award Plan when such subscription and/or purchase will result in such threshold being exceeded. As amended on 8 December 2021, the total number of Shares which may be subject to an award or awards each time granted to a selected participant shall not in aggregate exceed 1% of the total number of issued Shares as at the date(s) of such award(s). The Old Share Award Plan was terminated by the Shareholders on 9 April 2025. On the same date, the Company adopted the New Share Scheme. Please refer to the paragraph headed “NEW SHARE SCHEME” in this interim report for more details of the New Share Scheme. The early termination of the Old Share Award Plan does not affect the subsisting rights of the Awardees and unvested award Shares granted under the Old Share Award Plan continue to be valid in accordance with the Old Share Award Plan though no further share award can be granted under the Old Share Award Plan upon its termination.

At the beginning of the Period and as of 8 April 2025 (being the date immediately before the date of termination of the Old Share Award Plan), 41,483,781 number of Shares were available for grant under the Old Share Award Plan, representing 10% of the total number of issued shares of the Company, which is also the number of Shares that may be issued in respect of the awarded granted during the Period but before the termination of the Old Share Award Plan divided by the weighted average number of Shares in issue for the Period.

No Awarded Shares were granted under the Old Share Award Plan during the Period.

The movement of the Old Share Award Plan during the Period is as follows:

Awardee	Date of grant	Subscription price	Closing price per share immediately before the date of grant	Fair value per share	Vesting period and vesting conditions	Not yet vested as at 1 January 2025	No. of Awarded Shares granted	Vested	Lapsed	Cancelled	Not yet vested as at 30 June 2025
He Shaoning (non-executive Director)	12 January 2023	The Awardee is not required to pay any amount for the Awarded Shares. The Awarded Shares shall be issued and allotted at par value to the Trustee by the Company under the terms of the Share Award Plan by utilising the funds allocated by the Board out of the Company's resources	HK\$1.27	closing price of HK\$1.25 per share as quoted on the Stock Exchange as at the date of award	Note 1	1,400,000	—	—	—	—	1,400,000
Li Tao (executive Director)	12 January 2023	The Awardee is not required to pay any amount for the Awarded Shares. The Awarded Shares shall be issued and allotted at par value to the Trustee by the Company under the terms of the Share Award Plan by utilising the funds allocated by the Board out of the Company's resources	HK\$1.27	closing price of HK\$1.25 per share as quoted on the Stock Exchange as at the date of award	Note 2	292,500	—	—	—	—	292,500
Non-connected Awardees	12 January 2023	The Awardee is not required to pay any amount for the Awarded Shares. The Awarded Shares shall be issued and allotted at par value to the Trustee by the Company under the terms of the Share Award Plan by utilising the funds allocated by the Board out of the Company's resources	HK\$1.27	closing price of HK\$1.25 per share as quoted on the Stock Exchange as at the date of award	Note 3	1,142,593	—	—	—	—	1,142,593

Notes:

- Three years with (1) 20% of the Awarded Shares shall be vested on 28 December 2023; (2) 30% of the Awarded Shares shall be vested on 28 December 2024; and (3) 50% of the Awarded Shares shall be vested on 28 December 2025 subject to the terms of the Old Share Award Plan and upon satisfaction of the vesting conditions/performance targets of continuous performance in his role as non-executive Director and discharge his role of governance during the vesting period.
- Three years with (1) 20% of the Awarded Shares shall be vested on 28 December 2023; (2) 30% of the Awarded Shares shall be vested on 28 December 2024; and (3) 50% of the Awarded Shares shall be vested on 28 December 2025 subject to the terms of the Old Share Award Plan and upon satisfaction of the vesting conditions/performance targets of continuing to the contribution to the Group's business and passing the annual appraisal during the vesting period.
- Three years with (1) 20% of the Awarded Shares shall be vested on 28 December 2023; (2) 30% of the Awarded Shares shall be vested on 28 December 2024; and (3) 50% of the Awarded Shares shall be vested on 28 December 2025 subject to the terms of the Old Share Award Plan and upon satisfaction of the vesting conditions/performance targets of the passing of an annual appraisal during the vesting period to be carried out by the head of the department in which the Non-connected Awardee is employed.

Other Information

Having considered that the past performance and contributions to the Group of the Selected Participants, the Remuneration Committee and the Board consider that the grant of such Awarded Shares with a short vesting period:

- (i) aligns the interests of the Selected Participants with those of the Company and the shareholders of the Company as a whole;
- (ii) rewards and recognises the contribution of the Selected Participants to the Group; and
- (iii) provides incentive to the Selected Participants to continue to work for the success and improved performance of the Group. All of these are consistent with the purpose of the Old Share Award Plan.

The fair value of the Awarded Shares was calculated based on the closing price of the Company's shares at the respective grant dates.

NEW SHARE SCHEME

Pursuant to an ordinary resolution passed by the Shareholders on 9 April 2025 (the “**Adoption Date**”), the Company adopted a new share scheme (the “**New Share Scheme**”) to comply with the requirements of the amended Chapter 17 of the Listing Rules.

The purpose of the New Share Scheme is, through an award of Shares, to: (A) recognise and reward the contribution of Eligible Participants to the growth and development of the Group, to give incentives to Eligible Participants in order to retain them for the continual operation and development of the Group; and (B) attract suitable personnel for further development of the Group.

Eligible Participants include (A) the Employee Participants (directors and employees (including full-time and part-time employees) of the Group (including persons who are granted awards as an inducement to enter into employment contracts with the Group); (B) the Service Provider Participants (persons or entities (other than Employee Participants or Related Entity Participants), providing goods and/or services to the Group on a continuing or recurring basis in the ordinary and usual course of business of the Group which are in the interests of the long-term growth of the Group); and (C) the Related Entity Participants (any persons who are employees (whether full-time or part-time or other employment relationship), directors or officers of the holding companies, fellow subsidiaries or associated companies of the Company).

An award (the “**Award**”) granted under the New Share Scheme by the Board may take the form of a Share Option or a Share Award.

As at the Adoption Date, (i) the maximum number of Shares which may be issued and the number of treasury Shares which may be transferred in respect of all awards under the New Share Scheme and other share schemes of the Company that involve the issuance of new Shares and transfer of treasury Shares (if any) would be no more than 41,483,781 Shares, representing approximately 10% of the total number of Shares in issue (excluding the treasury Shares) as at the Adoption Date (the “**Scheme Mandate Limit**”); and (ii) within the Scheme Mandate Limit, the maximum number of Shares that may be issued and the number of treasury Shares which may be transferred under the New Share Scheme and other share schemes of the Company that involve the issuance of new Shares and transfer of treasury Shares (if any) to the Service Provider Participants would be no more than 4,148,378 Shares, representing approximately 1% of the total number of Shares in issue (excluding the treasury Shares) as at the Adoption Date (the “**Service Provider Sublimit**”). For the avoidance of doubt, the Scheme Mandate Limit and the Service Provider Sublimit do not apply to Share Awards that are funded by existing Shares to be held by the Trustee, and there is no upper limit for Share Awards in this regard. Awards lapsed in accordance with the terms of the New Share Scheme will not be regarded as utilised for the purpose of calculating the Scheme Mandate Limit or the Service Provider Sublimit. The Board shall not instruct the Trustee to subscribe for and/or purchase any Shares for the purpose of the New Share Scheme when such subscription and/or purchase will result in the Scheme Mandate Limit or the Service Provider Sublimit being exceeded.

Other Information

The maximum number of Shares, in a 12-month period up to and including the date of award, which may be issued (and, together with treasury Shares which may be transferred, as applicable) in respect of an Award or Awards to a Selected Participant together with any Shares to be issued under any options and awards granted to such Selected Participant under any share schemes of the Company shall not (i) in aggregate exceed 1% of the issued share capital (excluding treasury Shares) of the Company; and (ii) exceed any limits applicable to such Selected Participant under the Listing Rules. Any further grant of Awards must be separately approved by the Shareholders in general meeting with such Eligible Participant and his or her close associates (or his or her associates if the Eligible Participant is a connected person) abstaining from voting. The Company must then send a circular to its Shareholders and the circular must disclose the identity of the Eligible Participants, the number and terms of the Awards to be granted and Awards previously granted to such Eligible Participant and the information required under the Listing Rules. The number and terms of the Awards to be granted to such Eligible Participant must be fixed before Shareholders' approval.

The Trustee may, at any time during the continuation of the New Share Scheme and the Trust Deed, set aside the appropriate number of Award Shares out of a pool of issued Shares, fully paid or credited as fully paid, for the time being and from time to time held by the Trustee pursuant to the Trust Deed (the “**Shares Pool**”). In the event that the Trustee effects any purchases by off-market transactions, the purchase price for such purchases shall not be higher than the lower of (a) the closing market price on the date of such purchase, and (b) the average closing market price for the five preceding trading days on which the Shares were traded on the Stock Exchange.

Subject to early termination, the New Share Scheme shall be valid and effective for a term of 10 years commencing from the Adoption Date. Upon termination, no further Award (including Awards granted under the New Share Scheme but not yet exercised or in respect of which Award Shares are not yet issued to the Eligible Participant(s)) shall be granted but in all other respects the provisions of the New Share Scheme shall remain in full force and effect. The Award Shares granted and subsisting prior to the termination shall continue to be in full force and effect.

At the beginning of the Period, no share is available to be granted under the New Share Scheme as the same has not been adopted. At the end of the Period and as of the date of this report, after the grant of the Awards involving 13,165,000 Award Shares on 23 April 2025, 28,318,781 Shares will be available for future grants for awards under the New Share Scheme, of which 414,837 Shares will be available for future grants to the Service Providers.

The movement of the New Share Award Scheme during the Period is as follows:

Awardee	Date of grant	Subscription price	Closing price per share immediately before the date of grant	Fair value per share	Vesting period and vesting conditions	Not yet vested as at 1 January 2025	No. of Awarded Shares granted	Vested	Lapsed	Cancelled	Not yet vested as at 30 June 2025
Non-connected Awardees	23 April 2025	The Awardees are not required to pay any amount on application or for the acceptance of the Award. The Award Shares shall be issued and allotted at par value to the Trustee by the Company under the terms of the New Share Scheme by utilising the funds approved by the Board out of the Company's resources.	HK\$0.153	closing price of HK\$0.153 per Share as quoted on the Stock Exchange as at the date of grant	Note 1	—	13,165,000	—	—	—	13,165,000

Note:

1. A period of more than two years upon satisfaction of the vesting conditions each year with (1) 20% of the Award Shares shall be vested on 28 November 2025; (2) 30% of the Award Shares shall be vested on 28 November 2026; and (3) 50% of the Award Shares shall be vested on 28 November 2027.

Since (i) the Award Shares are to be vested in batches; (ii) the first batch accounts for 20% only; (iii) the total vesting period lasts for more than two years; (iv) the Awards are granted to Employee Participants and are subject to the fulfilment of performance targets; (v) it is permissible under the terms of the New Share Scheme; and (vi) the reasons for and the benefits of the Award is to recognise the Employee Participants for their contribution to the Group and to offer competitive packages to retain such individuals to strive for the future development of the Group by providing them with the opportunity to own equity interests in the Company, the Remuneration Committee and the Board are of the view that the less than 12 months for the period between the date of grant and the first vesting date is appropriate and aligns with the purpose of the Share Scheme.

The Awarded Shares are either newly issued or are purchased from the open market. The net consideration paid, including any directly attributable incremental costs, is presented as “share held under share award scheme reserve” and deducted from equity. The fair value of shares granted to employees is recognised as share-based payment expenses with a corresponding increase in share-based payment reserve within equity. The fair value is based on the closing price of the Company's shares on grant date plus any directly attributable incremental costs. Where the employees have to meet vesting conditions before becoming unconditionally entitled to the shares, the total fair value of the shares is spread over the vesting period, taking into account the probability that the shares will vest. During the vesting period, the number of shares that is expected to vest is reviewed. Any resulting adjustment to the cumulative fair value recognised in prior years is charged/ credited to profit or loss for the year of the review, unless the original employee expenses qualify for recognition as an asset, with a corresponding adjustment to the share-based payment reserve. On vesting date, the amount recognised as an expense is adjusted to reflect the actual number of shares that vest with corresponding adjustment to the share-based payment reserve.

Other Information

During the six months ended 30 June 2025, the Group recognised share-based payments expenses of approximately RMB1,663,000 (the six months ended 30 June 2024: approximately RMB7,337,000).

COMPETING INTERESTS

For the six months ended 30 June 2025, the Directors are not aware of any business or interest of each Director, controlling Shareholder, management Shareholder and their respective associates (as defined in Listing Rules) that competes or may compete with the business of the Group and any other conflicts of interest which any such person has or may have with the Group.

COMPLIANCE WITH PRACTICES ON CORPORATE GOVERNANCE CODE

The Directors consider that for the six months ended 30 June 2025, the Company has adopted the principles and complied with all the applicable code provisions set out in the Corporate Governance Code contained in Appendix C1 to the Listing Rules.

AUDIT COMMITTEE

Pursuant to Rule 3.21 of the Listing Rules, the Company has established the Audit Committee, which operates under terms of reference approved by the Board. It is the Board's responsibility to ensure that an effective internal control and risk management structure is in place within the Company, including internal controls and risk management to deal with the effectiveness and efficiency of significant business processes, the safeguarding of assets, the maintenance of proper accounting records, and the reliability of financial information as well as non-financial factors such as the benchmarking of key operational performance indicators. The Board has delegated the responsibility for the initial establishment and the maintenance of a structure of internal controls and risk management and ethical standards for the Group's management to the Audit Committee. The Audit Committee currently comprises three independent non-executive Directors, namely Ms. Pang Xia, Mr. Deng Chunhua and Ms. Chen Nan. Ms. Pang Xia is the chairlady of the Audit Committee. The Audit Committee has reviewed the unaudited interim results of the Group for the six months ended 30 June 2025.

By order of the Board
Sino-Entertainment Technology Holdings Limited
Sui Jiaheng
Chairman

Hong Kong, 29 August 2025

As at the date of this report, the Board comprises Mr. Sui Jiaheng and Mr. Li Tao as executive Directors, Mr. He Shaoning as non-executive Director, and Ms. Pang Xia, Mr. Deng Chunhua and Ms. Chen Nan as independent non-executive Directors.

In this interim report, unless the context otherwise requires, the following terms shall have the following meanings:

“Board”	the board of Directors
“BVI”	the British Virgin Islands
“Company”	Sino-Entertainment Technology Holdings Limited (Stock code: 6933)
“Corporate Governance Code”	the Corporate Governance Code as set out in Appendix C1 to the Listing Rules
“Director(s)”	the director(s) of the Company
“EIT”	enterprise income tax in the PRC
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange, as amended, supplemented or otherwise modified from time to time
“Model Code”	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules
“Period”	the six months period ended 30 June 2025
“PRC” or “China”	the People’s Republic of China, which, for the purpose of this report, shall exclude Hong Kong, the Macau Special Administrative Region and Taiwan
“Prospectus”	the prospectus of the Company dated 30 June 2020
“SFO”	Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
“Share(s)”	ordinary share(s) of US\$0.0001 each in the share capital of the Company

Glossary

“Shareholder(s)”	holder(s) of the Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“RMB”	Renminbi, the lawful currency of the PRC
“%”	per cent.