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西藏智匯礦業股份有限公司
Xizang Zhihui Mining Co., Ltd

XIZANG ZHIHUI MINING CO., LTD.*

西藏智匯礦業股份有限公司

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

(Stock Code: 2546)

**ANNOUNCEMENT OF ANNUAL RESULTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

The Board is pleased to announce the audited consolidated results of the Group for the year ended 31 December 2025 (the “Year”), together with the comparative figures for the corresponding period in 2024.

SUMMARY OF THE GROUP'S BUSINESS

RMB'000	2025	2024
SUMMARY OF OPERATING RESULTS		
Revenue	616,014	301,434
Profit for the year	150,041	55,854
Gross Profit	224,056	104,492
SUMMARY OF FINANCIAL POSITION		
Total Assets	2,053,063	1,454,895
Total Liabilities	419,757	420,794
Net assets	1,633,306	1,034,101
Cash and cash equivalents	587,624	142,222
RMB', except for percentages		
Return on net assets ¹	9.2%	5.4%
Return on total assets ²	7.3%	3.8%
Earnings per share ³	0.41	0.15
Cash dividends per share ⁴	0.102	0

Note:

1. Return on net assets ratio is calculated using net profit divided by total equity at the end of the year, multiplied by 100%.
2. Return on total assets ratio is calculated using net profit divided by total assets at the end of the year, multiplied by 100%.
3. The number of shares is calculated using the weighted average number of ordinary shares for the purpose of basic earnings per share
4. The total shares in calculation for the year of 2025 were 487,805,659, including 121,952,000 shares newly issued in the initial public offering (the “IPO”) process. Prior to that date, the total issued shares were 365,853,659.

MANAGEMENT DISCUSSION AND ANALYSIS

The total production and sales of the non-ferrous metal concentrates are set out as following:

Concentrate volume	Production			Sales		
	2025	2024	Change (%)	2025	2024	Change (%)
Year Period						
Lead (tons)	9,530	3,670	160%	9,531	3,664	160%
Lead with silver (kilogram)	15,788	3,572	342%	15,744	3,563	342%
Zinc (tons)	21,739	12,329	76%	21,740	12,325	76%
Copper (tons)	751	185	306%	749	182	311%
Copper with silver (kilo-gram)	1,818	658	176%	1,813	648	180%

Note: The difference between sales volume and production volume was the result of concentrate inventories carried forward from the previous year, with any remaining surplus constituting the closing inventory to be carried forward to the following year.

During the Year, the Group made significant progress in respect of mining operation as it spent approximately RMB58.7 million to complete its underground mine construction project and passed the mine safety and health inspection by the relevant government authorities and commenced its mining operation from June 2025. It not only provides a new source of high-quality ores but also prolongs the overall life cycle of Mengya'a Mine, which ensures the steady performance and development of the Group in future. The open-pit mine resumed its normal operation. To keep the safe operation, we stripped earth soil with the amount of approximately 48 thousand cubic meters and rocks with the amount of approximately 683.1 thousand cubic meters during the Year. Our new tailings pond (Phase 2 Tailings Pond) also was progressing as planned. During the Year, we spent approximately RMB39.6 million in respect of main pond construction work and the auxiliary facilities and we expect that the whole project will be completed in 2026 and the new pond will start its operation in 2027 after passing all the relevant inspections by the relevant government authorities. The beneficiation plant was also supported with our investment of approximately RMB6.7 million during the year to upgrade the electricity power line connected to the plant from the national electricity grid. During the Year, approximately RMB7.5 million was spent on exploration and relevant evaluation activities. The Group attaches great importance to the exploration activities and will increase its inputs in this aspect in accordance with the disclosure of "Use of Proceeds" in the prospectus of the Company dated 11 December 2025 (the "IPO Prospectus") in relation to the listing of the Company's shares on the Main Board of The Stock Exchange of Hong Kong Limited (the "Listing").

Annual Update of the Mineral Resources and Ore Reserves

The Group has engaged SRK Consulting (Hong Kong) Limited (SRK) as its independent technical consultant to perform an update of the Mineral Resources and Ore Reserves of its Mengya'a Project as at 31 December 2025 in accordance with the JORC Code (2012). SRK was the Independent Technical Consultant during the Listing process. SRK applied the same assumptions and methodologies as those applied in the report enclosed in the IPO Prospectus of the Company. Relevant updates were based on the actual production data and topographic mined-out areas surveys.

Mineral Resource estimates

The latest Mineral Resource estimates for the Mengya'a Project (Pb12 and Pb14 deposits), prepared in accordance with the JORC Code (2012) as at 31 December 2025 are presented in the following table. The latest estimate excludes the depleted resources between 31 July and 31 December 2025. The Pb12 deposit contains a total of 14,793 kt at 3.64% Pb, 4.64% Zn, 0.25% Cu and 41 g/t Ag. The Pb14 deposit contains 1,752 kt at 0.68% Pb, 5.14% Zn, 0.11% Cu and 11 g/t Ag and the combined total for both deposits is 16,546 kt at 3.32% Pb, 4.69% Zn, 0.24% Cu and 38 g/t Ag.

Competent Person's Statement: The information in this announcement that relates to Mineral Resources is based on information compiled by Dr (Tony) Shuangli Tang who is a Member of the Australian Institute of Geoscientists (AIG) and a Member of the Australasian Institute of Mining and Metallurgy (AusIMM). Dr Tang is a full-time employee of SRK Consulting (Hong Kong) Limited and has sufficient experience that is relevant to the style of mineralisation, type of deposit under consideration and to the activity which he undertakes to qualify as a Competent Person as defined in the 2012 edition of the *Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves* (the JORC Code).

Mineral Resource Statement for the Mengya'a Project as at 31 December 2025

Domain	Cut-off	Category	Tonnage (kt)	Pb Grade (%)	Zn Grade (%)	Cu Grade (%)	Ag (g/t)	Pb Metal (kt)	Zn Metal (kt)	Cu Metal (kt)	Ag Metal (t)
Pb12 deposit	EqPb ≥4.7% (oxide) EqPb ≥2.9% (fresh)	Measured	6,211	2.81	4.72	0.25	42	174.78	293.33	15.54	259
		Indicated	6,007	4.66	4.95	0.26	41	280.11	297.41	15.63	248
	Inferred	2,575	3.23	3.70	0.25	40	83.27	95.21	6.48	104	
	Subtotal	14,793	3.64	4.64	0.25	41	538.17	685.95	37.64	611	
Pb14 deposit	EqPb ≥1.4%	Measured	344	1.17	4.49	0.09	15	4.02	15.43	0.32	5
		Indicated	1,113	0.50	5.30	0.11	8	5.58	58.96	1.17	9
		Inferred	296	0.76	5.31	0.17	17	2.24	15.71	0.49	5
	Subtotal	1,752	0.68	5.14	0.11	11	11.84	90.10	1.98	19	
Total		Measured	6,554	2.73	4.71	0.24	40	178.80	308.76	15.86	264
		Indicated	7,120	4.01	5.01	0.24	36	285.69	356.37	16.80	258
		Inferred	2,871	2.98	3.86	0.24	38	85.51	110.92	6.97	109
		Total	16,546	3.32	4.69	0.24	38	550.01	776.05	39.63	631

Source: SRK

Notes:

- Any differences between totals and sum of components are due to rounding.
- EqPb 4.7% (oxide) and EqPb 2.9% (fresh) cut-off grades were applied to the resource block models of the Pb12 deposit. An EqPb 1.4% cut-off grade was applied to the resource block models of the Pb14 deposit.
- Mineral Resources that are not Ore Reserves do not have demonstrated economic viability. The estimate of Mineral Resources may be materially affected by environmental, permitting, legal, title, taxation, socio-political, marketing, or other relevant issues.
- Mineral Resources are reported inclusive of Ore Reserves.
- The Mineral Resources are effective as at 31 December 2025.
- Lead equivalent (EqPb) formulas were applied: fresh ore: $EqPb = Pb + 1.1457 \times Zn + 2.5464 \times Cu + 0.0296 \times Ag$; oxide ore: $EqPb = Pb + 1.3315 \times Zn + 2.7501 \times Cu + 0.0062 \times Ag$. Metal price assumptions included 18,600 RMB/Pb t for lead concentrate, 21,100 RMB/Zn t for zinc concentrate, 81,500 RMB/Cu t for copper concentrate, and 8.10 RMB/g for silver. The recovery assumptions for fresh ore are as follows: zinc recovery is 91.0%, copper recovery is 52.0%, silver recovery in the copper concentrate is 9.2%, and silver recovery in the lead concentrate is 66.4%. For oxide ore, the recovery assumptions are zinc recovery at 66.1%, copper recovery at 35.1%, silver recovery in the copper concentrate at 10.4%, and silver recovery in the lead concentrate at 57.3%.

Ore Reserve estimates

The Mengya'a Project comprises two distinct deposits: Pb14 open pit (OP) and Pb12 underground (UG). The economically mineable portions of the Measured and Indicated Mineral Resources within the designed stopes or open pit, inclusive of diluting materials and allowances for losses, have been classified as Proved and Probable Ore Reserves, respectively. The estimation of feed ore is based on the reference point at the stockpile at the crusher feed. SRK has excluded the depleted materials between 31 July 2025 and 31 December 2025.

As at 31 December 2025, Pb14 OP contains Ore Reserves of 1,300 kt at 0.67% Pb, 4.87% Zn, 0.10% Cu and 9.36 g/t Ag (Table 2).

As at 31 December 2025, Pb12 UG contains total Ore Reserves of 10,503 kt at 3.00% Pb, 4.13% Zn, 0.21% Cu, 34.81 g/t Ag (Table 3).

Competent Person's Statement: The information in this announcement that relates to Ore Reserve is based on information compiled by Mr Falong Hu who is a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Hu is a full-time employee of SRK Consulting (China) Limited and has sufficient experience that is relevant to the style of mineralisation, type of deposit under consideration and to the activity which he undertakes to qualify as a Competent Person as defined in the 2012 edition of the *Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves* (the JORC Code).

Ore Reserves Statement for Pb14 OP at Mengya'a mine as at 31 December 2025

Category	Ore Reserve (kt)	Pb grade (%)	Zn grade (%)	Cu grade (%)	Ag grade (g/t)	Pb Metal (kt)	Zn Metal (kt)	Cu Metal (kt)	Ag Metal (t)
Proved	322	1.18	4.37	0.09	14.17	3.80	14.06	0.28	4.56
Probable	978	0.50	5.04	0.10	7.78	4.91	49.28	0.97	7.61
Total	1,300	0.67	4.87	0.10	9.36	8.71	63.34	1.25	12.17

Source: SRK

Notes:

- 1 The cut-off grades used to distinguish ore from waste are set at EqPb \geq 1.8%.
- 2 The mining dilution rate is 5% and the ore loss is 5%.
- 3 The Ore Reserves are reported on a dry metric tonne basis.
- 4 The reference point for reporting of Ore Reserves is the stockpile at the crusher feed.
- 5 The Mineral Resources are effective as at 31 December 2025.

Table 3: Ore Reserves Statement for Pb12 UG at Mengya'a mine as at 31 December 2025

Type	Category	Ore Reserve (kt)	Pb (%)	Zn (%)	Cu (%)	Ag (g/t)	Pb Metal (kt)	Zn Metal (kt)	Cu Metal (kt)	Ag Metal (t)
Oxide	Proved	18	4.44	2.76	0.21	22.99	0.78	0.49	0.04	0.40
	Probable	441	5.03	2.79	0.19	27.48	22.19	12.28	0.84	12.11
	Subtotal	458	5.01	2.79	0.19	27.31	22.97	12.77	0.88	12.51
Primary	Proved	3,152	2.39	4.16	0.21	36.61	75.23	131.18	6.74	115.40
	Probable	6,893	3.15	4.20	0.21	34.48	217.11	289.80	14.60	237.67
	Subtotal	10,044	2.91	4.19	0.21	35.15	292.34	420.98	21.33	353.07
Total	Proved	3,169	2.40	4.15	0.21	36.54	76.01	131.67	6.77	115.80
	Probable	7,333	3.26	4.12	0.21	34.06	239.29	302.08	15.44	249.78
	Total	10,503	3.00	4.13	0.21	34.81	315.30	433.75	22.21	365.59

Source: SRK

Notes:

- 1 The cut-off grades used to distinguish ore from waste are set at EqPb $\geq 6.0\%$ for oxide and $\geq 3.7\%$ for fresh material.
- 2 The Ore Reserves are reported on a dry metric tonne basis.
- 3 The reference point for reporting of Ore Reserves is the stockpile at the crusher feed.
- 4 The Mineral Resources are effective as at 31 December 2025.

Market Overview

The year of 2025 continued to be significantly influenced by the US trade policy against other countries as well as the ongoing geo-political tensions around the world, such as the Middle East and Ukraine. Faced with the global uncertainties, many countries introduced new or revised existing regulations or laws to strengthen their control over the mineral resources by means of export restrictions; higher royalties and so on. For example, in the year of 2025, China imposed export controls on some steel products and some rare metals such as tungsten, antimony and silver with the aim to step up the protection of resources and the environment. In addition, the central banks of many countries increased their gold reserves to better hedge and control risks that might be brought by potential geopolitical tension acceleration and the consequential financial market instability. The tightened supply control and rising demand led to the quick rise of non-ferrous metals such as gold, silver and copper. And it looks likely that the rising momentum will continue during the year of 2026.

The lead and zinc market were less volatile but remained relatively steady over the Year, except that the zinc price dropped much during the mid of the Year but rebounded by fourth quarter of the Year. On the other hand, because the policy shifts and trade barriers in resource-rich nations have increased supply security risks, as mentioned above, the prices of other products of the Group such as copper and silver rose significantly that compensated for the revenue loss from the price drop of zinc. Overall, the domestic resource rich companies such as the Company are facing a favourable domestic market conditions that will support the healthy growth of the Company in the foreseeable future.

Business Outlook

As disclosed in the IPO Prospectus, the Group strives to solidify its market leading position in Xizang and to propel our business growth by executing the plans and strategies set out in the IPO Prospectus. In particular, we will comprehensively enhance the capabilities in our business operation chain, i.e. the process of mining, exploration and metal concentrates production via continuous and heavy investments into the mining machinery and equipment procurement to increase the operation efficiency and safety; and into the exploration activities to enhance the mineral reserves level and/or discover new varieties of non-ferrous metals within our exploration territory. We will also leverage our unique strengths in Xizang and the support from the capital market to seek quality acquisition targets that could further diversify our non-ferrous metal product portfolio and support the rapid but steady revenue and profit growth.

The market prospects will also continue being favourable to non-ferrous metal production companies such as the Company because the US trade policy and global geopolitical tensions will keep the mineral supply tightened throughout the rest of the year of 2026.

Financial Review

Revenue

For the Year, the Group's revenue was approximately RMB 616.0 million, representing an increase of approximately 104.4% as compared to RMB 301.4 million of the year of 2024. The revenue increase was mainly due to the reasons that (i) the Group resumed its normal operation time schedule and did not suspend its production lines as had happened in the year of 2024. The longer production time led to more metal concentrates output which in turn resulted in more sales revenue than the year of 2024; (ii) the grade of the mineral feed (lead+zinc=6.73%) delivered in the Year to the beneficiation plant where the metal concentrates were produced was much higher than the grade (lead+zinc=5.85%) of mineral feed delivered in the year of 2024. Higher grade means more metal concentrates per ton of ore feed was produced from the processing lines, hence increasing the total concentrate volume; (iii) the sharp rise of output volume was partly offset by the decrease of the sale price of zinc. After taking into account of the price movement of treatment charge, i.e. smelting processing fee, the zinc sales price decreased by approximately 19.1%; however, (iv) the sales price of lead with silver increased by approximately 32.5% and the sales price of copper with silver increased by approximately 35.5% and the copper prices also increased by approximately 10.8%, compared with the prices of the year of 2024.

The total of revenues recognized from the sales of the non-ferrous metal concentrates during the Year, including both from the Group's own mine and the external procurements, were as following:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Type of revenue - sales of non-ferrous metal concentrates		
– Zinc concentrates	307,955	215,811
– Lead concentrates	246,357	71,512
– Copper concentrates	61,702	14,111
	616,014	301,434

The details of the sales of concentrates from the Group's own mine ores are set out as following:

Sales volume	2025	2024	Changes
Zinc (tons)	18,140	12,184	48.9%
Lead (tons)	7,218	3,552	103.2%
Silver contained in lead (kilograms)	10,445	3,385	208.6%
Copper (tons)	530	169	213.5%
Silver contained in copper (kilograms)	1,401	619	126.5%

Unit Price (RMB)	2025	2024	Changes
Zinc	14,196	17,499	-18.9%
Lead	14,141	14,308	-1.2%
Silver contained in lead	7,340	5,379	36.5%
Copper	66,297	59,006	12.4%
Silver contained in copper	7,309	5,207	40.4%

Revenues	2025	2024	Changes
	RMB'000	RMB'000	
Zinc	257,513	213,200	20.8%
Lead	102,076	50,818	100.9%
Silver contained in lead	76,663	18,206	321.1%
Copper	35,138	9,975	252.3%
Silver contained in copper	10,242	3,220	218.0%
Total	481,632	295,419	63.0%

In addition, the revenues made from sales of concentrates after processing the externally procured ores rose significantly in the Year. The Group experimented processing the externally-procured ores in December 2024 with a volume of approximately 4,251 tons and achieved a success. In the Year of 2025, the Group in total had processed approximately 80,656 tons of ores that were purchased externally. Details of the sales of concentrates from externally procured ores are set out as following:

Sales volume	2025	2024	Changes
Zinc (tons)	3,599	141	2,451.2%
Lead (tons)	2,312	112	1,957.2%
Silver contained in lead (Kilograms)	5,298	178	2,877.6%
Copper (tons)	219	13	1,566.6%
Silver contained in copper (Kilograms)	412	30	1,295.6%
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Unit Price (RMB) (Note)	2025	2024	Changes
Zinc	14,014	18,503	-24.3%
Lead	13,868	13,663	1.5%
Silver contained in lead	6,710	5,352	25.4%
Copper	62,975	58,327	8.0%
Silver contained in copper	6,140	5,035	21.9%
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Revenues	2025 RMB'000	2024 RMB'000	Changes
Zinc	50,442	2,611	1,832.2%
Lead	32,067	1,536	1,988.1%
Silver contained in lead	35,551	952	3,633.0%
Copper	13,794	767	1,699.4%
Silver contained in copper	2,528	149	1,601.8%
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Total	134,382	6,015	2,134.5%
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Note: the unit price was the average price of the three months from June to August 2025 when the sales were made of the concentrates produced from the externally procured ores, instead of the yearly average prices of 2025. Similarly, the price for 2024 was the price of December 2024 when the sales were made.

Cost of sales

During the Year, the cost of sales rose in total by approximately 99.0%. The increase was in line with the revenue growth over the period that was mainly attributable to the increase of non-ferrous metal concentrates production volume. The main detailed reasons are (i) the cost of external ore procurement, (ii) the increased fees paid to mining subcontractors due to increased mining volume, (iii) the logistical expenses paid for transporting the mined ores or the non-ferrous metal concentrates.

The following table sets out a breakdown of our cost of sales, sorted by nature, for the Year and the year of 2024:

	2025	2024	Changes
	RMB'000	RMB'000	
Fresh ores costs	83,399	4,651	1,693.1%
Subcontracting expenses	111,259	33,504	232.1%
Depreciation and amortisation	65,928	43,518	51.5%
Staff costs	38,821	28,439	36.5%
Transportation expenses	40,013	16,883	137.0%
Consumable costs	30,954	21,116	46.6%
Utility expenses	15,457	11,809	30.9%
Other taxes	22,254	11,765	89.2%
Safety and occupational health expenses	10,854	4,759	128.1%
Changes in inventories of finished goods and work in progress	(47,775)	12,181	(492.2%)
Others	20,794	8,317	150.0%
Total	<u>391,958</u>	<u>196,942</u>	<u>99.0%</u>

Note: Others generally included miscellaneous expenses such as compensation fee for occupation of grassland, expert consultation fees for exploration and/or mining operations; and rental fee of mining equipment and so on.

Gross Profit

The gross profit was approximately RMB224.1 million for the Year, representing an increase of approximately 114.4% as compared to RMB104.5 million of the year of 2024. And the gross profit margin improved to approximately 36.4% for the Year from approximately 34.7% for the year of 2024. Such increase was mainly because the increase of revenue growth was larger than the increase of the relevant cost of sales growth. The profits made from processing the externally procured ores also contributed to the overall profits growth. More detailed reasons for the revenue and cost of sales increase were mentioned above.

Other income

The other income was approximately RMB4.4 million for the Year, representing a decrease of approximately 52.7% as compared to RMB 9.3 million of the year of 2024. The decrease was primarily attributable to a decrease in government grants received by the Group during the year.

General, administrative and other expenses

The general, administrative and other expenses for the year were approximately RMB43.4 million, representing a slight decrease of approximately 8.8% as compared to RMB47.6 million in 2024. The decrease was mainly attributable to the suspension costs of approximately RMB8.4 million recorded in 2024 when the production was delayed until May 2024 and no such costs were recorded in the Year as the Group resumed its normal production as planned during the Year.

Exploration and evaluation expenses

The exploration and evaluation expenses for the Year were approximately RMB7.5 million, primarily incurred for preliminary exploration activities within the Group's Mengya'a Mine exploration rights area and its surrounding regions, including geological surveys and geophysical measurements.

Selling and distribution expenses

The selling and distribution expenses for the Year were approximately RMB0.53 million, representing an increase of approximately 17.8% as compared to approximately RMB0.45 million of the year of 2024. The increase was mainly attributable to the increase of employee salaries.

Finance costs

The finance costs for the Year was approximately RMB3.1 million, representing an increase of approximately 6.9% as compared to approximately RMB2.9 million of the year of 2024. The increase was mainly attributable to the larger amount of bank loans borrowed during the Year.

Listing Expenses

The listing expenses for the Year was approximately RMB4.2 million and approximately RMB 0.44 million was incurred during the year of 2024. The Company had completed its listing application process by the end of the Year.

Income tax expense

Since the Group operate profitably and its main business operations are in the PRC, the Group is subject to the PRC corporate income tax. The income tax expense was approximately RMB 18.1 million for the Year and RMB 7.0 million for the year of 2024. The increase was because of higher profits made during the Year than the profits of 2024.

Profit for the Year

As a result of the reasons mentioned above, the Group made an attributable profit of approximately RMB 150.0 million during the Year, representing an increase of approximately 168.3% from approximately RMB55.9 million in 2024

Financial Position

1. Liquidity and capital structure

The Group had sufficient working capital which are mainly generated from non-ferrous metal concentrates production and sales. Including the funds raised from the initial public offering in December 2025, the Group's cash and cash equivalent balance as at 31 December 2025 was approximately RMB587.6 million, whereas the Group's cash and cash equivalent was approximately RMB142.2 million by end of the year of 2024. The Group mainly incurred its capital expenditure during the Year on the construction and completion of its underground mine and the new tailings pond, the details of which were mentioned above.

2. Structure of interest-bearing bank and other borrowing

As at 31 December 2025, the Group had interest-bearing bank loans with outstanding amount of approximately RMB87.9 million. Approximately RMB37.9 million (2024: RMB 64.7 million approximately) shall be repaid within one year. And approximately RMB50.0 million (2024: NIL) shall be repaid within two to five years, of which in February 2026, the Group repaid approximately RMB28.0 million and therefore approximately RMB 22.0 million remain outstanding to be paid off within two to five years.

As at 31 December 2025, all of the interest-bearing bank loans of the Group were denominated in RMB and the same for the year of 2024. As at 31 December 2025, all of the interest-bearing bank loans were at fixed rates and the same for the year of 2024.

3. Gearing Ratio

As at 31 December 2025, the gearing ratio of the Group was approximately 5.4% which was decreased by approximately 1% from approximately 6.3% from the previous year. The decrease was mainly attributable to the increase of the total equity sum caused by the funds raised from the Listing process during the Year. The gearing ratio was calculated by dividing the net assets by the total debts that consisted of bank loans, other borrowing and leasing liabilities.

4. Contingent Liabilities

As at 31 December 2025, the Group did not have any significant contingent liabilities that is worth reporting.

Other Issues

Significant investment, material acquisition and disposal of subsidiaries and future material investments or capital and assets acquisition plan

Save as disclosed elsewhere, during the Year, there was no significant investment, material acquisition or disposal of subsidiaries, associates and joint ventures happening. The Group will implement its future investments or acquisitions in accordance with the disclosure detailed in the chapter of Future Plans of the IPO Prospectus.

Pledge of assets

As at 31 December 2024 and 31 December 2025, the Group pledged certain assets to secure some banking loans, the details of which are set out as following:

	As at 31 December	
	2025	2024
	RMB'000	RMB'000
Property, plant and equipment ¹	70,895	6,802
Leasehold lands in right-of-use assets ¹	10,525	—
Mining rights ²	—	316,290
Exploration licence	7,496	—
Restricted time deposits	—	30,000
	88,916	353,092

Note:

- ¹ The Group repaid all outstanding loans in February 2026, and the pledge on the assets has been released.
- ² The Group repaid the full amount of the outstanding loans in August 2025 against which the pledged assets had been released and there has been no charges on those assets any more.

Litigation and contingent liabilities

As disclosed in the IPO Prospectus, Huludao Jinshun Mining Development Company Limited (葫蘆島金順礦業開發有限公司) (“**Jinshun Mining**”) filed a lawsuit against our subsidiary, Huaxia Mining, in the Intermediate People’s Court of Lhasa (西藏自治區拉薩市中級人民法院) (the “**Intermediate Court**”), seeking RMB10.8 million damages for service fees and affiliated claims pursuant to a relevant service and claiming that Huaxia Mining failed to discharge its obligation to settle outstanding payments owed to it. On 28 March 2025, the said court ruled that Jinshun Mining should have sought arbitration as its first resort, thereby dismissing the lawsuit. In response to the dismissal and on 3 April 2025, Jinshun Mining made an appeal. On 26 May 2025, the Higher People’s Court of Tibet Autonomous Region (西藏自治區高級人民法院) (the “**Higher Court**”) issued a ruling, holding that the arbitration clause in the said service agreement at issue was no longer valid, and that the Intermediate Court should not have dismissed the lawsuit. The Higher Court therefore revoked the Intermediate Court’s ruling and ordered the Intermediate Court to hear the case. On 13 June 2025, the Intermediate Court served Huaxia Mining with a notice of response to the lawsuit. The case was heard on 10 November 2025 and the Intermediate Court dismissed the lawsuit again. Jinshun is currently appealing against the verdict and no hearing date has been arranged so far.

Risk Factors

Foreign Exchange Risk

All of the Group’s transactions were carried out in RMB in the past. The Group started getting involved with transactions denominated in Hong Kong dollars since its IPO application process and raised its funds in Hong Kong dollars. The fluctuation in the RMB/Hong Kong dollars exchange rate may affect the Group’s operating results from then on. Fluctuations in the exchange rate may have an adverse effect on net assets of, the earnings of and any dividend declared by the Group in Hong Kong dollars.

Market Risk

As disclosed in the IPO Prospectus, the Group’s revenue is susceptible to the fluctuation of the prices of the concentrates of Zinc, Lead, Copper and Silver. The Group is also subject to other various market risks, such as the interest rate movements; the price changes of other metals such as gold.

Operational Risk

As disclosed in the IPO Prospectus, the Group’s concentrates production was exposed to various operational risks. Any regulatory or policy changes or law amendments in relations to environment, health and safety, and so on may potentially affect the continuous and ordinary course of operation of the Group.

Events after the reporting period

On 30 March 2026, after trading hours, the Company entered into an investment agreement (the “Agreement”) with Mr. Yang Chuanshun (the “**Vendor**”), the 60% equity shareholder of Xizang Dachuan Mining Co., Ltd. (the “**Target Company**”), and Mr. Yang Laiyi, the son of the Vendor and the 40% equity shareholder in the Target Company. Both parties are independent third parties to the Group. Pursuant to the Agreement, the Company (the “**Purchaser**”) has conditionally agreed to acquire 60% of the equity interest in the Target Company from the Vendor for a total cash consideration of RMB90,000,000. Please refer to the announcement of the Company dated 30 March 2026 for more details.

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

Purchase, Sale or Redemption of the Company’s Listed Securities

During the Year, neither the Company nor any of its subsidiaries purchased, sold or redeemed any listed securities of the Company.

Compliance with the Corporate Governance Code

The Company appreciates the importance of good corporate governance to the management quality, business growth and shareholder values. The Company has adopted the Corporate Governance Policies which is prepared in accordance with the principles, code provisions and certain recommended best practices of the Corporate Governance Code as set out in Appendix C1 to the Listing Rules. The Board is of the view that the Company has complied with the code provisions and not aware of any deviations from or non-compliance with the code provisions.

Annual General Meeting

The annual general meeting of the Company for the Year (the “**2025 AGM**”) is scheduled to be held no later than 30 June 2026. A notice convening the 2025 AGM will be published and dispatched to the shareholders of the Company upon request in the manner required by the relevant Listing Rules in the due course.

Dividend Payment Proposal

The Board proposed the final dividend payment of RMB0.102 in cash per share (tax included) to shareholders of the Company, in an aggregate amount of RMB 50,000,000. The proposal for the Year is subject to the approval by the shareholders at the 2025 AGM. If the distribution proposal is approved at the 2025 AGM, it is expected that the final dividend for the Year will be paid on or before Friday, 31 July 2026.

Audit Committee

The Company has established the Audit Committee (effective from the Listing Date) with written terms of reference in compliance with Rule 3.21 of the Listing Rules and paragraph C.4 and paragraph D.3 of Part 2 of the Corporate Governance Code. The Audit Committee consists of three directors, including two independent non-executive directors, namely Mr. Ye Hui, Mr. Silang Wangdui, and Ms. Dong Lijun. Mr. Ye Hui is serving as the chairman who holds the appropriate professional qualifications as required under Rules 3.10(2) and 3.21 of the Listing Rules. The primary duties of the Audit Committee include, but not limited to, the following:

- proposing the appointment or change of external auditors to our Board, and monitoring the independence of external auditors and evaluating their performance;
- examining the financial information of our Company and reviewing financial reports and statements of our Company;
- examining the financial reporting system, the risk management and internal control system of our Company, overseeing their rationality, efficiency and implementation and making recommendations to our Board;
- ensuring co-ordination between internal audit function and external auditors of the Group, and ensuring that the internal audit function of the Group is adequately resourced and has appropriate standing within the Company, and to review and monitor its effectiveness;
- discussing with the external auditor problems and issues of significance during the annual audit of the Group;

The Audit Committee has reviewed the audited consolidated financial statements of the Group as set out in this results announcement for the Year. The Audit Committee considered that the consolidated financial statements have been prepared in accordance with applicable accounting standards and requirements and appropriate disclosures were made.

Scope of work of Messrs. Deloitte Touche Tohmatsu

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss and other comprehensive income and the related notes thereto for the year ended 31 December 2025 as set out in the Preliminary Announcement have been agreed by the Group's auditor, Messrs. Deloitte Touche Tohmatsu, to the amounts set out in the Group's audited consolidated financial statements for the year as approved by the Board of Directors on 30 March 2026. The work performed by Messrs. Deloitte Touche Tohmatsu in this respect did not constitute an assurance engagement and consequently no opinion or assurance conclusion has been expressed by Messrs. Deloitte Touche Tohmatsu on the preliminary announcement.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Notes	Year ended 31 December	
		2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
Revenue	4	616,014	301,434
Cost of sales		(391,958)	(196,942)
		<hr/>	<hr/>
Gross profit		224,056	104,492
Selling and distribution expenses		(529)	(452)
General, administrative and other expenses		(43,404)	(47,556)
Exploration and evaluation expenses		(7,511)	—
Other income	5	4,354	9,269
Other gains and losses, net	6	(1,628)	472
Finance costs	7	(3,073)	(2,922)
Listing expenses		(4,163)	(443)
		<hr/>	<hr/>
Profit before tax		168,102	62,860
Income tax expense	8	(18,061)	(7,006)
		<hr/>	<hr/>
Profit and total comprehensive income for the year attributable to owners of the Company	9	150,041	55,854
		<hr/> <hr/>	<hr/> <hr/>
Earnings per share (in RMB)	11		
Basic		0.41	0.15
		<hr/> <hr/>	<hr/> <hr/>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	As at 31 December	
		2025 <i>RMB'000</i>	2024 <i>RMB'000</i>
NON-CURRENT ASSETS			
Property, plant and equipment		739,291	620,692
Right-of-use assets		83,601	61,504
Intangible assets		388,247	316,673
Exploration and evaluation assets		7,496	150,113
Other receivables and prepayments	12	1,155	73
Time deposits		—	20,000
Restricted time deposits		—	30,000
Deferred tax assets		7,128	8,437
		1,226,918	1,207,492
CURRENT ASSETS			
Inventories		97,164	60,691
Other receivables and prepayments	12	21,357	23,292
Financial assets at fair value through profit or loss (“FVTPL”)		100,000	—
Prepaid income tax		—	1,198
Time deposits		20,000	20,000
Bank balances		587,624	142,222
		826,145	247,403
CURRENT LIABILITIES			
Bank borrowings		37,912	64,675
Amounts due to related parties		—	3
Trade and other payables	13	227,234	209,750
Contract liabilities		—	25,361
Lease liabilities		371	73
Provisions		753	1,317
Tax payable		26,915	25,374
		293,185	326,553
NET CURRENT ASSETS (LIABILITIES)		532,960	(79,150)
TOTAL ASSETS LESS CURRENT LIABILITIES		1,759,878	1,128,342

		As at 31 December	
	Notes	2025	2024
		<i>RMB'000</i>	<i>RMB'000</i>
NON-CURRENT LIABILITIES			
Deferred tax liabilities		49,387	51,271
Other non-current payables	13	20,456	34,587
Lease liabilities		61	31
Bank borrowings		50,000	—
Provisions		6,668	8,352
		<hr/>	<hr/>
		126,572	94,241
		<hr/>	<hr/>
NET ASSETS		1,633,306	1,034,101
		<hr/> <hr/>	<hr/> <hr/>
EQUITY AND RESERVES			
Share capital	14	487,806	365,854
Reserves		1,145,500	668,247
		<hr/>	<hr/>
TOTAL EQUITY		1,633,306	1,034,101
		<hr/> <hr/>	<hr/> <hr/>

NOTES

1. GENERAL

Xizang Zhihui Mining Co., Ltd. (the “Company”) was established in the PRC on 28 November 2013 and was converted into a joint stock company with limited liability on 18 December 2020 under the Company Law of the PRC. Its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) on 19 December 2025. The ultimate holding company of the Company is Xizang Zhifeng Industrial Co., Ltd (西藏智峰實業有限公司, “Xizang Zhifeng”, a limited liability company established in the PRC) which is held by Ms. Fan Xiulian (“Ms. Fan”), Ms. He Qian (“Ms. He”) and Mr. Lv Xijun (“Mr. Lv”), who have been acting in concert and are considered as ultimate controlling party of the Company. The addresses of the registered office, head office and the principal place of business of the Company is Building 2, No. 2 Tongzhan West Road, Serni District, Nagqu, Xizang, PRC.

The Company, together with its subsidiaries (collectively, the “Group”), is principally engaged in the exploration, mining, production and sales of nonferrous metal concentrates, which include lead, zinc and copper in the PRC.

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

2. APPLICATION OF NEW AND AMENDMENTS TO IFRS ACCOUNTING STANDARDS

Amendments to an IFRS Accounting Standard that are mandatorily effective for the current year

In the current year, the Group has applied the following amendments to an IFRS Accounting Standard as issued by the IASB for the first time, which are mandatorily effective for the Group’s annual period beginning on 1 January 2025 for the preparation of the consolidated financial statements:

Amendments to IAS 21	Lack of Exchangeability
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The application of the amendments to an IFRS Accounting Standard in the current year has had no material impact on the Group’s financial positions and performance for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

New and amendments to IFRS Accounting Standards in issue but not yet effective

The Group has not early applied the following new and amendments to IFRS Accounting Standards that have been issued but are not yet effective:

Amendments to IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments ²
Amendments to IFRS 9 and IFRS 7	Contracts Referencing Nature- dependent Electricity ²
Amendments to IFRS 10 and IAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ¹
Amendments to IAS 21	Translation to a Hyperinflationary Presentation Currency ³
Amendments to IFRS Accounting Standards	Annual Improvements to IFRS Accounting Standards - Volume 11 ²
IFRS 18	Presentation and Disclosure in Financial Statements ³

¹ Effective for annual periods beginning on or after a date to be determined

² Effective for annual periods beginning on or after 1 January 2026

³ Effective for annual periods beginning on or after 1 January 2027

Except as described below, the directors of the Company anticipate that the application of all new and other amendments to IFRS Accounting Standards will have no material impact on the Group’s financial position and financial performance in the foreseeable future.

IFRS 18 sets out requirements on presentation and disclosures in financial statements and it will replace IAS 1 “Presentation of Financial Statements”. This new IFRS Accounting Standard, while carrying forward many of the requirements in IAS 1, introduces new requirements to present specified categories and defined subtotals in the statement of profit or loss and other comprehensive income; provide disclosures on management-defined performance measures in the notes to the financial statements and improve aggregation and disaggregation of information to be disclosed in the financial statements. In addition, some IAS 1 paragraphs have been moved to IAS 8 “Accounting Policies, Changes in Accounting Estimates and Errors” (the title of which will be changed to IAS 8 “Basis of Preparation of Financial Statements” upon effective of IFRS 18) and IFRS 7 “Financial Instruments Disclosures”. Minor amendments to IAS 7 “Statement of Cash Flows” and IAS 33 “Earnings per Share” are also made.

IFRS 18 and amendments to other standards will be effective for annual periods beginning on or after 1 January 2027, with early application permitted. The application of the new standard is not expected to have material impact on the financial performance and position of the Group in terms of recognition and measurement. However, it is expected to affect the structure and presentation of the consolidated statement of profit or loss and other comprehensive income and consolidated statement of cash flows and disclosures in the future financial statements. The Group will continue to assess the impact of IFRS 18.

3. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the IASB. For the purpose of preparation of the consolidated financial statements, information is considered material if such information is reasonably expected to influence decisions made by primary users.

The directors of the Company have, at the time of approving the 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 consolidated financial statements.

4. REVENUE AND SEGMENT INFORMATION

Revenue

Disaggregation of revenue from contracts with customers

The following is an analysis of the Group’s revenue from its products:

	Year ended 31 December	
	2025	2024
	RMB’000	RMB’000
Type of revenue - sales of nonferrous metal concentrates		
– Zinc concentrates	307,955	215,811
– Lead concentrates	246,357	71,512
– Copper concentrates	61,702	14,111
	616,014	301,434
Timing of revenue recognition		
– At point in time	616,014	301,434

Performance obligations for contracts with customers and revenue recognition policies

Sales of nonferrous metal concentrates

Revenue from the sales of nonferrous metal concentrates, primarily, zinc, lead and copper concentrates, are recognised at point in time when control of the nonferrous metal concentrates have transferred to the customers, i.e. when the nonferrous metal concentrates are delivered to the designated locations instructed by the customers, and at prices pre-determined in agreements.

The Group requests for payments in advance from all customers with no credit terms on sales.

A contract liability is recognised for sales receipts in which revenue has yet been recognised.

In each transaction, a sample of the nonferrous metal concentrates is inspected by the Group prior to delivery to determine the mineral content to be adopted as the basis of calculation of transaction price.

The directors of the Company consider that in general the mineral content and grades of the Group's nonferrous metal concentrates products meet the customers' requirements after the goods have passed the inspections and no further processing is required to improve the grades of the products when the products have been approved for delivery to customers.

The Group applies the practical expedient in paragraph 121 of IFRS 15 of not disclosing the transaction price allocated to the remaining performance obligation as the original expected duration of substantially all the contracts of the Group are within one year or less.

Segment information

For the purposes of resources allocation and performance assessment, the executive director of the Company, being the chief operating decision maker, reviews the consolidated results and financial position when making decisions about allocating resources and assessing performance of the Group as a whole and hence, the Group has only one reportable segment and no further analysis of this single segment is presented.

Geographical information

All of the Group's sales are made to the customers in the PRC.

All the Group's non-current assets (excluding interest receivables, other receivables, time deposits, restricted time deposits and deferred tax assets) are located in the PRC.

Information about major customers

Revenue from customers contributing over 10% of total revenue of the Group for each reporting period is as below:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
– Customer A	111,882	94,062
– Customer B	*	62,719
– Customer C	221,039	62,481

* The corresponding revenue did not contribute over 10% of the total revenue of the Group.

5. OTHER INCOME

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Government grants (Note)	2,717	7,622
Interest income	1,015	1,646
Sales of scrap materials	622	1
Total	<u>4,354</u>	<u>9,269</u>

Note: The government grants were mainly incentives provided by local government authorities in the PRC to reward the Group's support and contribution for the development of local economies. There were no unfulfilled conditions or contingencies relating to these government grants at the end of each reporting period.

6. OTHER GAINS AND LOSSES, NET

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Gain on fair value changes of financial assets at FVTPL	1,120	315
Net foreign exchange losses	(2,437)	(40)
Gain on termination of lease	—	4
Gain on disposal of property, plant and equipment, net	9	23
Others	(320)	170
Total	<u>(1,628)</u>	<u>472</u>

7. FINANCE COSTS

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Interest expense on:		
– bank borrowings	1,108	510
– lease liabilities	7	4
– provisions for unwinding of discount	284	397
– extended mining rights fees payable	1,674	2,011
Total	<u>3,073</u>	<u>2,922</u>

8. INCOME TAX EXPENSE

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Current tax	18,636	5,634
Deferred tax	(575)	1,372
	<hr/>	<hr/>
Total	18,061	7,006
	<hr/> <hr/>	<hr/> <hr/>

Under the Law of the PRC on Enterprise Income Tax (the “EIT Law”) and Implementation Regulation of the EIT Law, the enterprise income tax (“EIT”) rate for the group entities established in the PRC is 25% for both years.

According to the Notice of the Continuation of the EIT Law for Implementation of Exploration and Development of Western Region (Notice of the Ministry of Finance, State Administration of Taxation and National Development and Reform Commission No. 23 [2020]) issued on 23 April 2020, companies located in the western region of the PRC and engaged in the business encouraged by the PRC Government is entitled to the preferential EIT rate of 15% from 1 January 2021 to 31 December 2030 if the operating revenue of the encouraged business in a year accounted for more than 60% of the total income in that year. The Company and Xizang Zhihua Industrial Co., Ltd. (西藏智華實業有限公司, “Zhihua Industrial”, a wholly-owned subsidiary of the Company) are engaged in the “business encouraged by the PRC Government in the western region” and are therefore eligible for the preferential EIT rate at 15% for both years.

In addition, the Company and Zhihua Industrial were granted with further waiver of 40% reduction on EIT and resulted in the effective EIT rate being 9% for both years. Xizang Huaxia Mining Co., Ltd. (西藏華夏礦業有限公司, “Huaxia Mining”, a wholly-owned subsidiary of the Company) was granted with waiver of 40% reduction on EIT and resulted in the effective EIT rate being 15% for both years.

Under the two-tiered profits tax rates regime of Hong Kong Profits Tax, the first Hong Kong Dollar (“HK\$”) 2 million of profits of Zhihui Mining (Hong Kong) Limited will be taxed at 8.25%, and profits above HK\$2 million will be taxed at 16.5%.

The taxation for the year can be reconciled to the profit before tax per the consolidated statement of profit or loss and other comprehensive income as follows:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Profit before tax	168,102	62,860
	<hr/>	<hr/>
Tax at the PRC EIT rate of 25%	42,026	15,715
Income tax at concessionary rate	(24,498)	(9,095)
Tax effect of expenses not deductible for tax purposes	391	288
Tax effect of tax losses not recognised	142	98
	<hr/>	<hr/>
Income tax expense	18,061	7,006
	<hr/> <hr/>	<hr/> <hr/>

9. PROFIT FOR THE YEAR

Profit for the year has been arrived at after charging:

	Year ended 31 December	
	2025	2024
	RMB'000	RMB'000
Depreciation and amortisation on:		
– property, plant and equipment	47,797	34,622
– right-of-use assets	2,491	2,112
– intangible assets	18,640	9,617
	<hr/>	<hr/>
Total depreciation and amortisation	68,928	46,351
Less: capitalised in construction in progress	(1,728)	(1,720)
	<hr/>	<hr/>
	67,200	44,631
	<hr/>	<hr/>
Staff costs:		
Directors' remuneration	3,093	2,489
Other staff costs:		
Salaries, wages, bonuses and allowances	57,413	45,898
Retirement benefits	3,479	3,193
	<hr/>	<hr/>
Total staff costs	63,985	51,580
Less: capitalised in exploration and evaluation assets	—	(1,910)
Less: capitalised in inventories	(38,821)	(28,439)
	<hr/>	<hr/>
	25,164	21,231
	<hr/>	<hr/>
Subcontracting expenses	145,190	48,440
Less: capitalised in property, plant and equipment	(27,687)	(14,704)
Less: capitalised in inventories	(116,854)	(33,504)
	<hr/>	<hr/>
	649	232
	<hr/>	<hr/>
Listing expenses	4,163	443
Transportation expenses	40,013	16,883
Cost of inventories sold	329,691	167,731
Auditors' remuneration	1,100	833
Donations (Note)	10,076	10,128
	<hr/> <hr/>	<hr/> <hr/>

Note: The donations are voluntary and are specifically designated for education poverty alleviation funds, heating construction funds, natural disasters and transportation subsidies, aiming at improving the living and education level of local villagers in Xizang.

10. DIVIDENDS

No dividend was paid or proposed for ordinary shareholders of the Company during the year ended 31 December 2025 and 2024.

Subsequent to the end of the reporting period, a final dividend in respect of the year ended 31 December 2025 of approximately RMB0.10 per ordinary share, in an aggregate amount of RMB50,000,000, has been proposed by the directors of the Company and is subject to approval by the shareholders in the forthcoming general meeting.

11. EARNINGS PER SHARE

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

	Year ended 31 December	
	2025	2024
Earnings for the year		
Profit for the year attributable to owners of the Company for the purpose of basic earnings per share (RMB'000)	<u>150,041</u>	<u>55,854</u>
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share ('000)	<u>370,197</u>	<u>362,095</u>

No diluted earnings per share for both 2025 and 2024 were presented as there were no potential ordinary shares in issue for both years.

12. OTHER RECEIVABLES AND PREPAYMENTS

	As at 31 December	
	2025 RMB'000	2024 RMB'000
Prepayments to suppliers	6,723	16,932
Prepayments for property, plant and equipment	1,074	73
Rental deposits	81	—
Value-added tax recoverable	12,913	630
Deferred issue costs	—	3,407
Interest receivables	1,359	2,088
Other receivables	362	235
	<u>22,512</u>	<u>23,365</u>
Less: Prepayments for property, plant and equipment and rental deposits classified as non-current assets	<u>(1,155)</u>	<u>(73)</u>
Amount classified as current assets	<u>21,357</u>	<u>23,292</u>

The Group does not hold any collateral over deposits and other receivables.

13. TRADE AND OTHER PAYABLES

	As at 31 December	
	2025	2024
	RMB'000	RMB'000
Trade payables	65,998	17,775
Salaries and wages payables	9,099	6,350
Payable for acquisition of property, plant and equipment	94,886	94,648
Mining rights granting fees payable (Note (a))	38,186	45,071
Payable for acquisition of right-of-use assets for leasehold land	9,817	—
Other tax payables	2,255	3,625
Deposits from suppliers	6,695	6,386
Accrued listing expenses	1,392	—
Accrued shares issue costs	5,319	1,070
Refundable receipts (Note (b))	13,910	69,348
Others	133	64
	181,692	226,562
	247,690	244,337
Less: Mining rights granting fees payable classified as non-current liabilities (Note(a))	(20,456)	(34,587)
Amount classified as current liabilities	227,234	209,750

Notes:

- (a) Based on the prevailing rules and regulations for the grant of mining rights, the Group accrued and paid fees (recognised as expenses) for mining rights granted by the relevant PRC bureau based on certain percentage of revenue from sales of nonferrous metal concentrates for entire life. According to Mining Right Transfer Proceeds Collection Measures (Cai Zong [2023] No. 10) (《礦業權出讓收益徵收辦法》(財綜[2023]10號)) issued in March 2023, the settlement of the Group's mining rights granting fees payable of RMB58,258,000 as at 30 April 2023 was permitted to be extended to next six equal annual instalments from 30 June 2024 to 30 June 2029. At inception, the mining rights granting fees payable were discounted at appropriate rate of 4.30% for the extension of repayment, and a gain of RMB8,207,000 was recognised upon revision of the payment terms on 30 April 2024 while interest expense on the extended mining rights granting fees payable would also be recognised over six years.
- (b) The amounts are received from customers for purchases of the Group's products and are refundable.

The credit period granted by suppliers ranges from 15 to 60 days.

The following is an aged analysis of trade payables of the Group presented based on the invoice date at the end of each reporting period:

	As at 31 December	
	2025	2024
	<i>RMB'000</i>	<i>RMB'000</i>
Within 30 days	22,699	15,366
31 - 60 days	30,142	70
61 - 90 days	10,302	—
Over 90 days	2,855	2,339
	65,998	17,775

14. SHARE CAPITAL

	Number of shares <i>000</i>	Share capital <i>RMB'000</i>
Ordinary shares of RMB1 each		
Registered:		
At 1 January 2024	360,000	360,000
Issue of new shares (Note (a))	5,854	5,854
At 31 December 2024	365,854	365,854
Issue of new shares upon the IPO (Note (b))	121,952	121,952
At 31 December 2025	487,806	487,806
Issued and fully paid:		
At 1 January 2024	360,000	360,000
Issue of new shares (Note (a))	5,854	5,854
At 31 December 2024	365,854	365,854
Issue of new shares upon the IPO (Note (b))	121,952	121,952
At 31 December 2025	487,806	487,806

Note:

- (a) On 6 August 2024, the Company passed a shareholders' resolution approving an increase of registered capital to RMB365,853,659 by Xizang Zhihui Enterprise Management Partnership(Limited Partnership)(西藏智輝企業管理合夥企業(有限合夥), "Zhihui Partnership", a limited partnership established under the laws of the PRC), whose partners include Ms. He (as general and executive partner) and certain senior management and employees of the Group (as limited partners), which is an employee shareholding platform controlled by Ms. He. Since Ms. He is the chairwoman and one of the ultimate controlling parties of the Company, Zhihui Partnership is a related party of the Company. On 12 August 2024, the Company entered into a capital increase agreement with Zhihui Partnership, pursuant to which Zhihui Partnership agreed to subscribe for additional registered capital of RMB5,853,659 at a consideration of RMB20,575,278, as determined with reference to an independent valuation report and, save as aforesaid, both the Company and Zhihui Partnership have no other rights and obligations. The consideration in excess of the nominal value of the ordinary share of the Company amounting to RMB14,721,619 was credited to the capital reserve of the Company. The cash consideration was received by the Company on 23 August 2024. Since then, Zhihui Partnership also became a shareholder of the Company.
- (b) On 19 December 2025, the Company was successfully listed on the Main Board of the Stock Exchange following the completion of issuance of 121,952,000 new shares of RMB1 each issued at an offer price of HK\$4.51 (equivalent to approximately RMB4.09) per share and the total proceed was HK\$550,004,000 (equivalent to approximately RMB498,743,000).

By order of the Board
Xizang Zhihui Mining Co., Ltd.
He Qian
Chairwoman and executive Director

Lhasa, 30 March 2026

As at the date of this announcement, the Board comprises one executive Director, namely Ms. He Qian; three non-executive Director, namely Ms. Fan Xiulian, Mr. Lhakpa Tsering and Mr. Silang Wangdui; and three independent non-executive Directors, namely Mr. Ye Hui, Ms Dong Li Jun and Ms Yang Xiaoyan