**Forgame Holdings Limited**
**雲遊控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 484)**

# INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

The board (the "**Board**") of directors (the "**Directors**") of Forgame Holdings Limited (the "**Company**" or "**Forgame**") announces the unaudited consolidated interim results of the Company and its subsidiaries (collectively, the "**Group**", "**we**", "**us**" or "**our**") for the six months ended 30 June 2026 (the "**Interim Results**"). The Interim Results have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" and reviewed by ZHONGHUI ANDA CPA Limited, the independent auditor of the Company, in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". In addition, the Interim Results have also been reviewed by the audit and compliance committee of the Company (the "**Audit and Compliance Committee**").

## MANAGEMENT DISCUSSION AND ANALYSIS

## BUSINESS REVIEW

In the first half of 2026, the global economy continued to undergo structural adjustments, and the overall recovery remained sluggish. Affected by changes in international tariffs, geopolitical tensions, and intensifying domestic market competition, compounded by continued weakness in the domestic consumer market, uncertainty surrounding industry transformation driven by the evolution of artificial intelligence technology, and increasingly fierce competition in the implementation of AI applications, enterprises faced significantly higher costs for R&D, operations, and technology deployment. Combined with structural inflation and pressure from fixed costs, the recovery in industry demand fell short of expectations, and corporate profitability came under widespread pressure. The Group faced multiple operational challenges, including weak consumer demand, divergent demand patterns, increased difficulty in controlling costs, and intensifying market competition.

Based on the complex external environment described above, the Group, under the guidance of the Board, has actively strengthened its risk management and market responsiveness to address changes in market competition and technological transformations within the industry. The Group strived to maintain the stable operation of the online game business, explored the product structure of electronic commerce, prudently sought breakthroughs, steadily explored the layout and development of innovative and transformative businesses, integrated existing resources, solidified operational management, appropriately pursued investment opportunities based on careful evaluation, and steadily promoted innovative development.

In the first half of 2026, the Group recorded a total revenue of approximately RMB50.7 million, representing a decrease of 34.9% compared to the same period of last year.

## FIRST HALF OF 2026 COMPARED TO FIRST HALF OF 2025

The following table sets forth the Group's income statement for the six months ended 30 June 2026 as compared to the six months ended 30 June 2025.

| | Six Months Ended 30 June | | |
|---|---|---|---|
| | **2026** | 2025 | **Change** |
| | ***RMB'000*** | *RMB'000* | *%* |
| | **(Unaudited)** | (Unaudited) | |
| Revenue | **50,747** | 78,002 | -34.9% |
| Cost of revenue | **(45,888)** | (76,071) | -39.7% |
| **Gross profit** | **4,859** | 1,931 | 151.6% |
| Selling and marketing expenses | **(3,036)** | (3,906) | -22.3% |
| Administrative expenses | **(19,638)** | (13,950) | 40.8% |
| Research and development expenses | **(7,568)** | (11,854) | -36.2% |
| Other income | **104** | 775 | -86.6% |
| Other gains – net | **9,280** | 4,539 | 104.5% |
| Finance cost | **(59)** | (47) | 25.5% |
| Impairment (provision)/reversal of financial assets measured at amortised cost | **(470)** | 1,555 | NM |
| **Loss before income tax** | **(16,528)** | (20,957) | -21.1% |
| Income tax credit | **39** | 39 | 0.0% |
| **Loss for the period** | **(16,489)** | (20,918) | -21.2% |

*Note:* NM – not meaningful.

**Revenue.** Revenue decreased by approximately 34.9% to RMB50.7 million for the six months ended 30 June 2026 from RMB78.0 million for the six months ended 30 June 2025. The following table sets forth the Group's revenue by segment for the six months ended 30 June 2026 and 2025:

| | Six Months Ended 30 June | | | |
|---|---|---|---|---|
| | **2026** | | 2025 | |
| | ***RMB'000*** | **(% of Total Revenue)** | *RMB'000* | (% of Total Revenue) |
| | **(Unaudited)** | | (Unaudited) | |
| **Revenue by Segment** | | | | |
| – Game business | **5,091** | **10.0** | 5,528 | 7.1 |
| – Electronic device and semiconductor business | **44,884** | **88.5** | 72,474 | 92.9 |
| – Fund management business | **772** | **1.5** | – | – |
| **Total Revenue** | **50,747** | **100.0** | 78,002 | 100.0 |

– Revenue generated from the Group's game business decreased by approximately 7.9% to RMB5.1 million for the six months ended 30 June 2026 from RMB5.5 million for the six months ended 30 June 2025. Such decrease was primarily attributable to the fact that the Group's two games "凡人修真2" and "醉西遊" have entered into the mature stage of their lifecycles and generated less revenue than the previous year.

– Revenue generated from the Group's electronic device and semiconductor business decreased by approximately 38.1% to RMB44.9 million for the six months ended 30 June 2026 from RMB72.5 million for the six months ended 30 June 2025. Revenue generated from the electronic device and semiconductor business decreased was primarily attributable to the decline in sales of high-performance memories and hard disk drives.

– Fund management income was recognized by the Group in respect of its fund management business, which was carried out through a licensed subsidiary since the end of December 2025.

**Cost of revenue.** Cost of revenue decreased by approximately 39.7% to RMB45.9 million for the six months ended 30 June 2026 from RMB76.1 million for the six months ended 30 June 2025. The decrease of cost of revenue was primarily attributable to and was in line with the decrease of revenue, particularly in revenue from sales of high-performance memories and hard disk drives.

**Selling and marketing expenses.** Selling and marketing expenses decreased by approximately 22.3% to RMB3.0 million for the six months ended 30 June 2026 from RMB3.9 million for the six months ended 30 June 2025. Such decrease was primarily attributable to a reduction in promotion expenses, which was in line with the revenue decline in the game business.

**Administrative expenses.** Administrative expenses increased by approximately 40.8% to RMB19.6 million for the six months ended 30 June 2026 from RMB14.0 million for the six months ended 30 June 2025. Such increase was primarily attributable to an increase in allowances for inventories.

**Research and development expenses.** Research and development expenses decreased by approximately 36.2% to RMB7.6 million for the six months ended 30 June 2026 from RMB11.9 million for the six months ended 30 June 2025. Such decrease was primarily attributable to the rigorous expense control in game business.

**Other income.** Other income decreased by approximately 86.6% to RMB0.1 million for the six months ended 30 June 2026 from RMB0.8 million for the six months ended 30 June 2025. Such decrease was primarily attributable to a decline in interest income from both debt investments at fair value through other comprehensive income and deposits.

**Other gains – net.** Other gains-net increased by approximately 104.5% to RMB9.3 million for the six months ended 30 June 2026 from RMB4.5 million for the six months ended 30 June 2025. Such increase was primarily attributable to higher net gains from investments at fair value through profit or loss.

**Impairment (provision)/reversal of financial assets measured at amortised cost.** Impairment provision was RMB0.5 million for the six months ended 30 June 2026 as compared to impairment reversal of RMB1.6 million for the six months ended 30 June 2025. During the six months ended 30 June 2025, the Group recovered RMB3.0 million from previously impaired corporate loans receivables.

**Loss for the period.** Loss for the period decreased by approximately 21.2% to RMB16.5 million for the six months ended 30 June 2026 from RMB20.9 million for the six months ended 30 June 2025.

## NON-IFRSs ACCOUNTING STANDARDS MEASURES – EBITDA AND ADJUSTED EBITDA

To supplement the consolidated results of the Group which are prepared in accordance with International Financial Reporting Standards (the "**IFRSs**"), certain non-IFRSs Accounting Standards measures, including EBITDA (i.e. earnings before interest expense, taxes, depreciation and amortisation) and adjusted EBITDA, have been presented. These non-IFRSs financial measures should be considered in addition to, and not as a substitute for, the measures of the Group's financial performance, which have been prepared in accordance with IFRSs. The Group's management believes that these non-IFRSs financial measures provide investors with useful supplementary information to assess the performance of its core operations by excluding certain non- cash and non-recurring items. The EBITDA and adjusted EBITDA are unaudited figures.

The following table sets forth the reconciliation of the Group's non-IFRSs financial measures for the six months ended 30 June 2026 and 2025, to the nearest measures prepared in accordance with IFRSs:

| | Six Months Ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***RMB'000*** | *RMB'000* |
| | **(Unaudited)** | (Unaudited) |
| **Loss for the period** | **(16,489)** | (20,918) |
| Add: | | |
| Depreciation and amortisation | **4,324** | 15,876 |
| Net interest income | **(39)** | (181) |
| Income tax credit | **(39)** | (39) |
| **EBITDA (unaudited)** | **(12,243)** | (5,262) |
| Add: | | |
| Investment related (gain)/loss | | |
| – Changes in the value of investments at fair value through profit or loss | **16,767** | 9,180 |
| – Gain on disposal of investments at fair value through profit or loss | **(26,798)** | (13,757) |
| – Loss on deemed disposal of debt investments at fair value through other comprehensive income | **–** | 404 |
| – Dividends received from financial assets at fair value through profit or loss | **(165)** | (139) |
| – Interest arising from debt investments at fair value through other comprehensive income | **–** | (316) |
| **Adjusted EBITDA (unaudited)** | **(22,439)** | (9,890) |

## FINANCIAL POSITION

As at 30 June 2026, the total equity of the Group amounted to RMB398.7 million, as compared to RMB421.5 million as at 31 December 2025. Such decrease was primarily attributable to the net loss recognized for the six months ended 30 June 2026, coupled with a reduction in currency translation differences resulting from the depreciation of the US dollar.

The Group's net current assets amounted to RMB298.3 million as at 30 June 2026, as compared to RMB317.6 million as at 31 December 2025. Such decrease was primarily attributable to the routine operating activities.

## LIQUIDITY AND FINANCIAL RESOURCES

| | **As at 30 June 2026** *RMB'000* **(Unaudited)** | As at 31 December 2025 *RMB'000* (Audited) |
|---|---|---|
| Cash at bank and on hand | **64,797** | 73,596 |
| Cash at other financial institutions | **30,804** | 20,244 |
| **Net Cash** | **95,601** | 93,840 |

The Group's total cash and cash equivalents amounted to RMB95.6 million as at 30 June 2026 as compared to RMB93.8 million as at 31 December 2025. The cash balance remained largely unchanged over the period.

The Group adopts a prudent cash and financial management policy. To achieve better cost control and minimise the cost of funding, the Group's treasury activities are centralised and cash is generally deposited with banks and other financial institutions and denominated mostly in RMB, followed by USD.

As at 30 June 2026, the Group's gearing ratio (calculated as bank borrowing divided by total assets) was 0% (as at 31 December 2025: 0%), which means that the Group did not have any bank borrowing balance as at 30 June 2026.

## FOREIGN EXCHANGE RISK

As at 30 June 2026, RMB47.0 million of the financial resources of the Group (as at 31 December 2025: RMB44.2 million) were held as deposits denominated in non-RMB currencies. The Group will continue to actively manage its exposure to various foreign currencies and monitor its foreign exchange risk exposure to better preserve the Group's cash value.

## CAPITAL EXPENDITURES

| | Six Months Ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***RMB'000*** | *RMB'000* |
| | **(Unaudited)** | (Unaudited) |
| **Capital expenditures** | | |
| – Purchase of property and equipment | **84** | – |

Capital expenditures (excluding business combination) comprise the purchase of office equipment.

## PLEDGE OF ASSETS

As at 30 June 2026, the Group did not have any pledge of assets (as at 31 December 2025: nil).

## CONTINGENT LIABILITIES

As at 30 June 2026, the Group did not have any significant unrecorded contingent liabilities (as at 31 December 2025: nil).

## SIGNIFICANT INVESTMENT

As at 30 June 2026, the Group did not hold any significant investment with a value of 5% or more of the Group's total assets.

## HUMAN RESOURCES

As at 30 June 2026, the Group had 33 full-time employees (as at 31 December 2025: 33), the vast majority of whom are based in the People's Republic of China.

The remuneration for the Group's employees includes salaries, bonus and allowances. The Group's remuneration policies are formulated according to the assessment of individual performance and are periodically reviewed. The Group also provides various training programs to its staff to enhance their professional development, such as assigning experienced employees as mentors in relevant teams or departments to provide regular on-the-job guidance and trainings.

## USE OF PROCEEDS FROM PLACING OF NEW SHARES UNDER GENERAL MANDATE

### Placing of New Shares on 30 April 2025

On 30 April 2025, the gross proceeds from the Placing were HK$15.25 million and the net proceeds (after deducting the placing fee and other relevant expenses of the Placing) were approximately HK$14.90 million.

Up to 30 June 2026, the Group had used the net proceeds as originally intended as follows:

| Use of Net Proceeds | | Allocation of Net Proceeds as Disclosed in the Announcements *(HK$ million)* | Actual Allocation of Net Proceeds *(HK$ million)* | Amount Utilized as of 30 June 2026 *(HK$ million)* | Amount Unutilized as of 30 June 2026 *(HK$ million)* |
|---|---|---|---|---|---|
| Venue Upgrades and Computing Hardware Procurement | | 5.2 | 5.2 | 0.9 | 4.3 |
| General Working Capital | Employee Expenses | 5.2 | 5.2 | 4.1 | 1.1 |
| | Software Expenses, etc. | 3.0 | 3.0 | 0 | 3.0 |
| | Other Operating Expenses | 1.5 | 1.5 | 0.5 | 1.0 |

## MATERIAL ACQUISITION AND DISPOSAL

The Group did not have any material acquisitions and disposals of subsidiaries, associates and joint ventures during the six months ended 30 June 2026.

## POST BALANCE SHEET EVENTS

There was no significant subsequent event during the period from 30 June 2026 to the date of the unaudited consolidated interim results of the Group for the six months ended 30 June 2026 approved by the Board.

## RISK AND HURDLES

The Group has formulated policies to ensure continuous identification, reporting, monitoring and management of significant risks that may adversely affect its business development.

As to the game business operated by the Group, the Group is mainly exposed to the following types of risks: (i) Industry policies and regulatory risks. Any changes and adjustments in policies by governmental regulatory bodies could affect the market, and the online game industry is subject to the supervision of various relevant authorities, which may have an adverse impact on its business operations; (ii) The risk that changes in player behavior and needs, coupled with the ongoing weakness in the domestic consumer market, may lead to a decline in the Company's future business performance; (iii) The risk of technological dependence, updates and changes. The rapid iteration of Artificial Intelligence technology is reshaping industry ecosystems and user habits, leading to high levels of uncertainty within the industry; and (iv) Intellectual property risk. Intellectual property disputes and maintenance costs may arise during the game research and development process.

As to the electronic device and semiconductor business, the Group is mainly exposed to the following types of risks: (i) Risks of changes in international trade policies and tariffs. Adjustments to trade policies in various countries may directly affect the cost structure and market competitiveness of electronic trade products; (ii) Supply chain stability risks. The transmission of inherent risks and delivery capabilities of upstream suppliers, fluctuations in logistics costs, and pressures related to inventory management may have an adverse impact on its business operations; and (iii) Market demand uncertainty risks. Consumer demand for electronic products is significantly influenced by the macroeconomic environment, and any slower-than-expected recovery in demand may affect the revenue performance of this business segment.

As to the Fund management business operated by the Group, the Group is mainly exposed to the following types of risks: (i) Operating scale and cost pressure risks. Currently, the scale of managed funds is relatively limited, resulting in constrained management fee income, which makes it challenging to adequately cover the various expenses of the existing team; and (ii) Financial market volatility risks. Changes in the macroeconomic environment, adjustments in monetary policies, and fluctuations in capital markets may lead to significant volatility in the fair value of the investment portfolio, thereby impacting investment returns.

## FUTURE PLANS

In the second half of 2026, the global economic landscape remains fraught with uncertainty. Factors such as monetary policy adjustments, geopolitical tensions and volatility in the energy markets will continue to affect global and Chinese economic growth. The pace of domestic consumption recovery remains volatile, overall competition of the industry is intensifying, and the operating environment will remain challenging in the short term. The Group will prioritise the stable operation of its businesses to ensure the smooth progress of its existing game-related operations; it will continue to operate its electronic equipment and semiconductor businesses to maintain stable cash flow. At the same time, the Group will evaluate the timing for exploring new business segments as appropriate, optimise its financial investment operations and consolidate its diversified development framework.

In terms of technological applications, the Group will continue to focus on developments in new technologies such as artificial intelligence, assess the potential for integrating them into the Group's business at the appropriate time, consolidate its existing business scope, and stabilise revenue. The Group will strictly control its budget, rigorously manage costs and expenses, enhance operational efficiency and return on assets, and strive to improve the overall quality and efficiency of its operations.

The Group will continue to uphold the philosophy of prudent operation. Amid the current complex and volatile market environment, it is committed to safeguarding the Company's stable sound operation and financial security. The Group will closely monitor market opportunities, advance all businesses under controllable risks, pursue business optimisation, improve the overall operational standard, strive to preserve value for shareholders and deliver long term returns.

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

*FOR THE SIX MONTHS ENDED 30 JUNE 2026*

| | | Six months ended 30 June | |
|---|---|---|---|
| | | **2026** | 2025 |
| | *Notes* | ***RMB'000*** | *RMB'000* |
| | | **(unaudited)** | (unaudited) |
| Revenue | *4* | **50,747** | 78,002 |
| Cost of revenue | | **(45,888)** | (76,071) |
| **Gross profit** | | **4,859** | 1,931 |
| Selling and marketing expenses | | **(3,036)** | (3,906) |
| Administrative expenses | | **(19,638)** | (13,950) |
| Research and development expenses | | **(7,568)** | (11,854) |
| Other income | | **104** | 775 |
| Other gains – net | *5* | **9,280** | 4,539 |
| Finance cost | | **(59)** | (47) |
| Impairment (provision)/reversal of financial assets measured at amortised cost | | **(470)** | 1,555 |
| **Loss before income tax** | | **(16,528)** | (20,957) |
| Income tax credit | *6* | **39** | 39 |
| **Loss for the period attributable to owners of the Company** | *7* | **(16,489)** | (20,918) |
| **Other comprehensive loss:** | | | |
| *Items that will not be reclassified to profit or loss:* | | | |
| Changes in fair value of equity investments at fair value through other comprehensive income | | **3,612** | (729) |
| Currency translation differences | | **(8,088)** | (1,199) |
| | | **(4,476)** | (1,928) |
| *Items that may be reclassified to profit or loss:* | | | |
| Changes in fair value of debt investments at fair value through other comprehensive income | | **(1,877)** | (3,548) |
| Reclassified to profit or loss upon disposal of debt investments at fair value through other comprehensive income | | **–** | (911) |
| | | **(1,877)** | (4,459) |
| **Other comprehensive loss for the period, net of tax** | | **(6,353)** | (6,387) |
| **Total comprehensive loss for the period attributable to owners of the Company** | | **(22,842)** | (27,305) |

| | Notes | Six months ended 30 June **2026** ***RMB'000*** **(unaudited)** | 2025 *RMB'000* (unaudited) |
|---|---|---|---|
| **Loss for the period attributable to:** | | | |
| Owners of the Company | | **(16,489)** | (20,938) |
| Non-controlling interests | | **–** | 20 |
| | | **(16,489)** | (20,918) |
| **Total comprehensive loss for the period attributable to:** | | | |
| Owners of the Company | | **(22,842)** | (27,325) |
| Non-controlling interests | | **–** | 20 |
| | | **(22,842)** | (27,305) |
| **Basic and diluted loss per share (RMB)** | *9* | **(0.10)** | (0.14) |

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

*AS AT 30 JUNE 2026*

| | *Notes* | **As at 30 June 2026** ***RMB'000*** **(unaudited)** | As at 31 December 2025 *RMB'000* (audited) |
|---|---|---|---|
| **ASSETS** | | | |
| **Non-current assets** | | | |
| Property and equipment | | **16,370** | 17,030 |
| Intangible assets | | **59,733** | 62,636 |
| Right-of-use assets | | **3,391** | 4,040 |
| Investments at fair value through other comprehensive income | | **22,758** | 22,520 |
| Prepayments and other receivables | | **382** | 389 |
| | | **102,634** | 106,615 |
| **Current assets** | | | |
| Inventories | *10* | **8,713** | 6,846 |
| Trade receivables | *11* | **4,991** | 1,997 |
| Prepayments and other receivables | | **12,036** | 18,000 |
| Financial assets at fair value through profit or loss | | **215,814** | 221,200 |
| Investments at fair value through other comprehensive income | | **3,410** | 2,639 |
| Cash and cash equivalents | | **95,601** | 93,840 |
| | | **340,565** | 344,522 |
| **Total assets** | | **443,199** | 451,137 |

| | Notes | As at 30 June 2026 RMB'000 (unaudited) | As at 31 December 2025 RMB'000 (audited) |
|---|---|---|---|
| **EQUITY AND LIABILITIES** | | | |
| **Equity** | | | |
| Share capital | | **111** | 111 |
| Reserves | | **398,566** | 421,408 |
| **Total equity** | | **398,677** | 421,519 |
| **Liabilities** | | | |
| **Non-current liabilities** | | | |
| Deferred income tax liabilities | | **97** | 136 |
| Lease liabilities | | **2,184** | 2,520 |
| | | **2,281** | 2,656 |
| **Current liabilities** | | | |
| Trade payables | *12* | **21,555** | 8,861 |
| Other payables and accruals | | **8,414** | 9,602 |
| Financial liabilities at fair value through profit or loss | | **2,798** | – |
| Contract liabilities | | **8,343** | 7,063 |
| Lease liabilities | | **1,131** | 1,436 |
| | | **42,241** | 26,962 |
| **Total liabilities** | | **44,522** | 29,618 |
| **Total equity and liabilities** | | **443,199** | 451,137 |
| **Net current assets** | | **298,324** | 317,560 |
| **Total assets less current liabilities** | | **400,958** | 424,175 |

## NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
*FOR THE SIX MONTHS ENDED 30 JUNE 2026*

### 1. GENERAL INFORMATION

Forgame Holdings Limited (the "Company") was incorporated in the Cayman Islands on 26 July 2011 as an exempted company with limited liability. The address of its registered office is at the offices of Osiris International Cayman Limited, Suite #4-210, Governors Square, 23 Lime Tree Bay Avenue, P.O. Box 32311, Grand Cayman KY1-1209, Cayman Islands. The address of its principal place of business in Hong Kong is Unit 3, 12/F, Trust Centre, 912 Cheung Sha Wan Road, Lai Chi Kok, Kowloon, Hong Kong. The address of its headquarters is Room 1106, Block A Phase I, Innovation Technology Plaza, Tianan Digital City, Chegongmiao, Futian District, Shenzhen, China. The Company's shares in issue are listed and traded on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The Company is an investment holding company. The Company and its subsidiaries (collectively the "Group") are principally engaged in developing and publishing domestic and overseas webgames and mobile games (the "Game Business") and trading of electronic device and semiconductor (the "Electronic Device and Semiconductor Business") in the People's Republic of China (the "PRC"). The Company also commenced its fund management business (the "Fund Management Business") in Hong Kong through a licensed subsidiary from the end of December 2025.

The unaudited condensed consolidated financial statements are presented in Renminbi (the "RMB"), which is the Company's presentation currency and the functional currency of the principal operating subsidiaries of the Company.

### 2. BASIS OF PREPARATION

These unaudited condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" issued by the International Accounting Standards Board and the applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange.

These unaudited condensed consolidated financial statements should be read in conjunction with the 2025 annual financial statements. The accounting policies and methods of computation used in the preparation of these unaudited condensed consolidated financial statements are consistent with those used in the annual financial statements for the year ended 31 December 2025.

## 3. ADOPTION OF NEW AND REVISED IFRS ACCOUNTING STANDARDS

In the current period, the Group has adopted all the new and revised IFRS Accounting Standards issued by the International Accounting Standards Board that are relevant to its operations and effective for its accounting year beginning on 1 January 2026. IFRS Accounting Standards comprise International Financial Reporting Standards ("IFRS"); International Accounting Standards ("IAS"); and Interpretations. The adoption of these new and revised IFRS Accounting Standards did not result in significant changes to the Group's accounting policies, presentation of the Group's unaudited condensed consolidated financial statements and amounts reported for the current period and prior years.

The Group has not applied the new and revised IFRS Accounting Standards that have been issued but are not yet effective. The Group has already commenced an assessment of the impact of these new and revised IFRS Accounting Standards but is not yet in a position to state whether these new and revised IFRS Accounting Standards would have a material impact on its results of operations and financial position.

## 4. REVENUE AND SEGMENT INFORMATION

The Group's business activities, for which discrete financial statements are available, are regularly reviewed and evaluated by the Chief Operating Decision Maker (the "CODM"). The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the executive directors of the Company that make strategic decisions.

During the period, the CODM reassessed the performance and operation of the Group and concluded that the Group had three operating segments as follows:

– Game Business;

– Electronic Device and Semiconductor Business; and

– Fund Management Business

The CODM assesses the performance of the operating segments mainly based on segment revenue, and adjusted earnings before interest expense, taxes, depreciation and amortisation (the "adjusted EBITDA"), of each operating segment.

Specifically, the revenues from external customers reported to the CODM are measured as segment revenue, which is the revenue derived from the customers in each segment. In addition, the adjusted EBITDA excludes the effects of significant items of income and expenditure, which may have an impact on the assessment of operating segments' results, primarily with respect to investment-related gains or losses and non-recurring event.

Other information, together with the segment information, provided to the CODM, is measured in a manner consistent with that applied in these unaudited condensed consolidated financial statements. There were no separate segment assets and segment liabilities information provided to the CODM, as the CODM does not use this information to allocate resources or to evaluate the performance of the operating segments.

The segment information provided to the Group's CODM for the reportable segments for the six months ended 30 June 2026 and 2025 is as follows:

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (unaudited) |
| **Revenue** | | |
| *Revenue from contracts with customers* | | |
| Game Business | **5,091** | 5,528 |
| Electronic Device and Semiconductor Business | **44,884** | 72,474 |
| Fund Management Business | **772** | – |
| Total revenue | **50,747** | 78,002 |
| **Adjusted EBITDA** | | |
| Game Business | **(9,666)** | (5,780) |
| Electronic Device and Semiconductor Business | **(8,672)** | (4,110) |
| Fund Management Business | **(4,101)** | – |
| Total adjusted EBITDA | **(22,439)** | (9,890) |
| **Total adjusted EBITDA** | **(22,439)** | (9,890) |
| Net interest income | **39** | 181 |
| Depreciation and amortisation | **(4,324)** | (15,876) |
| Investment related gain/(loss) | | |
| – Changes in the value of investments at fair value through profit or loss | **(16,767)** | (9,180) |
| – Gain on disposal of investments at fair value through profit or loss | **26,798** | 13,757 |
| – Loss on deemed disposal of debt investments at fair value through other comprehensive income | **–** | (404) |
| – Dividends received from financial assets at fair value through profit or loss | **165** | 139 |
| – Interest arising from debt investments at fair value through other comprehensive income | **–** | 316 |
| Loss before income tax | **(16,528)** | (20,957) |

**Disaggregation of revenue from contracts with customers**

**Geographical information:**

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (unaudited) |
| PRC (excluding Hong Kong) | **49,975** | 72,839 |
| Other regions | **772** | 5,163 |
| | **50,747** | 78,002 |

The Group also conducts operations in Hong Kong and other region. The geographical information on the non-current assets (other than investments at fair value through other comprehensive income) is as follows:

| | **30 June** | 31 December |
|---|---|---|
| | **2026** | 2025 |
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (audited) |
| Non-current assets | | |
| PRC (excluding Hong Kong) | **67,814** | 70,852 |
| Hong Kong | **12,062** | 13,243 |
| | **79,876** | 84,095 |

**Timing of revenue recognition:**

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (unaudited) |
| At a point in time | **46,295** | 74,156 |
| Over time | **4,452** | 3,846 |
| | **50,747** | 78,002 |

**Revenues from major customers:**

Revenues from major customers individually accounting for 10% or more of total revenue are as follows:

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (unaudited) |
| Customer A (sales of electronic device and semiconductor) | **5,776** | – |
| Customer B (sales of electronic device and semiconductor) | **–** | 22,646 |
| Customer C (sales of electronic device and semiconductor) | **–** | 21,576 |
| Customer D (sales of electronic device and semiconductor) | **–** | 9,871 |

## 5. OTHER GAINS – NET

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (unaudited) |
| Gain on disposal of investments at fair value through profit or loss | **26,798** | 13,757 |
| Loss on deemed disposal of debt investments at fair value through other comprehensive income | **–** | (404) |
| Changes in the value of investments at fair value through profit or loss | **(16,767)** | (9,180) |
| Dividends received from financial assets at fair value through profit or loss | **165** | 139 |
| Gain on disposal of property and equipment | **–** | 607 |
| Loss on deregistration of a subsidiary | **–** | (27) |
| Gain on early termination of lease | **–** | 80 |
| Exchange loss, net | **(916)** | (433) |
| | **9,280** | 4,539 |

## 6. INCOME TAX CREDIT

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (unaudited) |
| Current tax – PRC and oversea enterprise income tax | **39** | 39 |

The Company was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Act (As Revised) of the Cayman Islands and accordingly, is exempted from the Cayman Islands income tax.

The income tax provision of the Group in respect of operations in Hong Kong was provided at 8.25% on assessable profits up to HKD2,000,000, and the applicable tax rate is 16.5% on any part of assessable profits over HKD2,000,000 based on the assessable profit for the six months ended 30 June 2026 and 2025.

The income tax provision of the Group in respect of operations in the PRC was calculated at the tax rate of 25% on the assessable profits for the six months ended 30 June 2026 and 2025, based on the existing legislation, interpretations and practices in respect thereof.

Shenzhen Xingyun Data Technology Co., Ltd. (深圳市行雲數據技術有限公司), a subsidiary of the Company, was qualified as a "High and New Technology Enterprise" under the PRC Enterprise Income Tax Law (the "EIT Law"). Thus the applicable tax rate was 15% for the six months ended 30 June 2026 and 2025.

Shenzhen Haihong Microelectronics Technology Co., Ltd. (深圳海紅微電子技術有限公司) was qualified as small and micro enterprises with an annual taxable income of RMB3.0 million or less, and is entitled to a 25% tax credit for their tax payable and at the tax rate of 20% (i.e. 5% tax rate).

According to the relevant EIT Laws jointly promulgated by the Ministry of Finance of the PRC, State Tax Bureau of the PRC and Ministry of Science of the PRC that became effective from 2018 onwards, enterprises engaging in research and development activities are entitled to claim 200% of their research and development expenses so incurred as tax deductible expenses when determining their assessable profits for that year.

According to the applicable PRC tax regulations, dividends distributed by a company established in the PRC to a foreign investor with respect to profits derived after 1 January 2008 are generally subject to a 10% PRC withholding tax ("WHT"). If a foreign investor incorporated in Hong Kong meets the conditions and requirements under the double taxation treaty arrangement entered into between the PRC and Hong Kong, the relevant WHT rate will be reduced from 10% to 5%.

No deferred income tax liability has been recognised in respect of WHT on the undistributed earnings of the subsidiaries incorporated in the PRC as those PRC subsidiaries with foreign immediate parent are all with accumulated losses (i.e. without any distributable earnings) as at 30 June 2026 and 31 December 2025.

## 7. LOSS FOR THE PERIOD

The Group's loss for the period is stated after charging the following:

| | Six months ended 30 June | |
|---|---|---|
| | **2026** | 2025 |
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (unaudited) |
| Amortisation of intangible assets | **2,903** | 5,225 |
| Allowance for inventories | **6,932** | 567 |
| Cost of inventories sold | **42,443** | 70,351 |
| Depreciation of right-of-use assets | **707** | 851 |
| Depreciation of property and equipment | **714** | 9,800 |
| Impairment provision/(reversal) of financial assets measured at amortised cost | | |
| – provision of impairment for trade receivables, net | **470** | 45 |
| – provision of impairment for other receivables | **–** | 1,400 |
| – reversal of impairment for loan receivables | **–** | (3,000) |
| Staff costs including directors' emoluments | **6,092** | 7,496 |

## 8. DIVIDEND

No dividend was paid or proposed for ordinary shareholders of the Company during the six months ended 30 June 2026, nor has any dividend been proposed at the end of the reporting period (for the six months ended 30 June 2025: nil).

## 9. LOSS PER SHARE

**Basic loss per share**

The calculation of basic loss per share attributable to owners of the Company for the period ended 30 June 2026 is based on the loss for the period attributable to owners of the Company of approximately RMB16,489,000 (2025: approximately loss RMB20,938,000) and the weighted average number of ordinary shares of 168,350,090 (2025: 152,604,234 ordinary shares) in issue during the period.

**Diluted loss per share**

The diluted loss per share equals to the basic loss per share, as the Company did not have any potential dilutive ordinary shares for the six months ended 30 June 2026 and 2025.

## 10. INVENTORIES

| | **30 June 2026** | 31 December 2025 |
|---|---|---|
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (audited) |
| Finished goods | **8,713** | 6,846 |

## 11. TRADE RECEIVABLES

| | **30 June 2026** | 31 December 2025 |
|---|---|---|
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (audited) |
| Trade receivables | | |
| – Game Business | **15,968** | 16,167 |
| – Trade of Electronic Device and Semiconductor Business | **3,466** | 593 |
| – Fund Management Business | **772** | – |
| | **20,206** | 16,760 |
| Provision for loss allowance | **(15,215)** | (14,763) |
| Carrying amount | **4,991** | 1,997 |

The aging analysis of trade receivables, based on recognition date of the trade receivables and net of allowance, is as follows:

| | **30 June 2026** | 31 December 2025 |
|---|---|---|
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (audited) |
| 0-30 days | **3,017** | 1,199 |
| 31-60 days | **1,210** | 571 |
| 61-90 days | **359** | 110 |
| 91-180 days | **273** | 117 |
| 181-365 days | **132** | – |
| | **4,991** | 1,997 |

## 12. TRADE PAYABLES

The aging analysis of trade payables, based on recognition date of trade payables, is as follows:

| | **30 June 2026** | 31 December 2025 |
|---|---|---|
| | ***RMB'000*** | *RMB'000* |
| | **(unaudited)** | (audited) |
| 0-30 days | **7,384** | 1,147 |
| 31-60 days | **3,127** | 759 |
| 61-90 days | **2,439** | 558 |
| 91-180 days | **3,022** | 1,062 |
| 181-365 days | **716** | 465 |
| Over 1 year | **4,867** | 4,870 |
| | **21,555** | 8,861 |

## OTHER INFORMATION

### Model Code for Securities Transactions by Directors

The Company has adopted the code of conduct and procedures governing Directors' securities transactions in stringent compliance with the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**"). Specific enquiries have been made to all the Directors and the Directors have confirmed that they had complied with the code of conduct and procedures governing Directors' securities transactions during the six months ended 30 June 2026.

### Corporate Governance Code

The Company is committed to maintaining high standards of corporate governance to safeguard the interests of the shareholders of the Company (the "**Shareholders**") and to enhance corporate value and accountability. The Company's corporate governance practices are based on the code provisions as set out in the Corporate Governance Code in Appendix C1 to the Listing Rules (the "**CG Code**"). The Company has applied the principles and complied with the code provisions prescribed in Part 2 of the CG Code during the six months ended 30 June 2026, other than code provision C.2.1.

Code provision C.2.1 of the CG Code stipulates that the roles of chairman and chief executive should be separate and should not be performed by the same individual. As Mr. CUI Yuzhi serves as both the chairman of the Board and the chief executive officer, such practice deviates from the above code provision.

The Board considers that vesting the roles of both the chairman of the Board and the chief executive officer in the same person has the benefit of ensuring consistent leadership within the Company and enables more effective and efficient overall strategic planning for the Company. The Board believes that the balance of power and authority for the present arrangement will not be impaired and this structure will enable the Company to make and implement decisions promptly and efficiently. The Board shall, nevertheless, review the structure from time to time and it will consider the appropriate move to take should suitable circumstances arise.

The Board will continue to monitor and review the Company's corporate governance practices from time to time to ensure compliance with the latest statutory requirements and professional standards.

### Purchase, Sale or Redemption of the Company's Listed Securities

During the six months ended 30 June 2026, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities.

**Audit and Compliance Committee**

The Audit and Compliance Committee was established with written terms of reference in compliance with Rule 3.21 of the Listing Rules and paragraph C.3 as well as paragraph D.3 of the CG Code. The Audit and Compliance Committee consists of three independent non-executive Directors, being Mr. Wong Chi Kin, Mr. Lu Xiaoma and Ms. Zhu Min. The chairman of the Audit and Compliance Committee is Mr. Wong Chi Kin, who holds the appropriate professional qualifications as required under Rules 3.10(2) and 3.21 of the Listing Rules.

The Audit and Compliance Committee, together with the independent auditor of the Company, have reviewed the Group's unaudited interim financial results for the six months ended 30 June 2026.

**Interim Dividend**

The Board does not declare the payment of any interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

**Publication of the Unaudited Consolidated Interim Results and 2026 Interim Report**

This interim results announcement is published on the respective websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.forgame.com.cn), and the 2026 interim report of the Company containing all the information required by the Listing Rules will be despatched to the Shareholders and published on the respective websites of the Stock Exchange and the Company in September 2026.

**Appreciation**

The Board would like to express its sincere gratitude to the Shareholders, management teams, employees, business partners and customers of the Group for their continued support and contribution to the Group.

By order of the Board
**Forgame Holdings Limited**
**CUI Yuzhi**
*Chairman*

Hong Kong, 21 August 2026

*As at the date of this announcement, the executive Directors are Mr. CUI Yuzhi, Mr. LU Yang and Mr. ZHOU Xiaoyu; and the independent non-executive Directors are Mr. WONG Chi Kin, Mr. LU Xiaoma and Ms. ZHU Min.*