Pizu Group Holdings Limited

比優集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 9893)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2026

HIGHLIGHTS

- Turnover of the Group for the Year was approximately RMB1,536.99 million, representing a decrease of approximately 9.35% as compared to last year.
- The Group recorded a profit attributable to Owners of approximately RMB204.89 million for the Year.
- The Group recorded a total comprehensive income attributable to Owners of approximately RMB203.02 million for the Year.
- Basic and diluted earnings per share of the Group was approximately RMB0.058 for the Year.
- A final dividend of HK$0.028 per share is recommended.

CHAIRMAN'S STATEMENT

Pizu Group Holdings Limited (the "**Company**") and its subsidiaries (together the "**Group**") are grateful to our shareholders and the community for their trust, understanding and support during the year ended 31 March 2026 (the "**Year**"). I take the opportunity, on behalf of the board (the "**Board**") of directors and all staff of the Group, to extend our sincere gratitude to the shareholders and all sectors who have always cared and supported the Group!

During the Year, amid dramatic changes in the international and domestic macroenvironment, the Group's various business segments experienced mixed results; overall, the Group achieved its goal of steady growth in economic indicators. All projects under construction during the Year progressed smoothly and will gradually come online, providing a solid foundation for the Group's optimistic outlook. This year marked the Company's first full year of listing on the Main Board of the Hong Kong Stock Exchange. Benefiting from the Group's sound operations and the booming international non-ferrous metals sector, the Company's share price rose during the Year, and while average daily trading volume remained constrained, it showed a marked improvement compared to previous years. The Company will also continue to strengthen and improve the disclosure and sharing of information related to operational management, providing timely and transparent channels for shareholders and the general public to access information.

The Group's core operations within the Inner Mongolia Autonomous Region experienced a significant decline during the Year. This was primarily due to sluggish conditions in the region's coal market, compounded by tighter national safety regulations, which led to weak overall demand and resulted in a contraction of the Group's sales of explosives and blasting engineering contracting business in the region. Anhui Jinding Mining Co., Ltd. ("**Anhui Jinding**"), benefiting from historically high prices for its main products – copper, gold, and sulfur – maintained stable operations while achieving a significant improvement in performance, thereby offsetting the Group's decline in the Inner Mongolia market.

Tibet Tianren Mining Co., Ltd. ("**Tibet Tianren**") fully launched construction during the Year, with all engineering projects progressing relatively smoothly; the project is expected to be completed and commence operations by the end of 2026. At the same time, the Group has made new progress in Tajikistan in areas such as sales of explosives, blasting services, and turnkey mining contracting, which is expected to be reflected in the Group's financial performance in the coming years.

The Group will continue to adhere to a development strategy that combines the advantages of building a solid foundation and honing expertise in the domestic Chinese market with deepening local roots in Central Asia, striving to grow into an international company with comprehensive expertise across the entire mineral development process and holding long-term, high-quality resources. By leveraging the Group's unique strengths – the ability to develop its own resources in a fully scientific and rational manner while providing comprehensive services to clients – we aim to deliver long-term, sustainable returns to our shareholders.

The Company proposes to pay a final dividend of HK$0.028 per share to share the income from the stable development of the Group with all shareholders.

Ma Tianyi
Chairman

26 June 2026

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 March 2026

	Notes	**2026** *RMB'000*	2025 *RMB'000*
Revenue	4	**1,536,992**	1,695,507
Cost of goods sold and services provided		**(898,060)**	(976,682)
Gross profit		**638,932**	718,825
Other income	5	**116,378**	38,514
Selling and distribution expenses		**(32,888)**	(55,848)
Administrative and other operating expenses		**(260,411)**	(247,376)
Other (losses)/gains			
Impairment loss on trade receivables		**–**	(21,852)
(Impairment loss)/reversal of impairment loss on other receivables		**(200)**	1,192
Impairment loss on amount due from a joint venture		**(3,882)**	–
Gain on deregistration of a branch		**9,172**	–
Profit from operations	6	**467,101**	433,455
Finance costs	7	**(5,085)**	(5,193)
Share of loss of a joint venture		**(980)**	–
Share of (loss)/profit of associates		**(2,508)**	18,146
Profit before income tax		**458,528**	446,408
Income tax expense	8	**(101,959)**	(121,031)
Profit for the year		**356,569**	325,377

	Note	2026 RMB'000	2025 RMB'000
Other comprehensive income			
Item that will not be reclassified subsequently to profit or loss			
Exchange differences arising from:			
– translation of Company's financial statements to presentation currency		**(7,657)**	4,335
Item that may be reclassified subsequently to profit or loss			
Exchange differences arising from:			
– translation of foreign operations		**10,341**	(1,216)
Other comprehensive income for the year		**2,684**	3,119
Total comprehensive income for the year		**359,253**	328,496
Profit attributable to:			
Owners of the Company		**204,885**	164,117
Non-controlling interests		**151,684**	161,260
		356,569	325,377
Total comprehensive income attributable to:			
Owners of the Company		**203,015**	166,505
Non-controlling interests		**156,238**	161,991
		359,253	328,496
		RMB	*RMB*
Basic and diluted earnings per share	9	**0.058**	0.047

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2026

	Notes	2026 RMB'000	2025 RMB'000
Non-current assets			
Property, plant and equipment		**2,816,810**	2,198,341
Right-of-use assets		**41,867**	45,108
Prepayments and other receivables	13	**203,739**	198,139
Deferred tax assets		**57,870**	44,228
Goodwill		**42,632**	42,632
Other intangible assets		**707,462**	705,309
Interests in joint ventures	11	**615,422**	–
Interests in associates		**71,842**	64,550
		4,557,644	3,298,307
Current assets			
Inventories		**109,410**	86,185
Trade and bills receivables	12	**236,128**	401,187
Other receivables, prepayments and deposits	13	**270,519**	149,904
Amounts due from associates		**11,022**	24,156
Amounts due from joint ventures		**15,862**	4,888
Income tax recoverable		**1,448**	–
Restricted bank balances		**6,000**	6,240
Cash and cash equivalents		**746,589**	632,545
		1,396,978	1,305,105
Current liabilities			
Trade payables	14	**260,476**	302,675
Other payables and accruals	15	**719,446**	971,292
Contract liabilities		**140,912**	52,051
Borrowings	16	**385,565**	199,310
Dividend payable		**8,152**	6,972
Lease liabilities		**614**	2,734
Contingent consideration payable	11(b)	**208,200**	–
Amount due to a related company		**–**	5,280
Amount due to a shareholder		**30,901**	14,662
Amount due to a director		**12,056**	–
Income tax payable		**41,404**	46,319
		1,807,726	1,601,295
Net current liabilities		**(410,748)**	(296,190)
Total assets less current liabilities		**4,146,896**	3,002,117

	Notes	**2026** RMB'000	2025 RMB'000
Non-current liabilities			
Other payables	15	**19,440**	29,150
Borrowings	16	**1,044,997**	697,228
Lease liabilities		**–**	481
Contingent consideration payable	11(b)	**65,125**	–
Amounts due to related companies	15(a)	**571,422**	73,530
Deferred tax liabilities		**11,935**	10,880
Provision		**16,127**	15,360
		1,729,046	826,629
Net assets		**2,417,850**	2,175,488
Capital and reserves			
Share capital	20	**40,259**	40,259
Reserves		**1,192,229**	1,006,730
		1,232,488	1,046,989
Non-controlling interests		**1,185,362**	1,128,499
Total equity		**2,417,850**	2,175,488

1. CORPORATE INFORMATION

Pizu Group Holdings Limited (the "Company") is incorporated in the Cayman Islands as an exempted company with limited liability. The address of its registered office is Conyers Trust Company (Cayman) Limited, Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The address of its principal place of business is Unit 07, 21/F, West Tower, Shun Tak Centre, 168-200 Connaught Road Central, Sheung Wan, Hong Kong.

The Company's shares have been listed on GEM of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") since 6 August 2004. The transfer of listing of the Company's shares from GEM to Main Board of the Stock Exchange was completed on 18 February 2025.

The Company and its subsidiaries (collectively, the "Group") are principally engaged in manufacturing and sale of explosives, provision of blasting operations and related services, as well as mining, processing and sales of mineral products.

The consolidated financial statements for the year ended 31 March 2026 were approved and authorised for issue by the directors on 26 June 2026.

2. BASIS OF PREPARATION

Statement of compliance

The consolidated financial statements have been prepared in accordance with HKFRS Accounting Standards which collective term includes individual Hong Kong Financial Reporting Standards ("HKFRSs"), Hong Kong Accounting Standards ("HKASs") and Interpretations issued by the Hong Kong Institute of Certified Public Accountants and the disclosure requirements of the Hong Kong Companies Ordinance. In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on Main Board of the Stock Exchange.

Basis of measurement

The consolidated financial statements have been prepared on the historical cost basis, except for certain financial instruments that have been measured at fair value.

Going concern assumption

As at 31 March 2026, the Group's current liabilities exceed its current assets by RMB410,748,000. In preparing these consolidated financial statements using the going concern basis, the directors of the Company considered the future liquidity of the Group based on a cash flow forecast covering not less than 12 months from the end of the reporting period (the "Cash Flow Forecast"). The following plans and measures for mitigating the liquidity pressure and improving the financial position of the Group have been considered in the cash flow forecast:

(i) The current liabilities consist of contract liabilities of RMB141 million and by nature deferred revenue. The Directors believe that it is unlikely that the counterparties would terminate the contracts resulting in an obligation to refund the advances received from the customers.

(ii) Up to the date of authorisation for issuance of these consolidated financial statements, the Group had unutilised bank loan facility of RMB1,145 million which is available throughout the forecast period.

(iii) The Group's mining project at Tibet, the People's Republic of China (the "PRC") ("Tibet Tianren Project") is conducted by Tibet Tianren, a non-wholly-owned subsidiary. Tibet Tianren currently possesses a mining licence in respect of a mine located in Tibet with a validity period from 16 October 2024 to 15 October 2047. Tibet Tianren Project is currently under full-scale construction and is expected to be operational by the end of 2026 and generate revenue starting from the first quarter of 2027. In connection with this, Tibet Tianren Project is expected to incur a substantial amount of capital expenditure in the coming financial year. Tibet Tianren secured a syndicated loan facility of RMB2 billion during the current financial year which provides funding support for the mine construction work. In addition, in May 2026, the Group entered into a capital injection agreement with the non-controlling shareholders of Tibet Tianren, including Shudao Investment Group Co., Ltd. ("Shudao Group"), for capital injection into Tibet Tianren. As the capital injection will be made by the shareholders of Tibet Tianren on a pro rata basis, the Group's equity interest in Tibet Tianren will not be diluted, and Tibet Tianren will remain a non-wholly-owned subsidiary of the Company upon completion of the capital injection. According to the capital injection agreement, Shudao Group is expected to inject additional capital amounting to RMB298 million into Tibet Tianren by 2026. The directors envisage that the aforesaid syndicated loan and capital injection would provide sufficient funding support to bring the Tibet Tianren Project to commercial production.

    Prior to the Group's investment in Tibet Tianren, Tibet Tianren had carried out substantive exploration work as well as mine-site preparation and construction work, and as a result had incurred substantial amounts of capital expenditure which was funded largely by advances of shareholder's loans from Sichuan Hongda (Group) Co., Ltd. (四川宏達(集團)有限公司) ("Sichuan Hongda"), its then major shareholder holding 46% equity interests in Tibet Tianren at the relevant time. The Group obtained control of Tibet Tianren in November 2022. Subsequently in June 2023, Sichuan Hongda entered into bankruptcy reorganisation proceedings. In the course of its reorganisation proceedings, the competent bankruptcy court selected Shudao Group as the reorganisation investor of Sichuan Hongda, pursuant to which Shudao Group, through Sichuan Hongda, became the beneficial owner of the 46% equity interest in Tibet Tianren in September 2024.

    As at 31 March 2026, Tibet Tianren had net assets of RMB9 million, including non-current assets (mainly property, plant and equipment and mining rights) of RMB1,962 million, current assets of RMB361 million, current liabilities of RMB1,276 million and non-current liabilities of RMB1,038 million. Included in non-current liabilities as at 31 March 2026 was an amount of RMB538 million (the "Debt") which was previously due to Sichuan Hongda and was assigned to a creditor of Sichuan Hongda during the financial year ended 31 March 2024. The Debt was unsecured, interest-free and repayable on demand. As at 31 March 2025, the Debt was classified as a current liability. As disclosed in note 15, in June 2025, the Debt was assigned to a related company and the terms of the Debt were revised. As at 31 March 2026, the Debt is unsecured, interest-free and not repayable within 12 months from the reporting date and is therefore classified as a non-current liability as at 31 March 2026.

(iv) As disclosed in note 11(b), the Group completed the investment in a mining project in Tajikistan in February 2026 and is expected to provide funding of USD80 million (equivalent to RMB555 million in total), of which RMB459 million is expected to be provided in the coming financial year and is classified as current liabilities as other payable and contingent consideration payable as at 31 March 2026. The funding of USD80 million is expected to be financed by internal resources.

(v) The Group has been operating consistently to generate significant cash inflow from its operations and this is expected to be the case in the foreseeable future. The operating cash generated, together with the external financing obtained as mentioned above, should be sufficient to address any cash flow needs should they arise.

(vi) The Group has secured a stand-by facility of RMB600 million from a non-controlling shareholder and business partner of certain of the Group's major subsidiaries. Such facility is for providing working capital to Tibet Tianren. The borrowing period is three years from the date of drawdown. The stand-by facility also serves to provide funding to the Group to fulfill the repayment demand from those creditors of Tibet Tianren.

In the opinion of the directors, based on the Cash Flow Forecast and taking into account the above plans and measures, the Group would have sufficient working capital to finance its operations and meet its financial obligations as and when they fall due. Accordingly, the directors consider that it is appropriate to prepare the consolidated financial statements on a going concern basis.

3. ADOPTION OF AMENDED HKFRS ACCOUNTING STANDARDS

Amendments to HKAS 21 and HKFRS 1	Lack of Exchangeability
Amendments to Illustrative Examples on HKFRS 7, HKFRS 18, HKAS 1, HKAS 8, HKAS 36 and HKAS 37	Disclosures about Uncertainties in the Financial Statements

The adoption of these amended HKFRS Accounting Standards has no material impact on the Group's consolidated financial statements.

4. REVENUE

The principal activities of the Group and the disaggregation of revenue from contracts with customers are disclosed in notes 1 and 10, respectively. An analysis of the revenue from the Group's principal activities is as follows:

	2026	2025
	RMB'000	*RMB'000*
Revenue from contracts with customers		
Sales of explosives	**382,594**	568,634
Provision of blasting operations	**187,983**	293,796
Sales of mineral concentrates	**966,415**	833,077
	1,536,992	1,695,507

5. OTHER INCOME

	2026	2025
	RMB'000	*RMB'000*
Bank interest income	**2,085**	6,093
Other interest income	**216**	1,561
Government grants *(note (i))*	**3,794**	5,263
Rental income	**4,967**	–
Gain on disposal of property, plant and equipment	**1,144**	923
Waiver income *(note (ii))*	**–**	8,655
Compensation income *(note (iii))*	**98,157**	–
Income on the release of the provision of the legal obligation	**–**	9,544
Sundry income	**6,015**	6,475
	116,378	38,514

Notes:

(i) Government grants mainly represent value-added tax refund and research and development subsidies received from the PRC government. The Group does not have unfulfilled obligations relating to these grants.

(ii) During the year ended 31 March 2025, the creditor from which the Group acquired the production quota in prior year waived an outstanding consideration payable by the Group of RMB8,655,000.

(iii) In September 2025, the High People's Court of the Tibet Autonomous Region issued a final judgment ruling that a former customer of the Group shall compensate the Group in the amount of RMB106,992,000 (included tax) or RMB98,157,000 (excluded tax) (the "Final Judgment") for economic losses arising from project delays in previous years. The Final Judgment was considered final and conclusive, and the Group received full settlement of the compensation during the year.

6. PROFIT FROM OPERATIONS

Profit from operations is arrived at after charging/(crediting) the following:

	2026	2025
	RMB'000	*RMB'000*
Auditor's remuneration	**2,751**	2,822
Costs of inventories recognised as expenses	**665,005**	812,325
Write-off of prepayment	**–**	3,548
Amortisation of intangible assets*	**13,985**	17,040
Depreciation for property, plant and equipment	**117,368**	104,869
Depreciation for right-of-use assets	**3,190**	3,255
Gain on disposal of property, plant and equipment, net	**(1,144)**	(923)
Net foreign exchange loss	**679**	406
Research and development costs@	**28,431**	38,086
Staff costs (including directors' emoluments)	**250,384**	189,766

* included as to RMB13,942,000 (2025: RMB17,006,000) in cost of goods sold and services provided and RMB43,000 (2025: RMB34,000) in administrative and other operating expenses in the consolidated statement of comprehensive income

@ included in administrative and other operating expenses in the consolidated statement of comprehensive income

7. FINANCE COSTS

	2026	2025
	RMB'000	*RMB'000*
Interest on lease liabilities	**31**	71
Interest expense on bank borrowings	**12,067**	12,488
Interest expense on other borrowings	**13,861**	14,421
Unwinding interest on provision for rehabilitation	**767**	3,474
	26,726	30,454
Less: interest capitalisation	**(21,641)**	(25,261)
	5,085	5,193

Borrowing costs capitalised at rate ranging from 1.20% to 5.94% per annum (2025: 1.85% to 3.35%) during the year arose on the specific and general borrowings for the expenditure on construction in progress.

8. INCOME TAX EXPENSE

Income tax expense comprises:

	2026	2025
	RMB'000	*RMB'000*
Current tax for the year		
PRC Enterprise Income Tax ("EIT")		
– provision for the year	**107,857**	94,011
– under-provision in respect of previous years	**631**	3,666
	108,488	97,677
Tajikistan Corporate Income Tax		
– provision for the year	**6,058**	8,841
– under-provision in respect of previous year	**–**	488
	6,058	9,329
Deferred tax (credit)/expense for the year	**(12,587)**	14,025
	101,959	121,031

No provision for Hong Kong profits tax is made for current year and prior year as there are no assessable profits arising in Hong Kong for both years. Tajikistan Corporate Income Tax rate is calculated at applicable rates of 18% (2025: 23%) (for activities other than goods production) and 13% (for activities of goods production) respectively; whereas EIT is calculated at the applicable rate of 25%, except that:

(i) A Tajikistan subsidiary of the Company is entitled to enjoy preferential EIT rate of 9% for 5 years since November 2025 pursuant to an investment agreement between the subsidiary and the Tajikistan government.

(ii) A PRC subsidiary of the Company which has obtained the New and Hi-tech Enterprise recognition is entitled to enjoy preferential EIT rate of 15% for a period of 3 years from 1 December 2024.

(iii) Three PRC subsidiaries of the Company are entitled to enjoy preferential EIT rate of 15% under the Western Development Policy.

(iv) Three branches and three subsidiaries of the Company which are located in the Tibet Autonomous Region of the PRC are entitled to preferential tax rate of 15% except for one subsidiary, based on the tax ruling announced by the PRC central tax authorities, and the EIT rate of Lhasa applicable to that subsidiary is 9% for the years 2015 to 2027 and will revert to 15% from 2028 onwards if no further announcement from the PRC central tax authorities is made.

(v) The Group operates in certain jurisdictions where the Pillar Two Rules are enacted and effective in the current year. However, as the Group's consolidated annual revenue is expected to be less than EUR750 million, the management of the Group considered the Group is not liable to top-up tax under the Pillar Two Rules.

9. EARNINGS PER SHARE

Basic earnings per share

The calculation of the basic earnings per share is based on the following data:

	2026	2025
	RMB'000	*RMB'000*
Profit for the year attributable to owners of the Company	**204,885**	164,117

	2026	2025
	'000	*'000*
Weighted average number of ordinary shares for the purposes of basic earnings per share	**3,558,725**	3,499,371

Diluted earnings per share

There was no dilutive potential ordinary share in issue during the years ended 31 March 2026 and 2025.

10. SEGMENT INFORMATION

Operating segments are identified on the basis of internal reports which provide information about components of the Group. The information is reported to and reviewed by the Board, the chief operating decision-makers, for the purpose of resource allocation and performance assessment.

The Group has identified and presented the segment information for the following reportable operating segments. These segments are managed separately.

- Mining operation: exploration, mining and processing of pyrite, iron ore, copper and molybdenum and sales of the said mineral products in the PRC and Tajikistan
- Explosives trading and blasting services: manufacturing and sales of explosives and provision of blasting operations in the PRC and Tajikistan

Segment revenue, results, assets and liabilities

For the purpose of assessing segment performance and allocating resources between segments, the Board monitors the results, assets and liabilities attributable to each reportable operating segment on the following basis:

Revenue and expenses are allocated to the operating segments with reference to sales generated by those segments and the expenses incurred by those segments or which otherwise arise from the depreciation or amortisation of assets attributable to those segments. Head office and corporate expenses including directors' emolument which are managed on a group basis are not allocated to individual segments. Segment profit/loss also excludes tax, other income and other operating expenses which are not directly attributable to the operating segments.

Segment assets principally comprise non-current assets and current assets directly attributable to each segment and exclude amounts due from related parties, deferred tax assets, unallocated cash and cash equivalents and unallocated corporate assets.

Segment liabilities include trade payables, other payables, accrued liabilities and other liabilities which are directly attributable to the business activities of the operating segments and exclude amounts due to related parties, dividend payable, income tax payable, deferred tax liabilities and unallocated corporate liabilities.

Segment revenue and segment results

For the year ended 31 March 2026

	Mining operation *RMB'000*	**Explosives trading and blasting services** *RMB'000*	**Total** *RMB'000*
Segment revenue			
External sales	**994,997**	**541,995**	**1,536,992**
Segment profit	**334,937**	**156,263**	**491,200**
Unallocated income			**1,458**
Unallocated corporate expenses			**(34,130)**
Profit before income tax			**458,528**

For the year ended 31 March 2025

	Mining operation *RMB'000*	Explosives trading and blasting services *RMB'000*	Total *RMB'000*
Segment revenue			
External sales	854,628	840,879	1,695,507
Segment profit	220,701	253,123	473,824
Unallocated income			2,485
Unallocated corporate expenses			(29,901)
Profit before income tax			446,408

Segment assets and liabilities

As at 31 March 2026

	Mining operation *RMB'000*	Explosives trading and blasting services *RMB'000*	Total *RMB'000*
Segment assets	**4,514,638**	**1,183,485**	**5,698,123**
Amounts due from related parties			**26,884**
Unallocated cash and cash equivalents			**163,275**
Deferred tax assets			**57,870**
Unallocated corporate assets			**8,470**
Consolidated total assets			**5,954,622**
Segment liabilities	**2,163,893**	**672,277**	**2,836,170**
Amounts due to related parties			**614,379**
Dividend payable			**8,152**
Income tax payable			**41,404**
Deferred tax liabilities			**11,935**
Unallocated corporate liabilities			**24,732**
Consolidated total liabilities			**3,536,772**

As at 31 March 2025

	Mining operation *RMB'000*	Explosives trading and blasting services *RMB'000*	Total *RMB'000*
Segment assets	3,133,406	1,183,660	4,317,066
Amounts due from related parties			29,044
Unallocated cash and cash equivalents			204,729
Deferred tax assets			44,228
Unallocated corporate assets			8,345
Consolidated total assets			4,603,412
Segment liabilities	1,774,250	490,570	2,264,820
Amounts due to related parties			93,472
Dividend payable			6,972
Income tax payable			46,319
Deferred tax liabilities			10,880
Unallocated corporate liabilities			5,461
Consolidated total liabilities			2,427,924

Other segment information

For the year ended as at 31 March 2026

	Mining operation *RMB'000*	Explosives trading and blasting services *RMB'000*	Sub-total *RMB'000*	Unallocated *RMB'000*	Total *RMB'000*
Additions to specified non-current assets*	**1,241,620**	**154,648**	**1,396,268**	**758**	**1,397,026**
Interest income	**529**	**798**	**1,327**	**974**	**2,301**
Interest expenses	**22,681**	**4,036**	**26,717**	**9**	**26,726**
Depreciation and amortisation	**94,396**	**38,850**	**133,246**	**1,297**	**134,543**
Impairment loss on other receivables	**200**	**–**	**200**	**–**	**200**
Impairment loss on amount due from a joint venture	**–**	**3,882**	**3,882**	**–**	**3,882**
Share of loss of associates	**–**	**2,508**	**2,508**	**–**	**2,508**
Interests in associates	**–**	**71,842**	**71,842**	**–**	**71,842**
Share of loss of a joint venture	**980**	**–**	**980**	**–**	**980**
Gain on deregistration of a branch	**9,172**	**–**	**9,172**	**–**	**9,172**
Interests in joint ventures	**615,422**	**–**	**615,422**	**–**	**615,422**

For the year ended as at 31 March 2025

	Mining operation *RMB'000*	Explosives trading and blasting services *RMB'000*	Sub-total *RMB'000*	Unallocated *RMB'000*	Total *RMB'000*
Additions to specified non-current assets*	392,789	66,950	459,739	2,582	462,321
Interest income	368	5,520	5,888	1,766	7,654
Interest expenses	30,102	338	30,440	14	30,454
Depreciation and amortisation	95,127	28,426	123,553	1,611	125,164
Impairment loss on trade receivables	14,920	6,932	21,852	–	21,852
Write-off of prepayment	–	3,548	3,548	–	3,548
Reversal of impairment loss on other receivables	–	1,192	1,192	–	1,192
Share of profit of associates	–	18,146	18,146	–	18,146
Interests in associates	–	64,550	64,550	–	64,550

* including additions to the Group's property, plant and equipment, right-of-use assets and other intangible assets, acquisition of a joint venture and increase in non-current prepayments.

Disaggregation of revenue from contracts with customers

For the year ended 31 March 2026

	Mining operation *RMB'000*	Explosives trading and blasting services *RMB'000*	Total *RMB'000*
Primary geographic market			
– The PRC	**994,997**	**421,945**	**1,416,942**
– Tajikistan	**–**	**119,446**	**119,446**
– Kyrgyzstan	**–**	**604**	**604**
	994,997	**541,995**	**1,536,992**
Timing of revenue recognition			
At a point in time			
– Sales of mineral concentrates	**966,415**	**–**	**966,415**
– Sales of explosives	**28,582**	**354,012**	**382,594**
	994,997	**354,012**	**1,349,009**
Transferred over time			
– Provision of blasting operations	**–**	**187,983**	**187,983**
	994,997	**541,995**	**1,536,992**

For the year ended 31 March 2025

	Mining operation *RMB'000*	Explosives trading and blasting services *RMB'000*	Total *RMB'000*
Primary geographic market			
– The PRC	854,628	741,190	1,595,818
– Tajikistan	–	99,689	99,689
	854,628	840,879	1,659,507
Timing of revenue recognition			
At a point in time			
– Sales of mineral concentrates	833,077	–	833,077
– Sales of explosives	21,551	547,083	568,634
	854,628	547,083	1,401,711
Transferred over time			
– Provision of blasting operations	–	293,796	293,796
	854,628	840,879	1,695,507

Geographical information

The Group's operations are conducted in Hong Kong, other region of the PRC, Tajikistan and Kyrgyzstan.

The following table provides an analysis of the Group's revenue from external customers and non-current assets other than deferred tax assets and financial assets ("Specified non-current assets").

	Revenue from external customers		Specified non-current assets	
	2026	2025	**2026**	2025
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
The PRC (country of domicile)	**1,416,942**	1,595,818	**3,722,276**	3,147,815
Hong Kong	**–**	–	**408**	1,927
Tajikistan	**119,446**	99,689	**776,946**	104,315
Kyrgyzstan	**604**	–	**144**	22
	1,536,992	1,695,507	**4,499,774**	3,254,079

Information about major customers

Revenue from external customers contributing 10% or more to the total revenue of the Group is as follows:

	2026	2025
	RMB'000	*RMB'000*
Mining operation		
– Customer A	**348,346**	362,866

11. INTERESTS IN JOINT VENTURES

	2026	2025
	RMB'000	*RMB'000*
Share of net assets	**615,422**	–

(a) Details of the joint ventures are as follows:

Name of joint venture	Form of business structure	Registered capital	Place of establishment and operation	Principal activities	Percentage of ownership interests/voting rights/profit share held by the Group	
					2026	2025
Kanzi Diyor LLC ("Kanzi Diyor") (Note (b))	Limited liability Company	TJS1,000,000	Tajikistan	Mining of mineral resources, processing, drilling, blasting exploration and construction work	**45%**	–
陝西小山川礦產資源開發建設有限公司 Shaanxi Xiaoshan Chuan Mineral Resources Development and Construction Co., Ltd ("Shaanxi Xiaoshan Chuan")#	Limited liability company	RMB90 million	PRC	Construction of mining trails, tunnels, public and residential buildings; mechanical and electrical equipment engineering installation; prefabricated components of the experiment; sale of ready-mixed concrete	**51%**	51%

\# The English name is for identification purpose only. The official name of the entity is in Chinese.

(b) Acquisition of 45% interests in Kanzi Diyor

During the year, a wholly owned subsidiary of the Company (the "Subsidiary"), Kanzi Diyor, and Avesto Group Limited ("Avesto Group", the sole shareholder of Kanzi Diyor) entered into a cooperation agreement and a supplemental agreement (collectively, the "Agreements") regarding the joint implementation of a mining project in Tajikistan, where Kanzi Diyor holds the relevant mining rights. Concurrently, the Subsidiary entered into a loan agreement with Kanzi Diyor to provide a loan facility with a principal amount of up to USD80 million. Both the Agreements and the loan agreement became effective on 9 February 2026 (the "Acquisition Date").

Under the terms of the Agreements, Kanzi Diyor engages the Subsidiary to provide comprehensive services for the preliminary mine construction and post-construction operation. After profits are realised, the Subsidiary shall be entitled to receive 45% of the net profit of Kanzi Diyor as consideration (the "Consideration"). Definitive decisions or activities related to the comprehensive services provided by the Subsidiary, including the payment of the Consideration, shall be subject to the joint approval of Avesto Group and the Subsidiary. To fund the development of the mining project, the Subsidiary has committed to advance an interest-free loan with no fixed repayment date, in an amount of not less than USD50 million and up to USD80 million according to the loan agreement. Upon the fifth anniversary of the Acquisition Date, subject to the satisfaction of certain performance criteria outlined in the Agreements, including the core requirement that the advanced loan amount is not less than USD50 million, Kanzi Diyor shall increase its share capital so that the Subsidiary becomes a 45% shareholder of Kanzi Diyor through capitalisation of the loan advanced to Kanzi Diyor (the "Capital Expansion and Conversion").

The Agreements further obligate the Subsidiary to self-fund the construction of a smelter immediately upon the occurrence of either the proven antimony metal resources of the project exceeding 300,000 tonnes of metal content, or the formal completion of the Capital Expansion and Conversion.

While structured legally as a loan, the loan facility is, in economic essence, a strategic equity investment to acquire a 45% equity interest in Kanzi Diyor (which holds the mining rights). Accordingly, the Consideration (representing 45% of the net profit of Kanzi Diyor) is structured as the primary economic return for the Subsidiary's capital contribution via the loan facility. Furthermore, as all definitive decisions or activities concerning the comprehensive services require the unanimous joint approval of the Subsidiary and Avesto Group, the arrangement establishes joint control, leading the Group to account for the combination of the loan facility and the profit-sharing Consideration as a de facto acquisition of a 45% equity interest in a joint venture under the equity method.

At the Acquisition Date, the fair value of the identifiable assets and liabilities of Kanzi Diyor include the major assets of Kanzi Diyor which are the mining rights as the contribution by Avesto Group to the joint venture.

The components of the initial investment cost by the Subsidiary at the Acquisition Date are set out below:

	RMB'000
Loan facility of USD50 million *(note (i))*	347,000
Contingent considerations:	
– loan facility of USD30 million *(note (i))*	208,200
– construction of a smelter *(note (ii))*	65,125
	273,325
Total	620,325

Notes:

(i) The minimun amount of advance is USD50 million. As at the Acquisition Date and 31 March 2026, based on the current mine development plan, the directors are of the opinion that the Group will ultimately advance the full facility amount of up to USD80 million to Kanzi Diyor in coming year. Accordingly, the additional loan facility of USD30 million is included as part of the contingent considerations.

(ii) As at the Acquisition Date and 31 March 2026, management estimates that the Subsidiary will be required to initiate and fund the smelter construction in five years with estimated costs to be RMB65,125,000.

These amounts have been recognised as part of the initial cost of the investment in the joint venture. At the Acquisition Date, the committed advance of USD50 million was recognised as consideration payable under other payables and accruals and the contingent amount of the advance of USD30 million and the estimated costs of the smelter were recorded under contingent consideration payable.

12. TRADE AND BILLS RECEIVABLES

	2026	2025
	RMB'000	*RMB'000*
Trade receivables, net	**208,950**	283,095
Bills receivables at fair value through other comprehensive income	**27,178**	118,092
	236,128	401,187

Trade receivables of sales of explosives are due upon presentation of invoices, while the Group grants a credit period ranging from 0-60 days to its customers of provision of blasting operations. Customers of mineral concentrates are generally required to pay in advance in full before delivery of mineral concentrates. Bills receivables generally have credit terms ranging from 6 to 12 months.

The ageing analysis of net trade receivables, based on invoice or transaction date, as of the end of the reporting period is as follows:

	2026	2025
	RMB'000	*RMB'000*
0-30 days	**37,922**	63,680
31-90 days	**36,690**	53,149
91 days to 1 year	**58,271**	99,345
Over 1 year	**76,067**	66,921
	208,950	283,095

As at 31 March 2026 and 2025, all bills receivables are aged within 1 year.

13. OTHER RECEIVABLES, PREPAYMENTS AND DEPOSITS

	2026	2025
	RMB'000	*RMB'000*
Prepayments for purchase of property, plant and equipment and land use right	**203,739**	198,139
Prepayments to subcontractors and suppliers	**93,581**	45,115
Deposits and other receivables, net	**101,171**	78,964
Other taxes recoverable	**75,767**	25,825
Total	**474,258**	348,043
Less: Current portion	**(270,519)**	(149,904)
Non-current portion	**203,739**	198,139

14. TRADE PAYABLES

	2026	2025
	RMB'000	*RMB'000*
Trade payables	**255,926**	301,290
Retention payables	**4,550**	1,385
	260,476	302,675

For explosives business, the Group has been granted by its suppliers a credit period of 30 to 180 days in general.

For mining operation, the Group has been granted by its suppliers and contractors a credit period of 30 days in general. Retention monies are retained by the Group when the relevant projects are in progress. The retention payables will be released upon expiry of the defect liability period as specified in the construction agreements, which is usually 12 months.

Ageing analysis of trade payables and retention payables, based on the invoice date, is as follows:

	2026	2025
	RMB'000	*RMB'000*
0-180 days	**220,730**	156,854
181-365 days	**18,232**	30,085
Over 1 year	**21,514**	115,736
	260,476	302,675

15. OTHER PAYABLES AND ACCRUALS

	2026	2025
	RMB'000	*RMB'000*
Salaries and staff welfare payables	**87,437**	83,295
Other taxes payable	**19,168**	21,180
Amounts due to creditors of the non-controlling shareholder of a subsidiary (note (a))	**135,986**	673,986
Payables for construction or acquisition of property, plant and equipment and production quota	**4,969**	680
Other payables and accruals (notes (b))	**211,303**	182,441
Levy on mining rights (note (c))	**29,150**	38,860
Consideration payable to a joint venture (note (d))	**250,873**	–
Total	**738,886**	1,000,442
Less: Current portion	**(719,446)**	(971,292)
Non-current portion (note (c))	**19,440**	29,150

Notes:

(a) The amounts due to the creditors of a non-controlling shareholder of Tibet Tianren were interest-free, unsecured and repayable on demand. As disclosed in note 2, during the current year, RMB538,000,000 of the balance (i.e. the Debt) was assigned to a related company of the Company and the terms of the Debt were revised. The Debt becomes interest-free, unsecured and not repayable within 12 months from the reporting date and is therefore classified as a non-current liability as at 31 March 2026.

(b) As at 31 March 2025, included in the balance was an amount due to an independent third party of RMB20,159,000 which was non-trade in nature, unsecured, interest-bearing at 4.35% per annum and repayable on demand. The balance was fully repaid during the current year.

(c) The balance related to a levy of RMB38,860,000 imposed by the local government on revenue generated from one of the Group's mining rights during the year ended 31 March 2025. Pursuant to the relevant government notice, the levy shall be settled by 3 equal instalments of RMB9,710,000 in December 2025, 2026 and 2027 and the remaining balance in December 2028.

(d) The balance represents the unutilised portion of the committed advance to Kanzi Diyor for mine development as of the end of the reporting period. As detailed in note 11(b), the Group is obligated to fund the mining project via a loan facility of not less than USD50 million.

16. BORROWINGS

	2026	2025
	RMB'000	*RMB'000*
Bank borrowings – secured (note (b)):		
Within one year or on demand	**303,900**	152,000
More than one year, but not exceeding two years	**111,000**	178,000
More than two years, but not exceeding five years	**462,500**	128,160
After five years	**50,500**	48,000
	927,900	506,160
Other borrowings – unsecured (note (c)):		
Within one year	**3,047**	–
More than one year, but not exceeding two years	**193,404**	293,068
	196,451	293,068
Entrusted borrowing – secured (note (d)):		
Within one year	**–**	47,310
More than two years, but not exceeding five years	**47,310**	–
After five years	**–**	50,000
	47,310	97,310
Borrowings from financial institutions – secured (note (e)):		
Within one year	**78,618**	–
More than one year, but not exceeding two years	**96,124**	–
More than two years, but not exceeding five years	**84,159**	–
	258,901	–
	1,430,562	896,538
Classified under:		
Current liabilities	**385,565**	199,310
Non-current liabilities	**1,044,997**	697,228
	1,430,562	896,538

Notes:

(a) As at 31 March 2026 and 2025, all borrowings were denominated in RMB.

(b) The Group's bank borrowings are secured by the pledge of:

- mining rights of RMB528,389,000 (2025: RMB527,185,000);

- guarantees provided by a shareholder of a subsidiary and a former executive director of the Company, Mr. Ma Qiang ("Mr. Ma"); and

- guarantee provided by a non-controlling shareholder of certain subsidiaries of the Group.

Bank borrowings amounted to RMB648,000,000 (2025: RMB155,000,000) and RMB279,900,000 (2025: RMB351,160,000) are interest-bearing at the PRC Benchmark Lending Rate ("BLR") for loans with maturity of five years or above minus 2% to 0.3% per annum (2025: five years or above minus 0.3% per annum) and at the PRC BLR minus 1.75% to the PRC BLR minus 0.1% (2025: PRC BLR minus 1.75% to PRC BLR minus 0.05%) per annum respectively.

The effective interest rates for the bank borrowings ranged from 1.35% to 3.20% per annum (2025: 1.35% to 3.55% per annum).

The Group's non-current bank borrowings of RMB624,000,000 (2025: RMB354,160,000) are subject to the fulfillment of covenants relating to the debts to assets ratio and the current ratio of certain subsidiaries throughout the year, breaching which the banks have the right at their own sole discretion to demand immediate repayment at any time irrespective of whether the subsidiaries had met the scheduled repayment obligations. As at 31 March 2026, the Group complied with all the covenants that were required to be met on 31 March 2026. The covenants that are required to be complied with after the end of the current year do not affect the classification of the related borrowings as current or non-current as at 31 March 2026.

(c) Other borrowings as at 31 March 2026 of RMB196,451,000 (2025: RMB293,068,000) represent amounts due to certain shareholders and their affiliates of a subsidiary which are unsecured and interest-bearing at the PRC BLR for loans with maturity of five years or above. The borrowings mainly represent advances from these parties for financing the working capital of the subsidiary. As at 31 March 2025, all outstanding principal and interest were repayable by 30 June 2026. During the year, all shareholders and their affiliates of the subsidiary agreed to amend the terms of the loan agreements to further defer the repayment date of all outstanding principal and interest to 31 December 2027 except for an amount owing to a shareholder of the subsidiary of RMB3,047,000 which remained repayable by 30 June 2026.

(d) Pursuant to an entrusted loan agreement (the "Entrusted Loan Agreement") entered into between a shareholder of a subsidiary (the "Shareholder") and an independent third party (the "Lender"), the Shareholder borrowed from the Lender an entrusted loan with principal amount of RMB100,000,000 through a bank in the PRC. The entrusted loan is interest-bearing at 1.2% per annum and secured by a corporate guarantee provided by an independent financial institution (the "Guarantor") in the PRC. RMB47,310,000 and RMB50,000,000 of the entrusted loan as at 31 March 2025 are repayable on 28 February 2026 and 28 February 2031 respectively. The Shareholder in turn entered into a loan agreement with the subsidiary to lend the entrusted loan to the subsidiary under the same terms as the Entrusted Loan Agreement and the subsidiary is required to bear all the costs and obligations under the Entrusted Loan Agreement. Moreover, counter guarantees are provided to the Guarantor through guarantees provided by certain shareholders, directors and ex-directors of the subsidiary and a pledge on the mining rights of a subsidiary with carrying amount of RMB174,250,000 (2025: RMB185,859,000) of the Group. During the year, the Group has repaid RMB50,000,000 to the Lender.

(e) During the year, the Group entered into sales and lease back arrangements for certain plant and machinery and the substance of the arrangements is to obtain finance for working capital. The Group continues to account for these plant and machinery as property, plant and equipment and the proceeds from the arrangements are accounted for as borrowings. The borrowings are secured by the pledge of:

- security deposits of RMB18,830,000;
- property, plant and equipment of RMB82,037,000; and
- guarantee provided by Mr. Ma.

The effective interest rates for these borrowings ranged from 5.84% to 5.94% per annum.

17. PARTIAL DISPOSAL OF EQUITY INTEREST IN A SUBSIDIARY

In June 2025, a wholly-owned subsidiary, Tibet Fudeyuan Trading Limited transferred its 27% equity interest in Tibet Tianren to a 55%-owned subsidiary holding 27% shareholding in Tibet Tianren. Furthermore, on 31 July 2025, an independent third party acquired a 5% equity interest in a non-wholly-owned subsidiary, Tibet Tianren by capital injection of RMB45,170,000, of which RMB20,000,000 was unpaid as at 31 March 2026 and included in "other receivables". These transactions resulted in a reduction in the Group's effective interest in Tibet Tianren from 42% to 28% and is accounted for as an equity transaction as the Group still control Tibet Tianren.

The effect of the dilution for the Group's interest in Tibet Tianren is as follows:

	2026
	RMB'000
Consideration for 5% equity interest in Tibet Tianren	**45,170**
Carrying amount of non-controlling interests increased, being the proportionate share of the carrying amount of the net assets of Tibet Tianren on 31 July 2025	**(14,109)**
Credited to other reserve	**31,061**

18. CAPITAL COMMITMENTS

	2026	2025
	RMB'000	*RMB'000*
Acquisition of property, plant and equipment	**886,977**	179,934

19. DIVIDENDS

	2026	2025
	RMB'000	*RMB'000*
Final dividend proposed after the end of reporting period:		
2026: HK$0.028 per share	**87,687**	–
2025: HK$0.015 per share	**–**	49,644
	87,687	49,644

The directors recommend the payment of final dividend of HK$0.028 per share (2025: HK$0.015 per share), amounting to RMB87,687,000 (equivalent to HK$99,644,000) (2025: RMB49,644,000 (equivalent to HK$53,381,000)) for the year ended 31 March 2026 which is subject to shareholders' approval at the forthcoming annual general meeting.

The final dividend declared subsequently to 31 March 2026 has not been recognised as a liability as at 31 March 2026.

20. SHARE CAPITAL

	2026			2025		
	Number of shares	**Nominal value**	**Nominal value**	Number of shares	Nominal value	Nominal value
	'000	***HK$'000***	***RMB'000***	*'000*	*HK$'000*	*RMB'000*
Authorised:						
Ordinary shares of HK$0.01 each						
At beginning and end of the year	**5,000,000**	**50,000**		5,000,000	50,000	
Issued and fully paid:						
Ordinary shares of HK$0.01 each						
At beginning and end of the year	**3,558,725**	**35,586**	**40,259**	3,558,725	35,586	40,259

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW AND PROSPECTS 2025-2026

Business Review

During the Year, the Group's revenue came from the trade of civil explosives, provision of blasting services, as well as sales of mineral concentrates attributable to the Group's mining operation business.

The Group's civil explosives sales in Inner Mongolia fell sharply this Year, as a sluggish regional coal market and stricter national safety and environmental controls lowered coal mine utilisation rates, dampening overall demand. Offsetting this contraction, Anhui Jinding delivered robust earnings growth, bolstered by stable operations and record-high commodity prices for copper, gold, and sulfur. In Tibet, development of the Tibet Tianren Project is progressing seamlessly, keeping the Group on track to achieve its mechanical completion and commissioning targets by late 2026.

International operations saw key milestones, with our Tajikistan detonator production line passing acceptance testing and entering full commercial production. This facility unlocks a full-suite civil explosives product offering in Tajikistan, strengthening our local market share while acting as an export hub that has already secured new orders across Central Asia. Additionally, our Tajikistan footprint expanded into full-service contract mining and blasting engineering partnerships with local and Chinese operators, blending our technical mining expertise with established local relationships.

Overall, strong cross-segment synergy anchored a steady year-on-year improvement in our financial metrics. Moving forward, the operational momentum in Tibet and Tajikistan provides a solid foundation for long-term value creation.

Business Outlook

To strengthen our market competitiveness in civil explosives sales and blasting contracting, the Group will accelerate the optimisation of its capacity layout while bundling our various regulatory licenses and technical strengths to offer turnkey professional services to project owners. This approach aligns with increasingly stringent national safety mandates. Anchored by the Tibet Tianren Project, we plan to step up the expansion of our civil blasting and mine construction operations across Tibet.

In our mining operation segment, the deep-level phase II development at Anhui Jinding is moving forward steadily. We also plan to leverage the current high-price window for sulfur by expanding the production and sales ratio of sulfur concentrate. While this product mix adjustment may temporarily reduce the maximum value per ton of ore due to a marginal decrease in copper and gold volumes, management is confident that this tactical shift will maximize the full-lifecycle asset value and long-term profitability of the Anhui Jinding project.

With construction of the Tibet Tianren Project advancing seamlessly, management has begun evaluating downstream commercialisation and advanced smelting and processing techniques to ensure the optimal and sustainable development of the asset, anchoring our long-term growth pipeline.

RESOURCE AND RESERVE

ANHUI JINDING

LICENCES

Anhui Jinding holds the mining license to operate the Huangtun pyrite and copper-gold polymetallic mining operation. The current license was issued in March 2016 and is valid until August 2043. The mining license could be renewed according to mining regulations. It covers 1.304 square kilometers with an elevation range from 13 m above sea level (ASL) down to 460 m below sea level (BSL).

OPERATIONS

During financial year ended 31 March 2026 ("FY2026"), a total of 1,080,294 tonnes of ores have been mined out, including 426,877 tonnes of copper-gold ores with an average grade of 0.72 g/t Au and 0.42% Cu, 622,626 tonnes of sulfur ores with an average grade of 20.68% S, 0.32 g/t Au and 0.07% Cu, and 30,791 tonnes of magnetite ores with an average grade of 17.56% Fe, 0.36 g/t Au and 0.03% Cu. All the raw ore produced in FY2026 was milled and processed in the Ore Processing Plant. Products produced include 11,349 tonnes of copper-gold concentrate at an average grade of 25.5 g/t Au and 18% Cu, 329,488 tonnes of S concentrate at an average grade of 46.14% S, and 23,600 tonnes of magnetite concentrate at an average grade of 62.59% Fe. Additionally, as of 31 March 2026, the gold extraction workshop ("GEW") had produced approximately 763.4 kg of 15% gold-containing sludge product from the calcined slag (iron concentrate enriched with recoverable gold).

EXPLORATION

During the FY2026, Anhui Jinding has drilled 3 surface drillholes and 38 underground drillholes for the purpose of production exploration (preparation for mining production and reconciliation), totaling about 4,887 m. Anhui Jinding's geologists performed logging and sampling, and the samples were all sent to its laboratory for chemical assay.

MINERAL RESOURCES

John Boyd Mining Consulting (Beijing) Company Limited ("BOYD") has collected and reviewed all available exploration data up to 31 March 2026. A resource model was established based on data from 110 surface drillholes, 105 underground drillholes and 94 underground grooving after data validation.

The Mineral Resources within the current Mining License area (and within the permitted mining elevation range) are reported in accordance with JORC Code (2012 Edition) and are presented in tables below. BOYD used metal equivalent to outline the mineralized body in the Huangtun Pyrite Mine.

Mineral Resources Statement of Huangtun Pyrite Mine as of 31 March 2026

Category	Equivalent Cut-off Grade %	Tonnage (Mt)	TS (%)	Cu (%)	Au (g/t)
	West Zone – Gold-Copper				
Resources – Measured	Cu: 0.35	4.74	7.08	0.25	0.70
Resources – Indicated	Cu: 0.35	2.84	7.44	0.31	0.91
Resources – Inferred	Cu: 0.35	1.68	7.83	0.32	0.97
Total	**Cu: 0.35**	**9.27**	**7.33**	**0.28**	**0.81**
	East Zone – Pyrite				
Resources – Measured	S: 12	12.17	15.91	0.06	0.10
Resources – Indicated	S: 12	15.58	16.04	0.07	0.07
Resources – Inferred	S: 12	15.44	13.63	0.05	0.08
Total	**S: 12**	**43.18**	**15.14**	**0.06**	**0.08**

Note:

1. Figures may not be added due to roundings.

2. The Mineral Resources are inclusive of Ore Reserves.

3. Estimated resources tonnages are in In-Place basis.

According to the ore body model, the Cu-Au ore body extends westward beyond the mine boundary. There is an additional 5.96 Mt of Cu-Au ore at a grade of 7.28% TS, 0.31% Cu, and 0.95 g/t Au outside the boundary.

The information in this announcement which relates to Mineral Resources is based on information compiled by Mr. Rongjie Li, Mr. Jisheng Han and Mr. Ronald L. Lewis who are full-time employees of BOYD. They are Registered Members of the Society for Mining, Metallurgy, and Exploration, Inc., and are qualified as a Competent Person as defined in the JORC Code and HKEx Chapter 18 requirements. Messrs. Li, Han, and Lewis consent to the reporting of this information in the form and context in which it appears.

ORE RESERVES

The mine is in a full production stage at the date of this announcement. Mining rate has been achieved about 3,000 tonnes per day (tpd). The mining production and underground development have been contracted to two subcontractors under the supervision of Anhui Jinding's mining team.

The geotechnical conditions are classified as moderate. The water regime of the mine area is complex. BOYD noted that Jinding and subcontractors have made various endeavors to ensure secured mining operation. The current underground development included above 50 m intervals from Level –390m, up to –340m, –290m, –240m, –190m and –140m, with sub-levels with 15-20 m intervals.

The mining methods include overhand post pillar mining, overhand cut and fill mining and overhand drift and fill mining. The mining cycle includes drilling, blasting, ventilation, scaling, mucking and filling. Excavation of ore starts from the bottom slice, advancing upward in 3.5 or 4.0 m vertical (slices) intervals. A HT81A drill rig is used to drill 3.5m long horizontal 43 mm diameter blastholes. The burden is 1 m and the spacing interval is 1.2 m. Non-electric detonators are used for initiating of emulsion explosives.

The Ore Reserve statement is presented in table below.

Ore Reserve Statement of Huangtun Mine as of 31 March 2026

Category	Equivalent Cut-off Grade %	Tonnage (Mt)	TS (%)	Cu (%)	Au (g/t)
	West Zone – Gold-Copper				
Reserves – Proved	Cu: 0.47	4.30	7.35	0.26	0.73
Reserves – Probable	Cu: 0.47	2.59	7.77	0.32	0.94
Total	**Cu: 0.47**	**6.88**	**7.51**	**0.28**	**0.81**
	East Zone – Pyrite				
Reserves – Proved	S: 15.74	3.97	20.72	0.07	0.14
Reserves – Probable	S: 15.74	4.75	21.03	0.10	0.09
Total	**S: 15.74**	**8.72**	**20.89**	**0.08**	**0.11**

Note:

1. The Mineral Resources are inclusive of Ore Reserves.

2. Estimated tonnage basis: Reserves – ROM (5% mining dilution and 5% mining loss)

The information in this announcement which relates to Ore Reserves is based on information compiled by Mr. Rongjie Li, Mr. Jisheng Han and Mr. Ronald L. Lewis who are full-time employees of BOYD. They are Registered Members of the Society for Mining, Metallurgy, and Exploration, Inc., and are qualified as a Competent Person as defined in the JORC Code and HKEx Chapter 18 requirements. Messrs. Li, Han, and Lewis consent to the reporting of this information in the form and context in which it appears.

The aggregate mining rate for the East and West Zones is 1.0 Mtpa ore. The current underground development has reached six levels, which supports a mine production schedule for 16 years life of mine ("LoM") until 2042, shown in table below.

Proposed Life of Mining Schedule

Financial Year	Output (Mt)	Cu-Au Ore Tonnage (Mt)	Quality			S Ore Tonnage (Mt)	Quality		
			Cu (%)	Au (g/t)	S (%)		Cu (%)	Au (g/t)	S (%)
2027	1.00	0.62	0.42	0.76	7.34	0.38	0.12	0.12	17.68
2028	1.00	0.62	0.38	0.78	7.32	0.38	0.11	0.11	18.68
2029	1.00	0.62	0.25	0.77	7.74	0.38	0.08	0.10	20.44
2030	1.00	0.62	0.25	0.75	7.75	0.38	0.08	0.11	20.41
2031	1.00	0.62	0.25	0.75	7.75	0.38	0.08	0.09	21.25
2032	1.00	0.62	0.32	0.76	7.87	0.38	0.08	0.10	21.05
2033	1.00	0.62	0.28	0.75	7.83	0.38	0.08	0.10	21.08
2034	1.00	0.62	0.23	0.76	7.57	0.38	0.08	0.10	21.51
2035	1.00	0.62	0.27	0.83	7.48	0.38	0.08	0.10	21.51
2036	1.00	0.62	0.26	0.91	7.21	0.38	0.08	0.10	21.51
2037	1.00	0.62	0.22	1.05	6.84	0.38	0.08	0.10	21.41
2038	1.00	0.06	0.20	1.11	6.61	0.94	0.07	0.13	19.92
2039	1.00	–	–	–	–	1.00	0.09	0.14	20.50
2040	1.00	–	–	–	–	1.00	0.07	0.10	21.43
2041	1.00	–	–	–	–	1.00	0.09	0.14	21.62
2042	0.61	–	–	–	–	0.61	0.09	0.10	22.97

TIBET TIANREN

LICENCE

Tibet Tianren Mining Company Limited ("Tibet Tianren") holds the mining licence to operate the Bangpu molybdenum-copper project. The current licence was issued in October 2024 and is valid until October 2047. It covers 2.4189 square kilometres with an elevation range from 5,200 m above sea level (ASL) down to 4,000 m ASL.

In addition, Tibet Tianren holds an exploration licence adjacent to the mining licence. The exploration area is in the west.

EXPLORATION

During the FY2026, Tibet Tianren has drilled 151 surface drillholes, totaling about 12,751 m. Historic exploration in the current mining licence area was done prior to 2011 and Tibet Tianren carried out systematic exploration and data compilation in 2022 and 2025. A total of 13 boreholes were drilled in 2022, with an aggregate length of about 7,300 m, including a hydrogeological hole of 555 m. In 2025, a total of 19 boreholes were drilled, with an aggregate length of about 11,402 m.

Tibet Tianren compiled and reviewed the historical data, and the valid database consists of 263 drillholes with a total of 44,319 samples available at the Project.

MINERAL RESOURCE ESTIMATION

Mineral Resource Estimation for the Bangpu Project within the current mining licence area was done by BOYD. A cut-off grade of 0.03% Mo or 0.2% Cu was considered for "reasonable prospects for economic extraction" and the elevation limit above 4,000 m ASL was applied. As of 31 March 2026, the Mineral Resources at the Bangpu Project (within mining licence area) were reported in accordance with JORC Code (2012 edition); including about 128.75 million tonnes (Mt) of Measured Resources with an average grade of 0.204% Cu and 0.069% Mo, about 499.62 Mt of Indicated Resources with an average grade of 0.205% Cu and 0.065% Mo, and about 88.31 Mt Inferred Resources with an average grade of 0.202% Cu and 0.084% Mo.

Mineral Resource Statement, as of 31 March 2026

Category	Equivalent Cut-off Grade %	Tonnage (Mt)	Mo (%)	Cu (%)
Resources – Measured	Mo: 0.03 Or Cu: 0.2	128.75	0.069	0.204
Resources – Indicated	Mo: 0.03 Or Cu: 0.2	499.62	0.065	0.205
Resources – Inferred	Mo: 0.03 Or Cu: 0.2	88.31	0.084	0.202
Total	**Mo: 0.03 Or Cu: 0.2**	**716.68**	**0.067**	**0.206**

Note:

1. Figures may not be added due to roundings.

2. The Mineral Resources are inclusive of Ore Reserves.

3. Estimated tonnage basis: Resources – In Place

The information in this announcement which relates to Mineral Resources is based on information compiled by Mr. Rongjie Li, Mr. Jisheng Han and Mr. Ronald L. Lewis who are full-time employees of BOYD. They are Registered Members of the Society for Mining, Metallurgy, and Exploration, Inc., and are qualified as a Competent Person as defined in the JORC Code and HKEx Chapter 18 requirements. Messrs. Li, Han, and Lewis consent to the reporting of this information in the form and context in which it appears.

ORE RESERVE

A feasibility study named as "Feasibility Study Report on the Mo (Cu) Polymetallic Project of Mining, Processing and Tailings in Bangpu Mining Area", (hereinafter referred to as the FS) was prepared by Sichuan Metallurgical Design & Research Institute (hereinafter referred to as the "Sichuan Institute"), and dated in October 2022.

The final open pit proposed in the FS reached outside of mining licence boundary at west. Additional exploration work has been performed after completion of FS. The latest Mineral Resource estimate was conducted by BOYD based on both the old and new data. At the date of this announcement, Ore Reserve was estimated by BOYD based on the FS and BOYD's modifications. Ore Reserve statement is shown in table below.

Ore Reserve Statement, as of 31 March 2026

Category	Equivalent Cut-off Grade %	Tonnage (Mt)	Mo (%)	Cu (%)
Reserves – Proved	Mo:0.065	66.72	0.070	0.200
Reserves – Probable	Mo:0.065	72.49	0.085	0.221
Total	**Mo:0.065**	**139.21**	**0.078**	**0.211**

The information in this announcement which relates to Ore Reserves is based on information compiled by Mr. Rongjie Li, Mr. Jisheng Han and Mr. Ronald L. Lewis who are full-time employees of BOYD. They are Registered Members of the Society for Mining, Metallurgy, and Exploration, Inc., and are qualified as a Competent Person as defined in the JORC Code and HKEx Chapter 18 requirements. Messrs. Li, Han, and Lewis consent to the reporting of this information in the form and context in which it appears.

MINING

Trial mining was conducted in a very short period of a few months in 2006. No further mining was conducted in the following years. Bangpu Mine officially started mine construction in March 2025 and the construction project is expected to be completed by the end of 2026.

Based on current feasibility study, the Project will be exploited as an open pit mine due to shallow overburden and hundreds of meters thick orebody. The annual production capacity for the open pit mining will be 6.0 Mt ore.

Conventional drill-blast-load-haul mining cycle is assumed to move rocks within the open pit. The bench is designed with 15 m high. Drill rig YZ-35D was proposed to drill vertically in the rock to generate blast holes to charge with explosives. Emulsion explosives were proposed to break rocks due to the existence of groundwater. Shovel WK-10 was proposed to load blasted materials to rubber-tired trucks TR-100.

PROCESSING

A feasibility study for the processing plant was carried out in 2010 and Sichuan Institute was commissioned to update and optimize the feasibility study.

The ore belongs to porphyry type molybdenum (copper) ore, the main copper bearing mineral is chalcopyrite, and the main molybdenum ore is molybdenite. The designed capacity of ROM treatment is 6 Mtpa (including 5 Mtpa of industrial ore and 1 Mtpa of low-grade ore), with 300 working days per year and 20,000 t per day.

The design adopts the process of coarse crushing +SABC grinding circuit and the flotation process of "Mo preferential flotation – Mo rough concentrate regrinding separation – recover Cu from Mo flotation tailings", and the products are Mo concentrate and Cu concentrate. The designed Mo concentrate grade is 53% with a Mo recovery rate of 84.50%, and Cu concentrate grade is 22% with a Cu recovery rate of 91.00%.

TAILINGS

Tailings will be transported from the concentrator to the tailings storage facilities (TSF) by self-flow pipeline using a wet discharge scheme. The designed dam is with a height of 160 m, with total storage capacity of about 96.79 million m^3. The service life of TSF is designed for 14 years, as a second-class TSF.

ENVIRONMENTAL AND SOCIAL

The Bangpu Project is located in Mozhugongka County, Tibet Autonomous Region. The general surrounding land of the mine site is pastures. The EIA approval requires the company to enhance its understanding of Tibetan socio-economic and historical culture, and to respect the lifestyle and religious beliefs of the local people.

An "Environmental Impact Assessment Report on the Mo (Cu) Polymetallic Project of Mining, Processing and Tailings in Bangpu Mining Area" (EIA) was prepared by Chongqing Shengxiyi Ecological Environment Consulting Service Co, LTD, and dated in January 2024. The EIA was approved by the authorities in June 2024.

FINANCIAL REVIEW

Revenue and profit

The Group achieved a consolidated revenue from the operations of approximately RMB1,537.0 million, representing a decrease of approximately 9.35% in comparison with the year ended 31 March 2025. The following table is the breakdown of revenue for the Year:

	RMB'000	**Approximately % attributable to the turnover of the Group**
Sales of explosives	382,594	24.89%
Provision of blasting operations	187,983	12.23%
Sales of mineral concentrates	966,415	62.88%
	1,536,992	100.00%

During the Year, the Group recorded a profit of RMB357 million, representing a year-on-year increase of 9.59% as compared to RMB325 million for the year ended 31 March 2025, which was mainly due to the growth in mining operation business during the Year.

Earnings per share

The earnings per share of the Group are covered in note 9 to this announcement.

Segment information

The segment information of the Group is covered in note 10 to this announcement.

CAPITAL STRUCTURE

Capital structure of the Group comprises equity plus debts raised by the Group (including borrowings) net with cash and cash equivalents. Details of movement in share capital of the Company during the Year are set out in note 20 to this announcement. Details of borrowings of the Group are set out in note 16 to this announcement.

SIGNIFICANT INVESTMENTS

Save for the information disclosed in this announcement, during the Year, the Group did not have any significant investments (2025: Nil).

FUTURE PLANS RELATING TO MAJOR INVESTMENT OR CAPITAL ASSET

The Group will make every endeavor to keep abreast of the changing market conditions, proactively identify investment opportunities and expand its mineral resources in order to broaden the revenue base of the Group, enhance its future financial performance and profitability. We are confident in the future and committed to bolstering the continuous growth of the Group. The Group expects to utilise cash generated from operating activities, bank financing, and funds from other financing channels to fund our capital expenditures, working capital, and other financing requirements.

MATERIAL ACQUISITIONS AND DISPOSALS

During the Year, the Group invested in a joint venture pertaining to a mining project in Tajikistan (2025: Nil). Details of the investment are set out in note 11 to this announcement.

In June 2025, a wholly-owned subsidiary transferred its 27% equity interest in Tibet Tianren to a 55%-owned subsidiary. Furthermore, on 31 July 2025, an independent third party acquired a 5% equity interest in a non-wholly owned subsidiary, Tibet Tianren by capital injection of RMB45,170,000. These constitute a partial disposal of the equity interest in Tibet Tianren. Details of the partial disposal are set out in note 17 to this announcement.

LIQUIDITY AND FINANCIAL RESOURCES

As at 31 March 2026, the equity of the Group amounted to approximately RMB2,417.85 million (2025: RMB2,175.49 million). Current assets amounted to approximately RMB1,396.98 million (2025: RMB1,305.11 million) of which approximately RMB746.59 million (2025: RMB632.55 million) were cash and cash equivalents and approximately RMB379.93 million (2025: RMB236.09 million) were inventories and other receivables, prepayments and deposits. The Group's current liabilities amounted to approximately RMB1,807.73 million (2025: RMB1,601.30 million).

As at 31 March 2026, the Group had borrowings of approximately RMB1,430.56 million (2025: RMB896.54 million), of which approximately RMB385.57 million were repayable within one year or on demand, approximately RMB994.49 million were repayable after one year but within five years, and approximately RMB50.50 million were repayable after five years.

The Group's borrowings, cash and cash equivalents were mainly denominated in RMB.

GEARING RATIO

As at 31 March 2026, the Group's gearing ratio, calculated as total debts of approximately RMB3,536.77 million (2025: RMB2,427.92 million) divided by total assets of approximately RMB5,954.62 million (2025: RMB4,603.41 million) was 59.40% (2025: 52.74%).

CHARGE OF ASSETS

The charge of assets of the Group is covered in note 16 to this announcement.

CAPITAL COMMITMENT

As at 31 March 2026 and 2025, the Group's capital commitments are set out in note 18 to this announcement.

FOREIGN CURRENCY RISK AND ANY RELEVANT ELIMINATION

Since most of the income and expenses as well as assets and liabilities of the Group are denominated in Renminbi and to a lesser extent in Tajikistani Somoni and Kyrgyzstani Som, the Board considers that the Group has no material foreign exchange exposure and no hedging policy has been adopted.

The Group did not adopt other financial instruments for hedging purposes for the year ended 31 March 2026.

CONTINGENT LIABILITIES

As at 31 March 2026, the Group did not have any material contingent liabilities (2025: Nil).

DIVIDEND

During the Year, no interim dividend (2025: Nil) was declared and paid.

The Board recommends the payment of final dividend of HK$0.028 per share (2025: HK$0.015 per share) in respect of the Year (the "Proposed Final Dividend"). The Proposed Final Dividend, if approved, shall be payable on Friday, 4 December 2026 and is subject to the approval of the shareholders of the Company at the annual general meeting of the Year ("2026 AGM"). The shareholders whose names appear on the register of members of the Company at the close of business on Thursday, 8 October 2026 will be entitled to the Proposed Final Dividend.

HUMAN RESOURCES

As at 31 March 2026, the Group employed a total of 1,351 (2025: 1,111) full-time employees in the PRC, Tajikistan and Hong Kong. Staff remuneration packages are determined with reference to prevailing market rates. Staff benefits include Mandatory Provident Fund retirement benefits scheme for its employees in Hong Kong, welfare schemes as required by the applicable laws and regulations in the PRC and Tajikistan for employees in the PRC and Tajikistan respectively, personal insurance and discretionary bonus which are based on their performance and contribution to the Group. The Company adopted the share award scheme (the "Share Award Scheme") to provide remuneration to its employees and directors of the Group as detailed in the Company's announcement dated 8 July 2019. The Share Award Scheme expired in July 2024.

We attach great importance to the growth and development of our staff. To promote the Group's talent pipeline construction, we provide diverse training and learning opportunities to improve the overall quality and professional skills of our employees, working together to achieve strategic goals and sustainable development.

RESULTS AND APPROPRIATIONS

The financial performance of the Group for the Year is set out in the consolidated statement of comprehensive income on pages 3 to 4.

The financial position of the Group as at 31 March 2026 is set out in the consolidated statement of financial position on pages 5 to 6.

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

There was no purchase, sale or redemption of the Company's listed shares by the Company or its subsidiaries (including sales of treasury shares) during the Year. As at 31 March 2026, the Company did not hold any treasury shares.

CORPORATE GOVERNANCE PRACTICES

The Company is committed to achieving high standards of corporate governance by establishing formal and transparent procedures to protect the interests of the shareholders of the Company. To the best knowledge of the Board, the Company had throughout the Year complied with the principles and code provisions set out in the Corporate Governance Code (the "Code") contained in Appendix C1 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") except for the following deviations:

Code	**Provisions Considered**	**Deviation**	**Reason for deviation**
C.1.8	An issuer should arrange appropriate insurance cover in respect of legal action against its directors.	During the Year and as at the date of this announcement, the Company does not have insurance cover in respect of legal action against the Directors.	The Board is of the view that the Group has an established and efficient risk management and internal control system which could effectively minimise the Directors' risks of being sued or getting involved in litigations in their capacity as a Director. Nevertheless, as part of the Group's risk management and internal control procedures, the Board will review the need for insurance cover from time to time.

C.2.1	The roles of chairman and chief executive should be separate and should not be performed by the same individual.	Mr. Ma Tianyi is both the Chief Executive Officer and Chairman.	The Board believes that vesting the roles of both Chairman and Chief Executive Officer in the same individual can provide the Company with strong and consistent leadership and allows for effective and efficient planning and implementation of business strategies. Nevertheless, the Board will review the current corporate governance structure of the Group from time to time. If any candidate with suitable knowledge, skills and experience can be identified within or outside the Group, the Company may consider making necessary arrangements.

EVENTS AFTER THE REPORTING PERIOD

In April 2026, the former customer filed an application for retrial with the Supreme People's Court of the PRC, seeking a revocation of the Final Judgment (Note 5(iii)) and a revised ruling to dismiss all claims previously brought by the Group. At the date of this announcement, the hearing date of the retrial is to be scheduled. Based on the legal advice obtained, the directors are of the opinion that the probability of the Final Judgment being overturned upon retrial is low.

On 28 April 2026, the Shareholders passed a special resolution at the extraordinary general meeting approving the proposed change of domicile of the Company from the Cayman Islands to Hong Kong and the adoption of the new articles of association. The change of domicile and the adoption of the new articles of association remain subject to the fulfilment of the relevant conditions precedent, including the obtaining of all necessary governmental and regulatory approvals and the certificate of re-domiciliation issued by the Companies Registry in Hong Kong. As at the date of this announcement, the change of domicile had not yet become effective.

On 23 June 2026, the Subsidiary, Kanzi Diyor, and Avesto Group entered into a second supplemental agreement to the cooperation agreement detailed in Note 11(b). Pursuant to the second supplemental agreement, the parties have agreed to extend the existing cooperation model to several new mining rights and exploration rights, which were granted to Kanzi Diyor by the government of Tajikistan on 28 February 2026. Details of this event are set out in the Company's announcement dated 23 June 2026.

SCOPE OF WORK OF BDO LIMITED

The figures in respect of the Group's consolidated statement of financial position and consolidated statement of comprehensive income and the related notes thereto for the Year as set out in this announcement have been agreed by the Group's auditor, BDO Limited, to the amounts set out in the Group's audited consolidated financial statements for the Year. The work performed by BDO Limited in this respect did not constitute an assurance engagement and consequently no assurance has been expressed by BDO Limited on this announcement.

AUDIT COMMITTEE

The Company established an audit committee ("Audit Committee") with written terms of reference in compliance with rules 3.21 to 3.23 of the Listing Rules and code provisions D.3.1 to D.3.7 of the Code. The Audit Committee consists of three independent non-executive Directors, namely Mr. Li Xu, Mr. Ha Suoku and Mr. Hu Jingqiang. The Audit Committee has reviewed the audited final results of the Company for the year ended 31 March 2026. The Audit Committee is of the opinion that the financial statements of the Group for the year ended 31 March 2026 comply with applicable accounting standards and the Listing Rules, and that adequate disclosures have been made.

CLOSURE OF REGISTER OF MEMBERS

a. **For determining the entitlement of the shareholders to attend and vote at the 2026 AGM**

   The register of members of the Company will be closed from Tuesday, 8 September 2026 to Friday, 11 September 2026 (both days inclusive), during which period no transfer of shares of the Company will be effected. In order to determine the identity of members who are entitled to attend and vote at the Annual General Meeting, all share transfer documents accompanied by the relevant share certificates must be lodged with the Company's branch share registrar and transfer office in Hong Kong, Computershare Hong Kong Investor Services Limited, Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong for registration not later than 4:30 p.m. on Monday, 7 September 2026. The record date for the attending and voting at the meeting is Friday, 11 September 2026.

b. For determining the entitlement to the Proposed Final Dividend

The register of members of the Company will be closed from Monday, 5 October 2026 to Thursday, 8 October 2026 (both days inclusive), during which no transfer of shares of the Company will be effected. In order to qualify to receive the Proposed Final Dividend, they must ensure that all transfers accompanied by the relevant share certificates are lodged with the share registrar of the Company in Hong Kong, Computershare Hong Kong Investor Services Limited, Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong for registration no later than 4:30 p.m. on Friday, 2 October 2026. The record date for determining the entitlement to the Final Dividend is Thursday, 8 October 2026.

By order of the Board
Pizu Group Holdings Limited
Ma Tianyi
Chairman and Chief Executive Officer

Hong Kong, 26 June 2026

As at the date of this announcement, the Board comprises eight Directors. The executive Directors are Mr. Ma Tianyi (Chairman and Chief Executive Officer), Mr. Liu Fali (Chief Operating Officer), Ms. Qin Chunhong, Ms. Ma Ye and Mr. Ma Yong; and the independent non-executive Directors are Mr. Li Xu, Mr. Ha Suoku and Mr. Hu Jingqiang.