招商证券股份有限公司
China Merchants Securities Co., Ltd.

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

(Stock Code: 6099)

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

The board of directors (the "**Board**") of China Merchants Securities Co., Ltd. (the "**Company**") hereby announces the unaudited interim results of the Company and its subsidiaries (the "**Group**") for the six months ended June 30, 2026. This announcement, containing the full text of the 2026 interim report of the Company, complies with the relevant requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited in relation to information to accompany preliminary announcements of interim results.

PUBLICATION OF INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This interim results announcement will be published on the websites of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk) and the Company (www.cmschina.com), respectively.

The Company will dispatch the 2026 interim report in printed version to H shareholders upon request and will publish the 2026 interim report on the websites of the Company and The Stock Exchange of Hong Kong Limited in due course.

By Order of the Board
China Merchants Securities Co., Ltd.
ZHU Jiangtao
Chairman

Shenzhen, the PRC
August 25, 2026

As at the date of this announcement, the executive director of the Company is Mr. ZHU Jiangtao; the non-executive directors of the Company are Ms. LUO Li, Mr. TAO Wu, Mr. GAO Hong, Mr. HUANG Jian, Mr. ZHANG Mingwen and Ms. DING Lusha; and the independent non-executive directors of the Company are Mr. YIP, Ying Chi Benjamin, Ms. ZHANG Ruijun, Ms. CHEN Xin, Mr. CAO Xiao and Mr. FENG Jinhua.

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Important Notice

I. The Board, Director(s) and senior management of the Company undertake that the information in this interim report is true, accurate and complete and contains no false record, misleading statement or material omission, and assume joint and several liabilities to the information in this report.

II. This report was considered and approved by the 37th meeting of the eighth session of the Board of the Company. All Directors of the Company attended the Board meeting and none of the Directors raised any objection to this report.

III. The interim report has not been audited. KPMG Huazhen LLP and KPMG have issued review opinions in accordance with the Standards on Review Engagements for Certified Public Accountants of China and International Standard on Review Engagements, respectively.

IV. ZHU Jiangtao, officer in charge of the Company, LIU Jie, officer in charge of accounting matters of the Company, and WANG Jianping, officer in charge of the accounting office of the Company (head of accounting department), hereby warrant that the financial statements contained in this interim report are true, accurate and complete.

V. Proposal on profit distribution or capitalization of common reserve for the Reporting Period considered and approved by the Board

Pursuant to the authorization granted by the 2025 shareholders' general meeting of the Company, the 37th meeting of the eighth session of the Board of the Company considered and approved the Company's 2026 interim profit distribution plan: the Company will not allocate profit to the statutory reserve for the interim period of 2026. Based on the total share capital registered on the equity registration date for the distribution, a cash dividend of RMB1.67 (tax inclusive) for every 10 shares will be distributed to all shareholders; no bonus shares will be distributed; and no capital reserve will be converted to share capital.

VI. Risks statement relating to forward-looking statements

Forward-looking statements, such as future plans and development strategies, contained in this report do not constitute any substantive commitments of the Company to investors. Investors should be aware of the investment risks.

VII. There is no appropriation of the Company's funds by the controlling shareholder and other related parties for non-operating purposes

VIII. There is no provision of guarantee by the Company in favor of any third party in violation of the prescribed decision-making procedures

IX. There are no circumstances where more than half of the Directors of the Company cannot undertake that the information in this interim report is true, accurate and complete

X. Warning on material risks

The business, financial position and operating results of the Company may be susceptible to the general economic and market conditions in China and other regions where the relevant businesses are operated in various aspects.

The Company is primarily exposed to the following risks: securities industry is highly regulated and relevant rules and regulations could be revised from time to time based on the development of the securities markets. New rules and regulations, and changes in the interpretation or enforcement of the existing rules and regulations, may directly impact our business strategies and prospects, or could result in limitations on the business areas that we may conduct, modifications to our business practices or additional costs, which may adversely affect our ability to compete with other institutions that are not affected in the same way; if we are unable to fulfill the applicable laws, regulations and regulatory requirement in a timely manner, we may be exposed to legal and compliance risks; we are subject to credit risk associated with economic loss caused by the failure of the borrower or the counterparty to fulfill their contractual obligations; we face market risk arising from the losses on our portfolio due to adverse changes in relevant markets; we are exposed to operational risks arising from imperfect or defective internal procedures, employees and systems or external events; we face liquidity risk that we might not be able to get timely capital injection at reasonable costs to repay debts that are due, fulfill other payment obligations or satisfy other capital needs for normal business operation; we are subject to reputational risk arising from the negative publicity against the Company from stakeholders due to the operation, management or other acts of the Company or external events; and we are exposed to foreign exchange rate risks due to the operation of international business.

To cope with the above risks, the Company has adopted preventive measures in respect of the organizational structure, systems, indicators, risk management culture and IT system. For details, please see "Potential Risks" in Chapter 3 of this report.

XI. This interim report is prepared in both Chinese and English versions. In the event of any discrepancy between the Chinese and English versions of this interim report, the Chinese version shall prevail.

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About the Company

Chapter 1 Definitions

In this report, unless the context otherwise requires, the following terms and expressions have the meanings set forth below:

Common terms and expressions	
"Company Law"	the Company Law of the PRC (《中華人民共和國公司法》)
"Securities Law"	the Securities Law of the PRC (《中華人民共和國證券法》)
"Articles of Association"	the Articles of Association of China Merchants Securities Co., Ltd.
"CSRC"	China Securities Regulatory Commission (中國證券監督管理委員會)
"SFC"	the Securities and Futures Commission of Hong Kong
"CSRC Shenzhen Office"	the Shenzhen office of the China Securities Regulatory Commission
"CIRC"	China Insurance Regulatory Commission (中國保險監督管理委員會), currently known as the National Financial Regulatory Administration (國家金融監督管理總局)
"SASAC"	the State-owned Assets Supervision and Administration Commission of the State Council (國務院國有資產監督管理委員會)
"SSE"	the Shanghai Stock Exchange (上海證券交易所)
"SZSE"	the Shenzhen Stock Exchange (深圳證券交易所)
"BSE"	the Beijing Stock Exchange (北京證券交易所)
"SSE website"	http://www.sse.com.cn, the website of the Shanghai Stock Exchange

Common terms and expressions	
"Hong Kong Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Authorized Representative"	the authorized representative under Rule 3.05 of the Hong Kong Listing Rules
"Hong Kong Stock Exchange website"	https://www.hkexnews.hk, the website of The Stock Exchange of Hong Kong Limited (HKExnews)
"Group"	China Merchants Securities Co., Ltd. (招商證券股份有限公司) and its controlled subsidiaries
"China Merchants Securities", or "Company"	China Merchants Securities Co., Ltd. (招商證券股份有限公司)
"China Merchants Group"	China Merchants Group Limited (招商局集團有限公司)
"CM Financial Holdings"	China Merchants Financial Holdings Co., Ltd. (招商局金融控股有限公司)
"Jisheng Investment"	Shenzhen Jisheng Investment Development Co., Ltd. (深圳市集盛投資發展有限公司)
"China Ocean Shipping"	China Ocean Shipping Co., Ltd. (中國遠洋運輸有限公司)
"China Merchants Bank"	China Merchants Bank Co., Ltd. (招商銀行股份有限公司)
"CMS International"	China Merchants Securities International Company Limited (招商證券國際有限公司)
"China Merchants Futures"	China Merchants Futures Co., Limited (招商期貨有限公司)
"CMS Zhiyuan Capital"	China Merchants Zhiyuan Capital Investment Co., Ltd. (招商致遠資本投資有限公司)
"CMS Investment"	China Merchants Securities Investment Co., Ltd. (招商證券投資有限公司)
"CMS Asset Management"	China Merchants Securities Asset Management Co., Ltd. (招商證券資產管理有限公司)
"Bosera Funds"	Bosera Asset Management Co., Limited (博時基金管理有限公司)
"China Merchants Fund"	China Merchants Fund Management Co., Ltd. (招商基金管理有限公司)
"Everbright Securities"	Everbright Securities Company Limited
"Ping An Securities"	Ping An Securities Co., Ltd.
"CITIC Securities"	CITIC Securities Company Limited
"Galaxy Securities"	China Galaxy Securities Co., Ltd.
"GF Securities"	GF Securities Co., Ltd.

Chapter 1: Definitions

Common terms and expressions	
"Huatai United Securities"	Huatai United Securities Co., Ltd.
"Zhongtai Securities"	Zhongtai Securities Co., Ltd.
"Guotai Haitong Securities"	Guotai Haitong Securities Co., Ltd.
"Shenwan Hongyuan Securities"	Shenwan Hongyuan Securities Co., Ltd.
"Hong Kong Listing Rules"	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (as amended from time to time)
"Model Code"	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Main Board Listing Rules of the Hong Kong Stock Exchange
"SFO"	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
"A Share(s)"	domestic share(s) in the ordinary share capital of the Company with a nominal value of RMB1.00 each, which are listed on the Shanghai Stock Exchange (stock code: 600999)
"H Share(s)"	overseas-listed foreign share(s) in the ordinary share capital of the Company with a nominal value of RMB1.00 each, which are listed on The Stock Exchange of Hong Kong Limited (stock code: 06099)
"A Shareholder(s)"	holders of A Shares
"H Shareholder(s)"	holders of H Shares
"RMB", "RMB10,000", and "RMB100 million"	Renminbi 1 Yuan, Renminbi 10,000 Yuan and Renminbi 100 million Yuan
"STAR Market"	the Science and Technology Innovation Board of the SSE
"VaR"	value at risk
"APP"	Application
"IPO"	initial public offering
"Reporting Period" and "Current Period"	from January 1, 2026 to June 30, 2026
"end of the Reporting Period"	June 30, 2026
"Previous Period"	from January 1, 2025 to June 30, 2025
"date of this report"	August 25, 2026

Chapter 2
Corporate Profile and Key Financial Indicators

I. Corporate Information

Chinese name of the Company	招商證券股份有限公司
Abbreviation	招商證券
English name of the Company	CHINA MERCHANTS SECURITIES CO., LTD.
Abbreviation	CMSC
Legal representative of the Company	ZHU Jiangtao
President of the Company	ZHU Jiangtao (Chairman of the Board, acting as the President)
Authorized representatives of the Company	ZHU Jiangtao, LIU Jie *Note*, LAI Janette Tin Yun (as the alternate Authorized Representative to ZHU Jiangtao and LIU Jie *Note*)

Note: On August 25, 2026, the 37th meeting of the eighth session of the Board of the Company appointed MA Xiaoli as the Company's secretary to the Board, joint company secretary and Authorized Representative. LIU Jie ceased to serve as the Company's secretary to the Board, joint company secretary and Authorized Representative.

Registered capital and net capital of the Company

Unit: Yuan Currency: RMB

	As at the end of the Reporting Period	As at the end of last year
Registered capital	8,696,526,806.00	8,696,526,806.00
Net capital	87,088,211,223.63	89,549,587,238.58

Qualifications of each of the business lines of the Company

China Merchants Securities is a member of the Securities Association of China (Membership code: 185053), SSE (Membership code: 0037), SZSE (Membership code: 000011) and BSE (Membership code: 000095). Qualifications of each of the business lines are as follows:

No.	Qualification	Approval authority	Date of approval
1	Participation in carbon emission transactions	The Securities and Fund Institution Supervision Department of the CSRC (formerly known as the Institution Supervision Department of the CSRC)	December 2024
2	Qualification for participating in "Cross-boundary Wealth Management Connect" Pilot Scheme	Guangdong Provincial branch and Shenzhen branch of The People's Bank of China, Guangdong Bureau and Shenzhen Bureau of the CSRC	November 2024
3	Qualification for participating in swap facilitation business	The Securities and Fund Institution Supervision Department of the CSRC	October 2024
4	Standardized bond forward quotation agencies (標準債券遠期報價機構)	Shanghai Clearing House	November 2023
5	Standard interest rate swap business	Shanghai Clearing House	November 2023
6	Qualification of listed securities market-making trading	CSRC	October 2022
7	Qualification of issuing credit-protected warrants for providing pledge repo to protected bonds	China Securities Depository and Clearing Corporation Limited	June 2021
8	Pilot optimization for account management function	The Institution Supervision Department of the CSRC	June 2021
9	Fund investment advisory business	The Institution Supervision Department of the CSRC	June 2021

No.	Qualification	Approval authority	Date of approval
10	Issuer of credit protection warrants launched in SZSE	SZSE	November 2020
11	Standard forward contract on bond of Agricultural Development Bank of China	Shanghai Clearing House	October 2020
12	Interest option business	China Foreign Exchange Trade System	March 2020
13	Market maker of stock index options	The Institution Supervision Department of the CSRC	December 2019
14	Lead market maker of the CSI 300 ETF options	SZSE	December 2019
15	Licence for dealing in stock options business	SZSE	December 2019
16	Sale and settlement of foreign exchange business	State Administration of Foreign Exchange	August 2019
17	Participation in margin securities loan business of the STAR Market	China Securities Finance Corporation Limited (中國證券金融股份有限公司)	July 2019
18	Market maker of treasury bond futures	The Institution Supervision Department of the CSRC	May 2019
19	Credit protection contract business	SSE	February 2019
20	Lead market maker of listed funds business	SSE	February 2019
21	Credit derivatives business	The Institution Supervision Department of the CSRC	December 2018
22	Market maker of crude oil futures business	Shanghai International Energy Exchange	October 2018
23	Market maker of nickel futures	Shanghai Futures Exchange	October 2018
24	Market maker of copper options	Shanghai Futures Exchange	September 2018
25	Dealer of OTC options business	Securities Association of China	August 2018

No.	Qualification	Approval authority	Date of approval
26	Market maker of Bond Connect "Northbound Trading"	China Foreign Exchange Trade System	July 2018
27	Conducting pilot cross-border businesses	The Institution Supervision Department of the CSRC	April 2018
28	Core dealer of credit risk mitigation instruments	National Association of Financial Market Institutional Investors	January 2017
29	Qualification to issue credit risk mitigation certificates	National Association of Financial Market Institutional Investors	January 2017
30	Qualification to issue credit-linked notes	National Association of Financial Market Institutional Investors	January 2017
31	Non-bank member of the Shanghai Commercial Paper Exchange	General Administration Department of the People's Bank of China	November 2016
32	Licence for dealing in Southbound Trading business under Shenzhen-Hong Kong Stock Connect	SZSE	November 2016
33	Approval for provision of online account opening service	The Institution Supervision Department of the CSRC	April 2015
34	Ordinary member for centralized settlement of standard forward bond	Shanghai Clearing House	April 2015
35	Approval for financing for exercising incentive share options of listed companies	SZSE	March 2015
36	Licence for spot gold proprietary trading business	The Institution Supervision Department of the CSRC	March 2015
37	Licence for providing payment services for customers' funds	China Securities Investor Protection Fund Corporation Limited	March 2015
38	Licence for stock options market-making business	CSRC	January 2015

No.	Qualification	Approval authority	Date of approval
39	Licence for market-making business for SSE 50 ETF options trading	SSE	January 2015
40	Proprietary trading of stock options	SSE	January 2015
41	Licence for options settlement	China Securities Depository and Clearing Corporation Limited	January 2015
42	Stock options trading participant on the SSE	SSE	January 2015
43	Licence for pilot online securities business	Securities Association of China	November 2014
44	Licence for dealing in Southbound Trading business	SSE	October 2014
45	Ordinary member of Interbank Market Clearing House Co., Ltd. for centralized settlement of RMB interest rate swaps	Interbank Market Clearing House Co., Ltd.	June 2014
46	Qualification of lead manager business (market-making)	NEEQ Co., Ltd.	June 2014
47	Licence for OTC options trading business	Securities Association of China	February 2014
48	Ordinary member for centralized settlement of interest rate swaps	Shanghai Clearing House	February 2014
49	Licence for securities investment fund custody business	CSRC	January 2014
50	Qualification for agency business of securities pledge registration	The Registration and Custody Department of China Securities Depository and Clearing Corporation Limited	July 2013
51	Licence for dealing in stock–pledged repo business	SSE	June 2013
52	Licence for dealing in stock–pledged repo	SZSE	June 2013

No.	Qualification	Approval authority	Date of approval
53	Participation in interest rate swap transactions	CSRC Shenzhen Office	May 2013
54	Permit for conducting insurance agency businesses	CIRC	April 2013 (latest certificate obtained in April 2020)
55	Qualification of lead manager business (recommendation and brokerage businesses)	NEEQ Co., Ltd.	March 2013
56	Licence for OTC trading business	Securities Association of China	February 2013
57	Licence for equity total return swap business	The Institution Supervision Department of the CSRC	January 2013
58	Licence for special institutional client business of insurance companies	CIRC	January 2013
59	Qualification for sale of financial products	CSRC Shenzhen Office	December 2012
60	Qualification of lead underwriting debt financing instruments of non-financial enterprises	National Association of Financial Market Institutional Investors	November 2012
61	Qualification to provide comprehensive custodian services for private investment funds	The Institution Supervision Department of the CSRC	October 2012
62	Licence for margin financing loan	China Securities Finance Corporation Limited (中國證券金融股份有限公司)	August 2012
63	Qualification of underwriting private placement bonds of small and medium enterprises	Securities Association of China	June 2012
64	Licence for stock repurchase business	CSRC	May 2012

No.	Qualification	Approval authority	Date of approval
65	Qualification for dealer-quoted bond pledged repo transactions	The Institution Supervision Department of the CSRC	January 2012
66	Qualification for third-party custodian services for one customer – multiple bank services	CSRC Shenzhen Office	June 2011
67	Ordinary member for settlement	Shanghai Clearing House	November 2010
68	Qualification for margin financing and securities lending business	CSRC	June 2010
69	Licence for direct investment business	CSRC	August 2009
70	Qualification for intermediary introduction business for China Merchants Futures	CSRC	February 2008
71	Category A clearing participant of China Securities Depository and Clearing Corporation Limited	China Securities Depository and Clearing Corporation Limited	February 2008
72	Licence for overseas securities investment management business	CSRC	August 2007
73	Primary dealer on the integrated e-platform for fixed-income securities of the SSE	SSE	July 2007
74	Permit for foreign exchange operation in the securities business	State Administration of Foreign Exchange	December 2006 (latest certificate obtained in November 2012)
75	Clearing participant of China Securities Depository and Clearing Corporation Limited	China Securities Depository and Clearing Corporation Limited	March 2006
76	Primary dealer of SSE 180 Index Exchange Traded Fund	SSE	March 2006

No.	Qualification	Approval authority	Date of approval
77	Qualification for quote transfer business	Securities Association of China	January 2006
78	Licence for underwriting business of commercial paper	The People's Bank of China	July 2005
79	Qualification for operation of foreign shares business	CSRC	September 2002
80	Qualification for open-end securities investment fund consignment business	CSRC	August 2002
81	Qualification for trusted investment management business	CSRC	May 2002
82	Qualification for online securities agency business	CSRC	February 2001
83	Qualified member of interbank market	General Administration Department of the People's Bank of China	September 1999
84	Qualification for RMB special stocks business (unrestricted) in Shanghai	Shanghai Securities Management Office	November 1996
85	Licence for starting foreign exchange business	Shenzhen Office of the State Administration of Foreign Exchange	October 1996
86	Pilot unit of equity trading agency system for non-listed companies	Property Right Transfer Leading Group Office of the Shenzhen Municipal Government	January 1996
87	Licence for starting proprietary business	Shenzhen Securities Management Office	August 1993

Qualifications of each of the business lines of CMS International (a wholly-owned subsidiary of the Company) and its subsidiaries, are as follows:

No.	Qualification	Approval authority	Date of approval
1	Investment advisory business and discretionary investment business	Financial Services Commission (Korea) (金融委員會(韓國))	January 2026
2	Licence for the trust or corporate service provider	Registrar of Companies in Hong Kong	November 2020 (latest certificate obtained in December 2023)
3	1) 2-1-2 Investment brokerage business in securities; 2) 2-2-2 Investment brokerage business in exchange-traded derivatives	Financial Services Commission (Korea) (formerly known as Financial Supervisory Commission) (韓國金融監督院)	June 2017
4	Options Trading Exchange participant, direct clearing participant	Hong Kong Stock Exchange, The SEHK Options Clearing House Limited	February 2015
5	China Connect Exchange Participant, China Connect Clearing Participant	Hong Kong Stock Exchange, Hong Kong Securities Clearing Company Limited	November 2014
6	Qualified international member (category B) of the Shanghai Gold Exchange	Shanghai Gold Exchange	October 2014
7	Qualified Foreign Institutional Investor (QFII) securities investment business in the People's Republic of China	CSRC	February 2013
8	Securities investment business in the People's Republic of China	CSRC	December 2011
9	Licence for investment advisory business	Financial Services Commission (Korea) (formerly known as Financial Supervisory Commission)	August 2009
10	Licence for advising on futures contracts	SFC	March 2005 (latest certificate obtained in June 2014)

No.	Qualification	Approval authority	Date of approval
11	Licence for dealing in futures contracts	SFC	January 2005 (latest certificate obtained in December 2025)
12	Licence for dealing in securities	SFC	January 2005 (latest certificate obtained in May 2026)
13	Licence for advising on corporate finance	SFC	January 2005 (latest certificate obtained in December 2025)
14	Licence for asset management	SFC	May 2004 (latest certificate obtained in May 2026)
15	Licence for advising on securities	SFC	May 2004 (latest certificate obtained in May 2026)
16	Futures dealers, clearing participant	Hong Kong Futures Exchange Limited, HKFE Clearing Corporation Limited	January 2001
17	Exchange participant, direct clearing participant	Hong Kong Stock Exchange, Hong Kong Securities Clearing Company Limited	June 2000

Qualifications of each of the business lines of China Merchants Futures, a wholly-owned subsidiary of the Company, are as follows:

No.	Qualification	Approval authority	Date of approval
1	Qualification of stock options trading participant and licence for dealing in stock options brokerage business	SSE	December 2023
2	Licence for dealing in stock options business	SZSE	November 2023
3	Licence for options settlement	China Securities Depository and Clearing Corporation Limited	October 2023
4	Qualification of stock options trading participant	SZSE	August 2023
5	Member of Guangzhou Futures Exchange	Guangzhou Futures Exchange	June 2022
6	Market-making business	China Futures Association	March 2018
7	Member of Shanghai International Energy Exchange	Shanghai International Energy Exchange	May 2017
8	Licence for basis trading	China Futures Association	April 2017
9	Licence for OTC derivatives business	China Futures Association	April 2017
10	Licence for warehouse receipt services	China Futures Association	December 2016
11	Filing for entry of the interbank bond market	The People's Bank of China	July 2016
12	Licence for commodities futures brokerage, financial futures brokerage and futures investment consulting	CSRC	August 2014 (latest certificate obtained in September 2021)
13	Licence for asset management	CSRC	March 2013
14	Licence for futures investment consulting	CSRC	August 2011
15	Member of Zhengzhou Commodity Exchange	Zhengzhou Commodity Exchange	March 2009

No.	Qualification	Approval authority	Date of approval
16	Member of Dalian Commodity Exchange	Dalian Commodity Exchange	December 2008
17	Member of Shanghai Futures Exchange	Shanghai Futures Exchange	October 2008
18	Clearing and settlement member of China Financial Futures Exchange	China Financial Futures Exchange Co., Ltd.	December 2007
19	Licence for financial futures trading settlement	CSRC	November 2007

Qualification of each of the business lines of CMS Zhiyuan Capital, a wholly-owned subsidiary of the Company, is as follows:

No.	Qualification	Approval authority	Date of approval
1	Private investment fund subsidiary of a securities firm	Securities Association of China	April 2017

Qualifications of each of the business lines of CMS Asset Management, a wholly-owned subsidiary of the Company, are as follows:

No.	Qualification	Approval authority	Date of approval
1	Qualification of publicly offered securities investment fund management	CSRC	July 2023
2	Pilot scheme for overseas investment of qualified domestic investors	Shenzhen Joint Meeting Office of the Pilot Scheme for Overseas Investment of Qualified Domestic Investors (深圳市合格境內投資者境外投資試點工作聯席會議辦公室)	November 2015
3	Qualification for securities asset management business and qualified domestic institutional investors	CSRC	January 2015

II. Contact Persons and Contact Methods

	Secretary to the Board	Representative of Securities Affairs
Name	LIU Jie[Note]	ZHANG Huanhuan
Correspondence address	No. 111, Fuhua Yi Road, Futian Street, Futian District, Shenzhen	
Telephone	0755-82960432	
Fax	0755-82944669	
E-mail address	IR@cmschina.com.cn	

	Joint Company Secretaries	
Name	LIU Jie[Note]	WONG Wai Yee Ella (from January 1, 2025 to June 4, 2026) LAI Janette Tin Yun (since June 4, 2026)
Correspondence address	No. 111, Fuhua Yi Road, Futian Street, Futian District, Shenzhen	Room 1915, 19/F, Lee Gardens One, 33 Hysan Avenue, Causeway Bay, Hong Kong

Note: On August 25, 2026, the 37th meeting of the eighth session of the Board of the Company appointed MA Xiaoli as the Company's secretary to the Board, joint company secretary and Authorized Representative. LIU Jie ceased to serve as the Company's secretary to the Board, joint company secretary and Authorized Representative.

III. Basic Information

Registered address of the Company	No. 111, Fuhua Yi Road, Futian Street, Futian District, Shenzhen
Historical change of the registered address of the Company	In August 1991, the registered address of the Company was 1/F, New Energy Building, Nanyou Industrial Zone, Shenzhen. In October 1993, it was changed to 1/F, Block C, Shenfang Industrial Building, Huaqiang North Road, Futian District, Shenzhen. In August 1998, it was changed to 8/F-11/F, Block A, Huaqiang Jiahe Building, Shenzhen. In May 2002, it was changed to 38/F-45/F, Block A, Jiangsu Building, Futian District, Shenzhen. In November 2018, it was changed to No. 111, Fuhua Yi Road, Futian Street, Futian District, Shenzhen.
Office address of the Company	No. 111, Fuhua Yi Road, Futian Street, Futian District, Shenzhen
Postal code	518046
Company's website	https://www.cmschina.com
Principal place of business in Hong Kong	32/F, One Exchange Square, 8 Connaught Place, Central, Hong Kong
E-mail address	IR@cmschina.com.cn

IV. Information Disclosure and Place for Document Inspection

Designated media for information disclosure	China Securities Journal, Shanghai Securities News, Securities Times, Securities Daily
Websites where the interim report was published	http://www.sse.com.cn (the SSE website)
	https://www.hkexnews.hk (the Hong Kong Stock Exchange website)
Place for inspection of the Company's interim report	No. 111, Fuhua Yi Road, Futian Street, Futian District, Shenzhen
Enquiry index for changes during the Reporting Period	Nil

V. Information on the Company's Shares

Information on the Company's Shares				
Class	**Exchange at which the shares are listed**	**Stock abbreviation**	**Stock code**	**Previous stock abbreviation**
A Shares	SSE	招商證券	600999	–
H Shares	Hong Kong Stock Exchange	CMSC	06099	–

VI. Other Relevant Information

Domestic accounting firm appointed by the Company	Name	KPMG Huazhen LLP
	Office address	8/F, KPMG Tower, Oriental Plaza, 1 East Chang An Avenue, Beijing
International accounting firm appointed by the Company	Name	KPMG
	Office address	8/F, Prince's Building, 10 Chater Road, Central, Hong Kong
Domestic legal adviser appointed by the Company	Name	King & Wood
	Office address	25/F, Guangzhou CTF Finance Centre, No. 6 Zhujiang East Road, Zhujiang New Town, Tianhe District, Guangzhou, Guangdong Province
International legal adviser appointed by the Company	Name	King & Wood
	Office address	13/F, Gloucester Tower, The Landmark, 15 Queen's Road Central, Central, Hong Kong
A Share Registrar	Name	Shanghai Branch of China Securities Depository and Clearing Corporation Limited
	Office address	188 Yanggao South Road, Pudong New Area, Shanghai
H Share Registrar	Name	Computershare Hong Kong Investor Services Limited
	Office address	Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong

VII. Key Accounting Data and Financial Indicators of the Company

(I) Key accounting data

Unit: RMB'000

Key accounting data	January – June 2026	January – June 2025	Year-on-year increase/ decrease (%)
Total revenue, other income and gains	27,272,190	15,079,394	80.86
Profit for the period attributable to shareholders of the Company	10,624,328	5,185,896	104.87
Profit for the period attributable to shareholders of the Company after deduction of non-recurring profit or loss	10,626,293	5,177,779	105.23
Net cash from operating activities	-3,637,794	17,042,752	-121.35
Total other comprehensive income for the period (net of tax)	-1,304,132	-996,116	-30.92

	As at the end of June 2026	As at the end of 2025	Increase/ decrease (%)
Total assets	871,407,627	753,477,090	15.65
Total liabilities	726,576,349	615,430,259	18.06
Equity attributable to shareholders of the Company	144,785,183	138,004,658	4.91
Total equity	144,831,278	138,046,831	4.91

(II) Key financial indicators

Key financial indicators	The Reporting Period (January – June)	The Previous Period	Change of the Reporting Period against the Previous Period (%)
Basic earnings per share (RMB per share)	1.19	0.56	112.50
Diluted earnings per share (RMB per share)	1.19	0.56	112.50
Basic earnings per share after deduction of non-recurring profit or loss (RMB per share)	1.19	0.56	112.50
Weighted average return on net assets (%)	8.22	4.18	Increased by 4.04 percentage points
Weighted average return on net assets after deduction of non-recurring profit or loss (%)	8.22	4.18	Increased by 4.04 percentage points

(III) Net capital and risk control indicators of the parent company

During the Reporting Period, the net capital and all risk control indicators of the Company complied with the requirements of the China Securities Regulatory Commission. As at the end of June 2026, the key risk control indicators, such as net capital of the Company, were as follows:

Unit: Yuan Currency: RMB

Items	As at the end of the Reporting Period	As at the end of last year
Net capital	87,088,211,223.63	89,549,587,238.58
Net assets	125,896,830,858.61	124,368,686,146.63
Sum of risk capital provisions	38,272,627,774.31	34,833,310,699.37
Total assets on-and off-balance sheet	541,101,644,093.20	521,841,033,313.48
Risk coverage ratio (%)	227.55	257.08
Capital leverage ratio (%)	11.48	11.91
Liquidity coverage ratio (%)	152.85	159.16
Net stable funding ratio (%)	171.49	164.85
Net capital/net assets (%)	69.17	72.00
Net capital/liabilities (%)	19.45	20.94
Net assets/liabilities (%)	28.11	29.09
Value of proprietary equity securities and security derivatives/net capital (%)	30.01	33.62
Value of proprietary non-equity securities and its derivatives/net capital (%)	334.69	332.20

02

Operating Analysis

Chapter 3 Management's Discussion and Analysis

I. Industry Condition and Principal Business of the Company during the Reporting Period

2026 marks the inaugural year of the "15th Five-Year Plan". China has effectively implemented more proactive and well-targeted macro policies, and responded well to various external shocks and internal difficulties. In the first half of the year, China's economy operated steadily overall, featuring new growth drivers and improved structure, and its development resilience kept manifesting. Calculated at constant prices, Gross Domestic Product ("GDP") grew by 4.7% year-on-year in the first half of the year.

In the first half of 2026, the capital market further consolidated its steady upward momentum, with the inclusiveness and adaptability of the institutional framework continuously improved. On the one hand, two structural monetary policy tools, namely the Securities, Funds and Insurance companies Swap Facility (SFISF) and the special relending for share repurchases and increased holdings, together with Central Huijin Investment's position as a quasi – "market stabilization fund", jointly played a role in stabilizing the market. The pilot scheme for long-term equity investment by insurance funds was progressively refined, and reforms of mutual funds were further deepened. As a result, the capital market operated steadily and actively, with its resilience and risk-resistance capability continuously enhanced, successfully withstanding major risks and challenges such as the Middle East conflict. On the other hand, investment and financing reforms proactively embraced a new round of technological revolution and industrial transformation. On the financing side, reforms of the STAR Market and ChiNext Board were advanced in depth. Two measures for the STAR Market actively supported high-quality enterprises engaged in large AI models and future industries in listing on the STAR Market. ChiNext Board kept refining its rules and regulations governing share issuance and listing, facilitating the financing and development of high-quality innovative enterprises in new consumption, modern service industries and other sectors. On the investment side, the Guiding Opinions on Strengthening Regulation, Preventing Risks, and Promoting the High-Quality Development of Private Investment Funds (《關於加強監管防範風險促進私募投資基金高質量發展的指導意見》) comprehensively regulated the fundraising, investment, management, and exit aspects of private funds, aiming to cultivate and expand patient capital. The Shanghai and Shenzhen stock exchanges introduced innovative investment instruments such as active ETFs and commercial real estate REITs, effectively expanding diversified wealth management channels for households and major asset allocation options for investors. The high-standard two-way opening-up of the capital market reached a new level. The mechanism permitting QFIIs to trade domestic treasury bond futures was steadily implemented. Hong Kong's five-year RMB treasury bond futures were prepared at an accelerated pace and got listed in August. The accessibility for foreign capital to allocate to Chinese assets has been enhanced on an ongoing basis.

In the first half of 2026, trading activity in the capital market picked up, with sectors related to hard technology delivering standout performance. The SSE Composite Index, SZSE Component Index, ChiNext Index, and STAR 50 rose by 3.16%, 19.82%, 35.58%, and 64.25%, respectively, while the BSE 50 fell by 13.14%. The ChinaBond Composite Total Return Index rose by 2.03%. In the first half of 2026, the average daily trading volume of stocks and funds in the A share market was RMB3.26 trillion, representing a year-on-year increase of 98.79%. The average daily balance of margin financing and securities lending was RMB2.75 trillion, representing a year-on-year increase of 48.79%. In the first half of 2026, the number of IPOs and funds raised in the A share market increased significantly year-on-year; the refinancing activity exhibited a structural divergence. Specifically, the financing activity increased for sci-tech innovation and growth enterprises, while large-scale financing by traditional-industry players contracted.

In the first half of 2026, the securities industry maintained a pattern of differentiated development. Leading securities firms steadily advanced the building of world-class investment banks, while small and medium-sized securities firms adhered to specialized and differentiated operating paths. Against the backdrop of a regulatory framework that supports the superior and restricts the inferior and the accelerated industry-wide mergers and acquisitions (M&A) integration, leading securities firms, by virtue of their strong capital strength, diversified business layout, sound brand image, and robust compliance and risk control systems, secured steady growth in domestic businesses and delivered tangible breakthroughs in overseas expansion, thereby making steady progress toward building world-class investment banks. Meanwhile, certain small and medium-sized securities firms built professional advantages by focusing deeply on niche segments such as wealth management and sci-tech innovation services, unswervingly pursued strategic transformation,and achieved differentiated development. They continuously realized growth dividends amid the wave of high-quality development in the industry.

Operating with a client-oriented approach, the Company offers diverse and comprehensive financial products and services to individual, institutional and corporate clients, and engages in investment and trading. The principal business segments are wealth management and institutional business, investment banking, investment management as well as investment and trading.

II. Discussion and Analysis of Operations

(I) General operations

The year 2026 marks the launching year of the Company's strategic development during the "15th Five-Year Plan" period, and also a critical year for advancing its five-year strategic plan from 2024 to 2028. In the first half of the year, the Company anchored itself to the strategic development goal of "building a leading investment bank in China" and delivered sound development results, laying a solid foundation for fulfilling annual objectives and tasks and securing a favourable start to the "15th Five-Year Plan". The Company proactively captured market development opportunities and delivered a substantial increase in overall performance, reaching a record high for the corresponding period. The Company generated total revenue, other income and gains of RMB27.272 billion and net profit attributable to shareholders of the Company of RMB10.624 billion, representing year-on-year increases of 80.86% and 104.87%, respectively. The Company accelerated the transformation and upgrading of wealth management business, steadily increased the comprehensive income from institutional business, and prudently conducted capital intermediary business. Breakthroughs were achieved in investment banking business, while the investment and trading business adhered to a strategy of achieving "large scale and stable growth". The Company has been committed to developing an industry-leading AI-driven securities company with CMS characteristics. During the Reporting Period, there were no major risk compliance incidents or workplace safety incidents. Various risk-related losses maintained at a relatively low level, and risks were generally controllable.

(II) Analysis of principal businesses

1. Wealth management and institutional business

The wealth management and institutional business of the Company includes brokerage and wealth management, capital intermediary, and institutional client integrated services. In the first half of 2026, in terms of wealth management and institutional business, the Company recorded total revenue, other income and gains of RMB12.467 billion, representing a year-on-year increase of 39.74%.

Market Environment

In the first half of 2026, the one-way trading volume of stocks and funds in the A share market amounted to RMB378.69 trillion, representing a year-on-year increase of 96.98%. The balance of margin financing and securities lending kept climbing. As of the end of June 2026, the balance of margin financing and securities lending in the A share market amounted to RMB3.02 trillion, representing an increase of 18.88% compared with the end of the previous year. The institutional development of the market gathered pace. According to the statistics from Wind and the Asset Management Association of China (AMAC), during the Reporting Period, the share volume and number of mutual funds newly issued increased by 20.11% and 31.40% year-on-year, respectively. The filed scale and number of private funds increased by 87.91% and 43.36% year-on-year, respectively. As the Regulations on the Administration of Sales Fees for Publicly Offered Securities Investment Funds (《公開募集證券投資基金銷售費用管理規定》) was formally implemented, securities firms accelerated the shift of their wealth management businesses from being driven by the scale of product sales to enhancing the quality of client assets. Securities companies focused on building a buy-side investment advisory system oriented toward investor returns.

Actions and Achievements

(1) Brokerage and wealth management

In the first half of 2026, the Company earnestly implemented the client-oriented philosophy, strived to build a buy-side investment advisory brand with CMS characteristics, and comprehensively enhanced customer group management and the capabilities in product allocation, investment advisory services, and AI empowerment, aiming to establish an industry-leading wealth management ecosystem. The Company continued to deepen the tiered and categorized customer operation system. The Company built differentiated service advantages through flagship activities such as the "CMS Private Club" (招證私享會), "Visiting Listed Companies" (走進上市公司), "High-level Closed-door Meetings" (高端閉門會), and strategy conferences. It actively expanded the coverage of wealth management and high-net-worth clients while refining the service system. At the end of the Reporting Period, the number of individual high-net-worth clients and wealth management clients achieved rapid year-on-year growth. Drawing on its securities research strengths, the Company consolidated its asset allocation and product selection capability by building a selected product system centered on "Selected Mutual Fund", "Private Fund 50" (私募50), and the "Rising Eagle" (雛鷹). The Company also strengthened the service capability of wealth advisor team, effectively enhancing clients' investment experience and sense of satisfaction. The Company refined the strategy supply matrix for fund investment advisory business, and expedited the roll-out of customized services. The business scale achieved rapid expansion at the end of the Reporting Period. The Company further enriched the supply of pension products and actively advanced the Five Major Articles of Finance. Meanwhile, the Company pressed ahead with the construction of an integrated digital-intelligent service platform for investment advisory business, and kept refining the AI assistant "Zhao Xiao Gu" (招小顧). Such efforts effectively improved client experience and service efficiency, and supplied fresh impetus for the high-quality development of the wealth management business.

As of the end of the Reporting Period, the Company had approximately 22,068.4 thousand clients with normal trading activity, representing a year-on-year increase of 10%; and clients' assets under custody amounted to RMB5.78 trillion, representing an increase of 9.26% as compared to the end of 2025. At the end of the Reporting Period, the "CMS Fund Investment Adviser" (e招投) of the Company had a total of 101.3 thousand contracted clients, and AUM amounting to RMB8.592 billion, representing an increase of 84.73% as compared to the end of 2025. According to the statistics from Analysys Qianfan, in the first half of 2026, the average monthly active users of the Company's APP ranked 4th among securities firms, and the average daily visit duration per capita ranked the first among securities firms.

In terms of futures business, in the first half of 2026, China Merchants Futures vigorously developed digital finance, deepened the empowerment for IB channels, and continuously refined the tiered and categorized customer service system. It also strengthened internal coordination with the China Merchants Group, advanced the risk management business, and focused on enhancing comprehensive service capabilities for industrial clients. During the Reporting Period, the trading volume of commodity futures of China Merchants Futures increased by 97.07% year-on-year, driving overall trading volume to a year-on-year increase of 61.07%. Its market share also rose year-on-year.

In the overseas market, CMS International proactively expanded the overseas client base, continuously consolidated advantages in investment research and global trading capabilities, and enhanced cross-border financial services standards, maintaining resilient overall operations.

(2) Capital intermediary business

The Company's capital intermediary services mainly include margin financing and securities lending, securities refinancing as well as stock pledge repo businesses.

In the first half of 2026, the Company actively optimized the marketing policies for the margin financing and securities lending business, deepened relevant client services, and leveraged personalized services to promote marketing, thereby driving growth in the balance of margin financing and securities lending. As of the end of June 2026, the balance of margin financing and securities lending of the Company amounted to RMB152.354 billion, representing an increase of 18.44% as compared to the end of 2025; and the maintenance coverage ratio was 300.34%. The balance of stock pledge repo (including contribution from asset management plans) to be repurchased amounted to RMB21.273 billion, representing an increase of 6.83% as compared to the end of 2025, and the overall collateral coverage ratio was 309.82%, of which, the balance of contribution from self-owned capital amounted to RMB18.490 billion, representing an increase of 6.69% as compared to the end of 2025, and the overall collateral coverage ratio was 336.30%.

In terms of overseas markets, as of the end of June 2026, the balance of margin financing of CMS International amounted to HK$4.190 billion, representing an increase of 23.78% as compared to the end of 2025, and the maintenance coverage ratio was 274.08%.

Operating indicators	As at the end of June 2026	As at the end of 2025
Balance of margin financing and securities lending (RMB100 million)	1,523.54	1,286.38
Market share of margin financing and securities lending	5.04%	5.06%
Of which: Balance of securities lending (RMB100 million)	0.59	0.17
Market share of balance of securities lending	0.25%	0.10%
Balance of stock pledge repo (including contribution from asset management plans) (RMB100 million)	212.73	199.13
Balance of stock pledge repo by self-owned capital (RMB100 million)	184.90	173.30
Balance of overseas margin financing (HK$100 million)	41.90	33.85

(3) Institutional client integrated services

The Company is committed to providing a package of comprehensive financial services such as research, trading services, custody and fund administrative services, OTC derivatives and block trading for professional financial institutional investors such as mutual funds, private funds, banks and their wealth management subsidiaries, trusts, insurance firms and asset management companies.

① Institutional integrated services

In the first half of 2026, the Company made in-depth efforts in key areas including product innovation, integrated services, and technology empowerment for institutional business. The Company kept expanding and deepening the institutional client ecosystem, and provided institutional investors with even more high-quality and one-stop integrated financial services, thereby contributing to the high-quality development of China's capital market.

Adhering to a client-oriented approach, the Company's institutional business continuously strengthened the building of service team for institutional clients. The Company substantially deepened the service coverage for institutional clients by building a collaborative service model of "professional empowerment from the headquarters + localized business expansion by branch offices". The Company focused on building the distinctive service brand "Private Navigation Program" (私募領航計劃). Differentiated service strategies were implemented through a management model of "tiered and categorized operations + digital operation center + standardized service paradigm", which effectively enhanced client stickiness. The Company tapped into the comprehensive demands of corporate clients in the full life-cycle of investment, financing, and wealth management. The Company thoroughly and solidly advanced the operation of "CMS Enterprise Navigation" (招證企航) branded corporate integrated financial service system, and promoted the coordinated growth of businesses including corporate wealth management, market value management, equity incentives, specialized entrusted trading, and stock pledge. As of the end of June 2026, the Company's trading asset scale of private funds increased by 18.55% compared with the end of 2025, and corporate clients' assets under custody increased by 9.29% compared with the end of 2025. The Company upgraded the integrated service platform for institutional clients, and effectively leveraged AI to empower numerous operational management scenarios, thereby significantly enhancing client satisfaction and operational quality and efficiency.

② Research business

As of the end of June 2026, the Company offered research coverage of 3,043 listed companies in China and overseas, and 95% of the total market capitalization of the constituent stocks of the CSI 300 Index, 94% of the total market capitalization of the constituent stocks of the ChiNext Board, and 91% of the total market capitalization of the constituent stocks of the STAR Market.

During the Reporting Period, the Company systematically advanced the transformation and upgrading of research business. In terms of the first revenue curve, it enhanced research service capabilities for institutional clients through refined operations and achieved growth in seat leasing income. Closely following market hotspots, the Company organized characteristic research activities such as the commercial aerospace forum, pro-cyclical investment forum, brain-computer interface forum, global macroeconomics and geopolitics forum, and quantitative AI+ thematic forum, which effectively expanded the research influence. In terms of the second revenue curve, the Company further advanced the strategy of empowering business through research, optimized the coordination system, and refined the industry chain maps, providing specialized and forward-looking research support for investment banking and investment businesses. The Company actively served high-net-worth clients and corporate client groups by organizing six sessions of "CMS Private Club", sixteen sessions of "Wisdom Confluence" (智融洞見) chief investment research events, and eleven sessions of "Visiting Listed Companies" investment research events. Furthermore, the Company maintained its focus on national strategy research and comprehensively boosted the brand influence of the "CMS Think Tank" (招證智庫).

③ Custody and fund administrative services

In the first half of 2026, closely aligning with the strategic arrangement of high-quality development, the Company proactively responded to external challenges of normalisation of rigorous regulation and intensifying market competition, and further consolidated the industry-leading position in custody and fund administrative services.

In the field of custody and administrative services for private funds, the Company deepened tiered and refined client management, thoroughly explored demands for operational innovation, developed tailored, personalized and customized service support solutions for clients, took the lead in the industry in launching the T+0 NAV information disclosure service for private funds, enhanced investor experience through efficient internal coordination, and consolidated the product competitiveness of the private fund custody business; in the field of mutual fund custody, the Company focused on the ETF and fixed income product segments, continuously deepened strategic cooperation with leading mutual fund institutions, and effectively drove growth in the scale of mutual fund products under custody. In the field of financial institution business, leveraging its industry-leading private fund research capabilities, financial engineering technology systems and innovative, leading operational product competitiveness, the Company vigorously expanded channels such as securities firms' asset management, bank private banking, wealth management subsidiaries, and insurance and trust companies, building an asset management business ecosystem and deeply empowering various institutional clients. In respect of overseas fund services, the Company continued to build the "CMS-Partner+" brand and launched an intelligent overseas institutional service platform covering service portals for both managers and investors, thereby enhancing customer service experience. In the field of financial technology, the Company pioneered the "AI-Xiao Zhao" (AI-小招) performance assistant in the industry, leveraging digital and intelligent transformation to improve business quality and efficiency and build differentiated competitiveness.

As of the end of June 2026, the number of products under custody and fund administrative services of the Company amounted to 34.3 thousand, and the size of which amounted to RMB4.99 trillion, representing an increase of 16.59% as compared to the end of 2025; during the Reporting Period, the revenue from custody and fund administrative services recorded a year-on-year increase of 32.08%. The Company accelerated the expansion of its international business, with the size of offshore fund administrative management service of HK$33.920 billion, representing an increase of 50.23% as compared to the end of 2025. According to the statistics from the AMAC and Wind, as of the end of June 2026, the Company's market share in terms of the number of private fund products under custody reached 20.87%.

Outlook for the Second Half of 2026

The Company will continuously upgrade the tiered and categorized client services, strengthen AI-driven capabilities, deepen the implementation of its buy-side investment advisory strategy, and establish a comprehensive management framework for buy-side advisory services. Supported by a model of "multi-asset allocation + full-life-cycle companionship", the Company will deepen the investment research capability and build advantages in wealth management through considerate and ongoing services. The Company will also refine the integrated service model for major institutional clients, enrich the "one-stop" integrated service ecosystem for institutions, aiming to better satisfy their diversified and integrated service demands. The Company will provide premium services for corporate client groups such as listed companies, central and local SOEs, expand the corporate service ecosystem, and comprehensively consolidate the core competitiveness in integrated financial services for corporate clients.

2. Investment banking business

The investment banking business includes equity financing, debt financing, financial advisory, etc. In the first half of 2026, in terms of investment banking business, the Company recorded total revenue, other income and gains of RMB639 million, representing a year-on-year increase of 51.86%.

Market Environment

According to the statistics from Wind, in the first half of 2026, the number of shares issued in the A share market (excluding share issuance for asset acquisition, same for below) was 192, and the total amount of equity financing was RMB279.041 billion, representing a year-on-year increase of 81.37% (excluding the impact of large-scale capital replenishing private placements by state-owned banks in the first half of 2025, same for below). Among them, the proceeds raised from IPOs amounted to RMB95.363 billion, representing a year-on-year increase of 150.94%; and the proceeds raised from refinancing amounted to RMB183.678 billion, representing a year-on-year increase of 58.55%. Financing activity in the Hong Kong market continued to gain momentum, with Hong Kong IPOs maintaining strong momentum. According to the statistics from Bloomberg, in the first half of 2026, 82 IPOs were completed in the Hong Kong stock market, representing a year-on-year increase of 39; and the proceeds raised from IPOs totaled HK$200.676 billion, representing a year-on-year increase of 87.92%.

The domestic bond market expanded steadily on the whole. According to the statistics from Wind, in the first half of 2026, the domestic bonds (excluding central bank bills and inter-bank deposit certificates, same for below) issued amounted to RMB27.42 trillion in total, representing a year-on-year increase of 0.83%. Among them, the credit bonds (excluding treasury bonds, local government bonds, central bank bills, inter-bank deposit certificates and policy bank bonds, same for below) issued amounted to RMB10.68 trillion, representing a year-on-year increase of 3.44%. The corporate bonds issued amounted to RMB2.36 trillion in total, representing a year-on-year increase of 9.09%. The financial bonds issued amounted to RMB5.76 trillion, representing a year-on-year decrease of 2.39%. The asset securitization issued amounted to RMB1.17 trillion in total, representing a year-on-year increase of 19.82%.

Transactions in global M&A market exhibited robust vitality. According to the statistics from Bloomberg, in the first half of 2026, 25.9 thousand transactions were announced in the global market, and the total transaction value amounted to US$3.44 trillion, representing a year-on-year increase of 40.60%. Trading activity in the domestic M&A and restructuring market kept picking up. According to the statistics from Wind, in the first half of 2026, 3,711 M&A transactions were announced in China's M&A market (excluding overseas M&A), and the transaction value amounted to RMB1,143.873 billion, representing a year-on-year increase of 34.44%. 2,081 transactions were completed, and the transaction value amounted to RMB881.005 billion, representing a year-on-year increase of 50.63%.

Actions and Achievements

In the first half of 2026, the Company focused on the Five Major Articles of Finance to serve the real economy, and advanced the systematic and specialized operation of investment banking business in a coordinated manner, steadily enhancing the integrated service capability for the capital market. In the field of technology finance, the Company targeted strategic emerging industries such as next-generation information technology, high-end equipment manufacturing, new materials, and biomedicine. The Company executed multiple equity financing projects and sci-tech innovation bond issuance for sci-tech innovation enterprises, with an underwriting amount of RMB29.087 billion. In the field of green finance, aligning with the "dual carbon" development goals, the Company supported equity financing and green-themed bond issuance of relevant enterprises, with an underwriting amount of RMB6.862 billion. In the field of inclusive finance, the Company actively served the development of micro, small and medium-sized enterprises and the rural revitalization strategy, cultivated inclusive finance scenarios, and facilitated the issuance of multiple themed bonds, with an underwriting amount of RMB15.873 billion.

The Company comprehensively advanced the operation development and quality control to achieve simultaneous improvements in both the quality and efficiency of its development. The Company maintained the Class A rating for two consecutive years in both the investment banking business quality evaluation and bond underwriting practice assessment conducted by the Securities Association of China (SAC).

(1) Equity financing

During the Reporting Period, the Company actively captured opportunities arising from capital market development, continuously refined the specialized service capabilities, and steadily enhanced the competitiveness of the domestic and overseas equity underwriting businesses. In the domestic market, according to the statistics from Wind, the A-share equity underwriting amount of the Company was RMB9.211 billion in the first half of 2026, ranking 7th in the industry. The number of equity underwritings was 8, ranking 8th in the industry, and rising by 1 place year-on-year. Among them, the IPO business delivered a particularly strong performance, with an underwriting amount of RMB3.079 billion, representing a substantial year-on-year increase of 159.61%, ranking 6th in the industry, and rising by 3 places year-on-year. In terms of refinancing business, the Company completed offering and applied for registration approval for 9 projects in total, representing a year-on-year increase of 125%. Among which, 5 projects have completed offering, with an underwriting amount of RMB6.132 billion, ranking 7th in the industry; and 3 projects were under review, representing a year-on-year increase of 200%. In the overseas market, the Company made great strides in the equity business. According to statistics from Dealogic, the Company sponsored 7 Hong Kong IPOs in the first half of the year, ranking 5th in the overall market, with an underwriting amount of HK$8.077 billion.

The Company focused on conducting "Technology-Based Investment Banking" (科技投行), actively served sci-tech innovation and the development of new quality productive forces, and helped a number of high-quality enterprises list on the multi-level capital markets. In the integrated circuits sector, the Company made a significant breakthrough in core semiconductor projects by acting as a joint lead underwriter and supporting the completion of the A-share IPO of CXMT (688825.SH), a leading domestic DRAM company, in July this year. In the new energy sector, the Company sponsored the Hong Kong IPO of DAJIN (01081.HK), a globally leading supplier of core equipment for offshore wind power. In the new energy vehicle sector, the Company sponsored the Shenzhen Main Board IPO of THB Electronics (001365.SZ), a leading enterprise in automotive electronics and electrical systems in China. In the new materials sector, the Company sponsored the Hong Kong IPOs of Gon Technology (02768.HK), a leading enterprise in organic polymer modified materials in China, and WOER (09981.HK), one of the world's technology-leading manufacturers of heat-shrinkable materials and communication cable products. In the high-end equipment manufacturing sector, the Company sponsored the BSE IPO of SKY (920186.BJ), a leading vacuum technology enterprise, and the Hong Kong IPO of ZHAOWEI (02692.HK), China's technology-leading enterprise specializing in integrated micro transmission and drive system and dexterous hand. In the next-generation information technology sector, the Company sponsored the Hong Kong IPO of FS.COM (03355.HK), a global leader in enterprise-grade network solutions. In the biomedicine sector, the Company also successfully sponsored a number of IPOs. In addition, the Company continued to serve technology enterprises in the growth stage, and actively promoted the business opportunity of companies in the "Gazelle Incubator Project" company database. As at the end of the Reporting Period, a total of 690 companies have been selected into the "Gazelle Incubator Project" company database.

The Company continued to enhance the brand influence of "central enterprise-focused investment banking". During the Reporting Period, we completed 4 underwriting of domestic equity offerings for central enterprise projects, with an underwriting amount of RMB5.078 billion, both rising to 3rd in the industry in terms of the number and scale of underwriting, respectively. The Company completed certain projects with significant market impact, including a RMB20 billion private placement for China Shenhua (601088.SH), a subsidiary of China Energy Investment Corporation Co., Ltd. (CHN Energy).

A share projects	First half of 2026 Lead underwriting amount (RMB100 million)	First half of 2026 Number of projects	First half of 2025 Lead underwriting amount (RMB100 million)	First half of 2025 Number of projects
IPOs	30.79	3	11.86	2
Refinancing	61.32	5	46.80	3
Total	**92.11**	**8**	**58.66**	**5**

Source: Wind, using issue date as statistics caliber

Note: Refinancing excludes share issuance for asset acquisition, excluding the impact of refinancing by large state-owned banks in the first half of 2025.

(2) Debt financing

During the Reporting Period, the Company further consolidated its leading position in core bond product categories, with the growth in bond business scale outperforming the market. According to the statistics from Wind, in the first half of 2026, the domestic bonds lead underwritten by the Company amounted to RMB271.774 billion, representing a year-on-year increase of 34.90%. Notable progress was made across specific bond categories. The underwriting scale of financial bonds continued to improve, with an underwriting amount of RMB138.829 billion during the Reporting Period, representing a year-on-year increase of 60.50% and ranking 5th in the industry. The asset securitization business maintained steady growth, with an underwriting amount of RMB74.225 billion, representing a year-on-year increase of 18.16%, and ranking 5th in the industry. The corporate bond business advanced steadily, with an underwriting amount of RMB49.804 billion, representing a year-on-year increase of 23.68%. Meanwhile, the Company is strategically expanding into the innovation sector of public REITs, providing in-depth support for national infrastructure development and the optimization of existing assets. During the Reporting Period, acting as financial advisor, the Company facilitated the smooth launch of AVIC Beijing Changbao Rental Housing Public REIT (中航北京昌保租賃住房公募REIT), Beijing's first district-level rental housing public REIT, and the E Fund Guangxi Beitou Expressway Public REIT (易方達廣西北投高速公路公募REIT), the first public REIT in Guangxi Zhuang Autonomous Region. From 2021 to the end of the Reporting Period, the total initial issuance scale of public REITs for which the Company acted as financial advisor ranked 4th in the industry, continuously highlighting its capability in innovative business.

Domestic bonds	First half of 2026 Lead underwriting amount (RMB100 million)	First half of 2026 Number of projects	First half of 2025 Lead underwriting amount (RMB100 million)	First half of 2025 Number of projects
Corporate bonds	498.04	173	402.69	131
Financial bonds	1,388.29	96	864.96	88
Short-term financing bonds	0.00	0	11.00	2
Medium-term notes	81.09	23	95.69	46
Private placement notes	8.07	5	12.10	5
Asset securitization	742.25	496	628.20	461
Total	**2,717.74**	**793**	**2,014.65**	**733**

Source: Wind, using issue date as statistics caliber

Note: Bond underwriting excludes bonds issued as a principal. Others include local government bonds, international agency bonds, government-backed agency bonds, standardized notes and project revenue notes.

(3) Financial advisory

During the Reporting Period, the Company actively responded to the national strategy aimed at revitalizing existing assets, deepening industrial integration, preventing and resolving corporate risks, and promoting the high-quality development of the real economy. The Company ramped up resource input and strategic planning for M&A and restructuring business. The Company built a specialized M&A and restructuring database, continuously enhancing the matching efficiency of assets and resources as well as professional service capabilities in M&A integration. This approach strengthened and supplemented industrial chains, resolved corporate risks, and improved the quality and efficiency of existing assets. According to the statistics from Wind, in the first half of 2026, the Company successfully completed two representative M&A and restructuring projects, including the Acquisition of Control of Shanshan (600884.SH) by Anhui Wanwei Group (安徽皖維集團收購杉杉股份(600884.SH) 控制權項目) and the Acquisition of 100% Equity Interest in Golight by Everbest Machinery Industry (002980.SZ) (華盛昌(002980.SZ)收購伽藍特100%股權項目), with an aggregate transaction value of RMB5.447 billion.

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The Company will accelerate the transformation into a modern investment bank, highlighting the characteristics of "technology-driven investment banking" and "central SOE-focused investment banking", and promoting all-round quality upgrading of the investment banking business. The Company will continuously strengthen the two-way empowerment capability for the A share market and Hong Kong stock market, consolidate the fundamental strength of bond business, and cultivate new growth drivers for REITs business so as to cement the core competitive advantages. The Company will deepen its presence in key regions, prioritize investment in strategic emerging industries and future industries, and expand and enhance the high-quality client base. The Company will continue to strengthen the client acquisition capability in a systematic manner and raise the standard of integrated financial services. The Company will also improve the full-process compliance and risk control system, balance business expansion with risk prevention, and solidify the foundation for sustainable development.

3. Investment management

The Company engages in securities asset management business, mutual fund management business and private equity fund management business through its subsidiaries, namely China Merchants Securities Asset Management Co., Ltd. and China Merchants Zhiyuan Capital Investment Co., Ltd. The Company engages in mutual fund management business through its associated companies, namely Bosera Funds and China Merchants Fund. In the first half of 2026, in terms of investment management business, the Company's total revenue, other income and gains amounted to RMB1.303 billion, representing a year-on-year increase of 131.69%.

Market Environment

In the first half of 2026, the asset management industry as a whole exhibited a steady growth trend. According to the data from the AMAC, as of the end of June 2026, the scale of mutual funds exceeded RMB39 trillion, and the AUM of securities companies maintained steady expansion. As of the end of June 2026, the entrusted capital scale of securities companies' customer asset management was RMB10.23 trillion, representing an increase of 7.34% compared with the end of 2025. The mutual fund industry shifted from emphasizing scale expansion towards prioritizing investor returns. Industry participants kept strengthening core investment research capabilities, refined premium product portfolios, and drove the industry toward high-quality development.

Buoyed by multiple favourable factors, fundraising, investment, and exit activities of private equity and venture capital funds picked up in the first half of the year. According to the statistics from Zero2IPO Research, in terms of fundraising, a total of 3,981 new funds were raised, with a scale of RMB1,049.464 billion, representing year-on-year increases of 95.8% and 49.6%, respectively. Government investment funds, state-owned capital, insurance funds, financial asset investment companies, and other institutions maintained active capital contributions. In terms of investment, a total of 5,944 investment cases were completed, with an amount of approximately RMB565.4 billion, representing year-on-year increases of 14.7% and 31.9%, respectively. Sectors such as large models, physical AI, computing power, robotics, and aerospace led in popularity. In terms of exit, IPO and M&A exits of portfolio companies were active, with a total of 2,503 exit cases, representing a year-on-year increase of 8.3%. Among them, there were 1,732 IPO exit cases and 368 M&A exit cases of portfolio companies, representing year-on-year increases of 198.6% and 94.7%, respectively.

Actions and Achievements

(1) Asset management of securities companies

During the Reporting Period, CMS Asset Management prioritized the enhancement of active management capability, with a particular emphasis on building the private FOF product line, while steadily advancing the development of mutual fund business. By improving asset allocation capability and strengthening business synergy, the issuance of private FOF products accelerated. The number of private FOF products issued in the first half of the year reached a record high, with the AUM rising steadily. CMS Asset Management continued to advance the layout of mutual fund business. It filed applications for four mutual fund products during the Reporting Period, including the first public REITs of CMS Asset Management. In addition, CMS Asset Management further enriched its product lineup, actively deploying in fixed income plus, quantitative strategy, and cross-border product lines, thereby further satisfying customers' demands for diversified asset allocation. As of the end of June 2026, the total AUM of CMS Asset Management amounted to RMB265.678 billion.

	AUM (RMB100 million)		Net income from asset management business (RMB100 million)	
Items	**As at the end of June 2026**	**As at the end of 2025**	**First half of 2026**	**First half of 2025**
Mutual fund management business	726.07	704.01	2.85	1.34
Collective asset management	378.71	424.46	0.23	2.14
Separately managed account	830.68	779.55	0.59	0.45
Specialized asset management	721.32	702.49	0.11	0.19
Total	**2,656.78**	**2,610.50**	**3.78**	**4.12**

In terms of overseas business, CMS International focused on building the channel network and actively enhanced its brand influence in the market. As of the end of June 2026, the total AUM of CMS International reached HK$35.981 billion, representing an increase of 63.01% compared with the end of 2025.

(2) Private equity fund management

As of the end of June 2026, CMS Zhiyuan Capital had funds under management exceeding RMB40.0 billion, ranking among the top tier of securities firms. CMS Zhiyuan Capital adhered to a diversified development layout of "equity funds + REITs". Leveraging the internal synergy advantages of China Merchants Group, CMS Zhiyuan Capital secured phased results in cooperation with listed companies and industry leaders. Targeting strategic emerging industry sectors such as next-generation information technology, high-end equipment, new energy, and new materials, CMS Zhiyuan Capital earnestly delivered on the Five Major Articles of Finance, and achieved positive progress in facilitating breakthroughs in sci-tech innovation, and serving the green and low-carbon transition. During the Reporting Period, 6 new funds were established, with total proceeds amounting to RMB2.283 billion. The pace of investment accelerated markedly, with 17 projects invested in during the first half of the year and a transaction value of RMB695 million. Exit proceeds in the first half of 2026 amounted to RMB417 million. CXMT (688825.SH), in which CMS Zhiyuan Capital invested, was successfully listed in July and, as a benchmark enterprise in the domestic memory chip sector, attracted considerable attention in the capital market.

(3) Fund management

① Bosera Funds

In the first half of 2026, adhering to a development principle of pursuing progress while maintaining stability, Bosera Funds achieved steady growth in operating results. In terms of investment research system development, it comprehensively deepened the construction of an integrated investment research mechanism. By strengthening synergy and coordination between macro strategy and in-depth industry research, Bosera Funds advanced the close integration between products and research, while consolidating core competitive advantages in sci-tech innovation investment. In terms of product portfolio and business transformation, Bosera Funds focused on expanding the scale of ETF, "fixed income plus", and FOF businesses, while actively cultivating growth drivers in areas such as international business and discretionary accounts management. In the first half of 2026, the FOF business of Bosera Funds recorded industry-leading growth rate, with tangible results delivered from new growth drivers. In addition, Bosera Funds resolutely implemented the "AI+ Asset Management" strategy, pushed forward the development of the technology empowerment system, and dedicated itself to building a competitive moat underpinned by core technologies, effectively improving both customer service experience and internal operational efficiency.

As of the end of June 2026, the AUM of Bosera Funds (including the assets managed by subsidiaries) amounted to RMB1,808.6 billion, representing an increase of 1.9% as compared to the end of 2025. Among them, the AUM of mutual funds (excluding feeder funds) amounted to RMB1,110.1 billion, and the AUM of non-monetary mutual funds amounted to RMB631.4 billion, ranking among the top in the industry.

② China Merchants Fund

In the first half of 2026, China Merchants Fund thoroughly implemented the requirements on the high-quality development of mutual funds, took both "active management business" and "passive index business" as growth drivers, and continued to enhance six core capabilities. In terms of investment research capability, China Merchants Fund further strengthened competencies in equity investment, fixed income, multi-asset allocation, pension investment and quantitative investment, and deepened the interaction between investment and research. In terms of asset organization capability, China Merchants Fund accurately grasped market opportunities across various product categories, enriched diversified product portfolios, and was among the first batch of institutions to adjust performance comparison benchmarks of mutual funds. In terms of risk management capability, China Merchants Fund continued to advance comprehensive risk management, and no material compliance risk events occurred during the Reporting Period. In terms of technology support capability, China Merchants Fund accelerated the AI empowerment plan and developed five intelligent agents for active equity, fixed income, fixed income +, pension, ETF and marketing services. In terms of business innovation capability, China Merchants Fund achieved steady volume growth in multi-asset business, accelerated the expansion of ETF business, and pursued all-round development of investment advisory business. It also actively participated in the first batch of pilot programme for active ETFs and the model upgrades of discretionary accounts management business. In terms of talent team capability, China Merchants Fund improved market-oriented incentives and corporate culture construction in a coordinated manner, injecting endogenous momentum for high-quality development.

As of the end of June 2026, the AUM of China Merchants Fund (including the assets managed by subsidiaries) amounted to RMB1,692.9 billion, representing an increase of 6.18% as compared to the end of 2025. Among them, the AUM of mutual funds (excluding feeder funds) amounted to RMB996.3 billion; and the AUM of non-monetary mutual funds amounted to RMB623.1 billion, ranking among the top in the industry.

Outlook for the Second Half of 2026

CMS Asset Management will proactively enhance the investment research capability and channel expansion capability, efficiently execute the application and issuance of mutual fund products, and drive the growth in the scale of FOF and fixed income products. CMS Zhiyuan Capital will further deepen the cooperation with listed companies and industry-leading enterprises, expand fund scale, and build an industrial investment ecosystem. It will refine the integrated "investment, management, and exit" operation system, and establish a long-term mechanism covering post-investment management and exit management of projects. CMS Zhiyuan Capital will strengthen resource integration and business collaboration, with a focus on forging differentiated competitive advantages, and aiming to make every effort to boost its comprehensive strength in the private equity sector. The associated mutual fund companies will keep advancing the development of investment research systems, improve research methodologies and investment decision-making mechanisms, and focus on key business development. They will refine product portfolios, push forward product optimization and transformation as well as the adjustment of performance comparison benchmarks of existing products, and build a sound risk control and compliance system to serve as a safety barrier for high-quality development.

4. *Investment and trading*

The investment and trading business of the Company mainly includes equity investment, trading and market-making of derivative financial instruments, fixed-income investment, commodities, foreign exchange and alternative investment businesses. In the first half of 2026, in terms of investment and trading business, the Company's total revenue, other income and gains amounted to RMB12.746 billion, representing a year-on-year increase of 164.55%.

Market Environment

In the first half of 2026, China's economy maintained balanced growth momentum, macro policies remained supportive, and the capital market showed a positive development trend. The equity market exhibited structural divergence. The sci-tech innovation sector represented by artificial intelligence and semiconductors drew significant market attention, while traditional industries came under some pressure. Interest rates in the domestic bond market fluctuated within a range and trended slowly downward. The ChinaBond Composite Wealth Index rose by 2.03%. In the offshore market, against the backdrop of periodic monetary policy tightening by major central banks, the Chinese dollar bond investment-grade index rose by 1.29% in the first half of 2026. In the foreign exchange market, the RMB delivered independent strong performance, appreciating against the trend amid a strengthening US dollar, and the USD/RMB exchange rate fluctuated in both directions.

Actions and Achievements

During the Reporting Period, the equity investment business of the Company adhered to an absolute return-oriented approach, and continued to expand diversified asset allocation in a balanced manner. On the growth front, the Company actively captured opportunities in sci-tech innovation sectors such as artificial intelligence and semiconductors, as well as industries related to domestic substitution. In terms of defensive asset allocation, we increased the weighting of high-quality assets such as central and local SOEs with stable dividend-paying capabilities, building a margin of safety for the investment portfolio via stable dividends. In the first half of the year, the equity business of the Company outperformed the CSI 300 Index over the same period.

For equity derivatives business, the Company further strengthened the footprint in capital intermediary trading business. The Company prioritized capability building across core businesses including derivatives market-making, securities market making and over-the-counter (OTC) derivatives, while actively developing market-neutral investment business such as quantitative strategies. For derivatives market-making business, the Company ramped up investment in research and development (R&D), further enhancing the market competitiveness of market-making strategies and systems. It also strengthened fundamental research, improving capabilities in price discovery and risk management. For securities market-making business, the Company expanded the market-making instruments. During the Reporting Period, 323 fund market-making instruments were added, bringing the cumulative number of market-making instruments to 1,010, including 40 market-making instruments for STAR Market stocks. The securities market-making business maintained market-leading competitiveness. For OTC derivatives business, strictly adhering to compliance and risk-control requirements, the Company improved trading infrastructure driven by client demands, optimized the sales system, strengthened product innovation and support for sales and trading services, and enhanced comprehensive client service capabilities, with a view to building a competitive integrated financial service platform for OTC derivatives.

For fixed-income investment business, building on solid macro and market research, the Company strengthened the application of various trading instruments, and effectively enhanced asset allocation efficiency. The Company fully capitalized on structural market opportunities in both domestic and overseas bond markets. Meanwhile, the Company promoted the high-quality development of market-neutral strategies, and boosted technology empowerment and investment in innovative products, effectively enhancing the ability to generate excess returns. The Company consolidated advantages in the market-making business, optimized market-making strategies, and broadened the scope of market-making, thereby lifting the revenue-generating capability. The Company deeply participated in the market-making for sci-tech innovation bonds and sci-tech innovation bond ETFs, and maintained an industry-leading position in terms of market-making for exchange-traded bonds and bond ETFs. For foreign exchange business, the Company continuously enriched trading instruments and actively captured market opportunities. The Company further advanced the client business, actively expanded the client base covering corporate and financial institutions, and assisted clients with risk-neutral management of FX exposures. The Company remained among the top securities firms in terms of market influence of the foreign exchange business.

The Company thoroughly implemented the strategic arrangements of the Five Major Articles of Finance, and further increased the allocation to technology finance and green finance. The holding scale of both categories of special-purpose bonds at the end of the period increased compared with the same period last year. During the Reporting Period, the Company also completed its first carbon emissions trading, marking a substantive breakthrough in implementing the carbon finance strategy.

For alternative investment, CMS Investment closely followed the strategic plan under the national "15th Five-Year Plan". The Company focused on investment in strategic emerging industries and future industries, and further explored potential investment opportunities in leading enterprises within niche key and core technology segment. During the Reporting Period, CMS Investment made additional investment of RMB275 million, with multiple high-quality projects in the pipeline. CMS Investment continued to pursue refined post-investment management of projects and proactively advanced the listing process of portfolio companies. During the first half of the year, the Company completed IPO filings for multiple projects. DapuStor (301666.SZ) went public on the ChiNext Board in April, and CXMT (688825.SH) went public on the STAR Market in July, in both of which CMS Investment has invested. In the first half of the year, the total exit proceeds of CMS Investment amounted to RMB360 million. In the overseas market, CMS International proactively seized opportunities arising from the rebound in Hong Kong's primary market, continuing to pursue cornerstone and anchor investment opportunities in quality Hong Kong IPO projects.

Outlook for the Second Half of 2026

The Company will continuously enhance the capacity to respond to changes in the external environment and market fluctuations, and establish a dynamic allocation mechanism across major asset classes so as to achieve stable investment returns.

For equity investment business, the Company will pursue balanced deployment of multiple strategies, continuously optimize investment layout, and actively seize structural opportunities. The Company will strictly control risks while pursuing returns.

For equity derivatives business, the Company will continue to innovate and optimize the business model. For derivatives market-making business, the Company will further increase R&D investment in strategies and systems; for securities market-making business, the Company will promote specialized transformation, strengthen strategy research, and boost the profitability of trading activities; for the OTC derivatives business, the Company will pursue compliant and prudent development, continuously strengthen product innovation, and enhance the comprehensive capability in serving client demands.

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For fixed-income investment business, the Company will strengthen forward-looking macroeconomic research and market insights, prudently conduct directional investment, enhance the quality and efficiency of market-neutral strategies, and further diversify trading instruments and strategy dimensions. The Company will consolidate advantages in the market-making business, continuously enhance the comprehensive capability in client-facing business, and support the full-scale expansion of the FICC business.

CMS Investment will further deepen its investment footprint in key and core technology sectors such as "digital-intelligent technology, green technology, and life technology", scale up investment, and steadily expand its investment footprint. In terms of risk management, CMS Investment will further refine the full-cycle post-investment management system, and strengthen project risk monitoring. By optimizing exit channels for unlisted equity and reduction strategies for listed equity, the Company will better safeguard the preservation and appreciation of state-owned assets.

5. International business

The Company conducts its international business through its wholly-owned subsidiary, China Merchants Securities International Company Limited.

Market Environment

In the first half of 2026, China's capital market advanced further in high-standard institutional opening-up, with regulators emphasising the principle of "coordinating the use of both domestic and international markets and resources" and enhancing the facilitation of cross-border investment and financing in the capital market. Against this backdrop, growing global demand for allocating Chinese assets continued to be unleashed. Trading activity in the Hong Kong capital market increased significantly, and IPO fundraising recorded a strong increase. Meanwhile, rising demand from domestic residents for global wealth management and the growing need of Chinese enterprises for overseas industrial full-chain services have jointly driven the deepening of cross-border financial services and the further opening-up both domestically and internationally.

Actions and Achievements

During the Reporting Period, the Company firmly implemented its "Rooted in Hong Kong" strategy, driving relatively rapid growth in the revenue and net profit of its international business. In the first half of 2026, CMS International recorded operating income of RMB882 million, representing a year-on-year increase of 84.92%, and net profit of RMB502 million, representing a year-on-year increase of 292.62%. The Company strengthened its full-licence, full-client-base operating capabilities in its international business. Meanwhile, the Company coordinated onshore and offshore resources to advance the development of trading infrastructure, optimized the layout of its international talent pipeline, and comprehensively consolidated the foundation for cross-cycle business growth. This effectively drove business transformation and upgrading through internationalization and enhanced the Company's overall competitiveness.

Outlook for the Second Half of 2026

Guided by the overarching principle of "pursuing progress while maintaining stability, and enhancing quality and efficiency", the Company will continue to deepen its integrated onshore-offshore management and full-business-chain coordination mechanism. First, the Company will strengthen the lead role of investment banking at the source and its comprehensive service capabilities, deepening the cross-border investment and financing and institutional client service ecosystem. Second, the Company will enrich its cross-border product offerings, expand the scale of its trading and asset management businesses, and promote coordinated advancement between service-oriented businesses and client demand-driven capital-usage businesses. Third, the Company will accelerate capital replenishment and the development of digital platforms, and improve its cross-market risk identification and control system. The Company will continuously enhance the service capability and counter-cyclical resilience of its international platform, driving steady growth in the scale, profitability and overall influence of its international business.

III. Analysis of Core Competitiveness during the Reporting Period

The Company is the largest securities firm of the SASAC and the only controlled securities firm under China Merchants Group. With its more than 30 years of development, the Company has established notable key competitiveness.

(I) Strong synergy of the China Merchants system

As a member of China Merchants Group, the Company fully benefits from the brand influence of "China Merchants" and the advantages of synergistic development between the industrial and financial resources within the Group. Strongly supported by the Group, the Company has successfully achieved A+H shares listing, and established a market-oriented operating mechanism and a sound corporate governance structure. Currently, the Company actively integrates into China Merchants Group's "Third Pioneering Endeavor" strategic initiative, adopting "synergy-driven growth" as its core philosophy to build a competitive advantage through cross-unit collaboration, aiming to achieve maximized corporate value through distinctive, differentiated operations.

(II) Efficient one-stop comprehensive financial service system

In line with the national strategies and market demands, the Company has made forward-looking arrangements and has built a modern investment banking business model. The Company continuously strengthened the characteristic competitiveness of wealth management and institutional business, actively expand fixed income, equity investment, derivatives trading, asset management and other businesses, developed a cross-market, cross-business and multi-variety one-stop comprehensive financial services ecosystem, so as to provide customers with solutions throughout the entire life cycle.

(III) Profound customer base and extensive channel network

Upholding a client-oriented approach, the Company relies on efficient and professional services and a wide range of agencies and operating sites to accumulate a solid client base. The Company has 265 securities branches and 14 branches in China, and business agencies in Hong Kong (SAR), South Korea and other places, with its service network covering major capital markets around the world. At the same time, the Company continuously optimized the integrated online and offline service model, and steadily expanded and enhanced the customer base, so as to solidify the foundation for long-term growth.

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(IV) Growing financial technology capabilities

The Company attaches great importance to the capacity building of financial technology. Targeting digital and intelligent development, the Company actively built an industry-leading "AI-driven Securities Company", with technology empowerment underpinning the goal of becoming a leading investment bank in China. Centered on customers, the Company built two major systems, namely "AI + customer services" and "AI + business operations", accelerating the transformation of CMS APP towards an "intelligent proactive service" model, thereby continuously enhancing user experience. It also rolled out digital empowerment tools across multiple scenarios, including investment advisory, investment research, investment, and investment banking.

(V) Effective, sound risk management culture

The Company has firmly upheld the bottom-line thinking, and has continuously enhanced the ability to predict, respond to and dispose of major risks by improving the comprehensive risk management system. It has effectively prevented and resolved major financial risks and ensured that the total amount of risks is controllable, the structure is balanced, and the risk control indicators meet the standards. The Company adhered to the culture of compliance and sound operation, and has built a solid "three lines of defense" of before, during and post trading, so as to achieve the full coverage of internal control management across the headquarters, subsidiaries and branches and ensure the stable and healthy development of the Company.

IV. Operations of Principal Businesses during the Reporting Period

(I) Analysis of principal businesses

1.1 Analysis of the profitability of the Company during the Reporting Period

In the first half of 2026, the Company's total revenue, other income and gains amounted to RMB27.272 billion, representing a year-on-year increase of 80.86%; and profit for the period attributable to shareholders of the Company amounted to RMB10.624 billion, representing a year-on-year increase of 104.87%.

Unit: RMB'000

	Current Period		Previous Period		Change	
Items	**Amount**	**Percentage**	**Amount**	**Percentage**	**Amount**	**Percentage**
Fee and commission income	9,175,814	33.65%	6,272,266	41.59%	2,903,548	46.29%
Interest income	5,273,906	19.34%	4,534,211	30.07%	739,695	16.31%
Investment gains, net	12,914,464	47.35%	4,123,562	27.35%	8,790,902	213.19%
Other income and gains, net	-91,994	-0.34%	149,355	0.99%	-241,349	-161.59%
Total revenue, other income and gains	**27,272,190**	**100.00%**	**15,079,394**	**100.00%**	**12,192,796**	**80.86%**

Fee and commission income amounted to RMB9.176 billion, representing a year-on-year increase of 46.29%. Among which, the income from securities and futures brokerage business amounted to RMB7.733 billion, representing a year-on-year increase of 51.94%, mainly attributable to the year-on-year increase in net fee income from agency trading of securities of the Company as a result of the general increase in the trading volume of stocks and funds in A share and H share markets; the income from underwriting and sponsorship business amounted to RMB574 million, representing a year-on-year increase of 52.18%, among which, fee income from IPOs of the Company recorded year-on-year increase; and the income from asset management and fund management business amounted to RMB409 million, representing a year-on-year decrease of 8.46%, mainly attributable to the year-on-year decrease in income from asset management business of CMS Asset Management, a subsidiary of the Company.

Interest income amounted to RMB5.274 billion, representing a year-on-year increase of 16.31%, among which, interest income from margin financing and securities lending business increased by 23.97% on a year-on-year basis, interest income from exchanges and financial institutions balances, deposits and clearing settlement funds increased by 21.81% on a year-on-year basis, and interest income from debt instruments at fair value through other comprehensive income decreased by 5.03% on a year-on-year basis.

Investment gains, net amounted to RMB12.914 billion, representing a year-on-year increase of 213.19%, among which, the alternative investment and proprietary investment both achieved a year-on-year increase.

Other income and gains, net amounted to a deficit of RMB92 million, representing a year-on-year decrease of 161.59%.

Unit: RMB'000

	Current Period		Previous Period		Change	
Items	**Amount**	**Percentage**	**Amount**	**Percentage**	**Amount**	**Percentage**
Depreciation and amortization	481,037	3.21%	448,508	4.43%	32,529	7.25%
Staff costs	6,879,989	45.88%	3,317,686	32.78%	3,562,303	107.37%
Fee and commission expenses	2,382,841	15.89%	1,380,514	13.64%	1,002,327	72.61%
Interest expenses	3,733,967	24.90%	3,904,192	38.57%	-170,225	-4.36%
Tax and surcharges	84,886	0.57%	61,293	0.61%	23,593	38.49%
Other operating expenses	1,181,571	7.88%	1,025,000	10.13%	156,571	15.28%
Impairment losses under expected credit loss model, net of reversal	250,278	1.67%	-15,764	-0.16%	266,042	1,687.66%
Total expenses	**14,994,569**	**100.00%**	**10,121,429**	**100.00%**	**4,873,140**	**48.15%**

In the first half of 2026, the total expenses of the Company amounted to RMB14.995 billion, representing a year-on-year increase of 48.15%, among which:

Fee and commission expenses amounted to RMB2.383 billion, representing a year-on-year increase of 72.61%, mainly attributable to the year-on-year increase in fee and commission expenses of the securities and futures brokerage business.

Interest expenses amounted to RMB3.734 billion, representing a year-on-year decrease of 4.36%, mainly attributable to the year-on-year decrease in financial assets sold under repurchase agreements.

Staff costs amounted to RMB6.88 billion, representing a year-on-year increase of 107.37%.

Other operating expenses amounted to RMB1.182 billion, representing a year-on-year increase of 15.28%, mainly attributable to a year-on-year increase in electronic equipment operation expenses and business promotion expenses.

Impairment losses under expected credit loss model, net of reversal amounted to RMB250 million, representing a year-on-year increase of RMB266 million, among which, provisions for impairment losses of financial assets held under resale agreements and of advances to customers were made.

Other expenses included depreciation and amortization and tax and surcharges.

1.2 Analysis of segment revenues, other incomes and gains

Unit: RMB'000

	Current Period		Previous Period		
Business segment	**Amount**	**Percentage**	**Amount**	**Percentage**	**Percentage change**
Wealth management and institutional business	12,467,486	45.72%	8,922,208	59.17%	Decreased by 13.45 percentage points
Investment banking	638,981	2.34%	420,761	2.79%	Decreased by 0.45 percentage point
Investment management	1,303,262	4.78%	562,506	3.73%	Increased by 1.05 percentage points
Investment and trading	12,745,815	46.74%	4,817,938	31.95%	Increased by 14.79 percentage points
Other business	120,725	0.44%	361,600	2.40%	Decreased by 1.96 percentage points

Segment total revenue, other income and gains from the wealth management and institutional business amounted to RMB12.467 billion, representing a year-on-year increase of 39.74%; segment total revenue, other income and gains from the investment banking business amounted to RMB639 million, representing a year-on-year increase of 51.86%; segment total revenue, other income and gains from the investment management business amounted to RMB1.303 billion, representing a year-on-year increase of 131.69%; segment total revenue, other income and gains from the investment and trading business amounted to RMB12.746 billion, representing a year-on-year increase of 164.55%; and segment total revenue, other income and gains from other businesses amounted to RMB121 million, representing a year-on-year decrease of 66.61%.

In terms of revenue composition, the proportion of the wealth management and institutional business, the investment banking business and other business decreased by 13.45 percentage points, 0.45 percentage point and 1.96 percentage points year-on-year, respectively, and the proportion of the investment management business and investment and trading business increased by 1.05 percentage points and 14.79 percentage points year-on-year, respectively.

1.3 Analysis of assets and liabilities

As at the end of June 2026, the Company's total assets amounted to RMB871.408 billion, representing an increase of RMB117.931 billion, or 15.65%, as compared to the end of 2025. Excluding the accounts payable to brokerage clients and accounts payable to underwriting clients, total assets amounted to RMB643.825 billion, representing an increase of RMB45.372 billion, or 7.58%, as compared to the end of 2025, among which, cash and bank balances and clearing settlement funds increased by RMB75.933 billion as compared to the end of 2025, financial assets[1] increased by RMB18.237 billion as compared to the end of 2025, and advances to customers and financial assets held under resale agreements increased by RMB16.633 billion as compared to the end of 2025.

The Company's asset quality and liquidity remained sound, and its net current assets amounted to RMB183.351 billion. The Company's cash and bank balances and clearing settlement funds, financial assets, advances to customers and financial assets held under resale agreements, and interests in associates and joint ventures accounted for 28.55%, 45.60%, 20.31% and 1.55% of total assets, respectively. As compared to the end of last year, the proportion of the Company's cash and bank balances and clearing settlement funds increased by 5.61 percentage points in aggregate, financial assets decreased by 4.72 percentage points, advances to customers and financial assets held under resale agreements decreased by 0.98 percentage point in aggregate, and interests in associates and joint ventures decreased by 0.22 percentage point.

As at the end of June 2026, the Company's total liabilities amounted to RMB726.576 billion, representing an increase of RMB111.146 billion, or 18.06%, as compared to the end of 2025. Excluding accounts payable to brokerage clients and accounts payable to underwriting clients, total liabilities amounted to RMB498.994 billion, representing an increase of RMB38.587 billion, or 8.38%, as compared to the end of 2025. Among which, bonds payable increased by RMB35.944 billion as compared to the end of 2025.

[1] Note: Financial assets = Equity instruments at fair value through other comprehensive income + Debt instruments at fair value through other comprehensive income + Debt instruments at amortized cost + Financial assets at fair value through profit or loss + Derivative financial assets

The Company's liabilities are mainly denominated in RMB, HKD and USD. For details of the Company's borrowing rates, please refer to Note 33 "Short-term borrowings", Note 34 "Short-term debt instruments", Note 35 "Placements from banks and other financial institutions", Note 42 "Long-term borrowings due within one year", Note 43 "Long-term borrowings", Note 48 "Bonds payables due within one year" and Note 49 "Bonds payables" to the consolidated financial statements of this report.

Among total liabilities, the Company's financial assets sold under repurchase agreements, short-term borrowings and placements from banks and other financial institutions accounted for 19.35%; accounts payable to brokerage clients and accounts payable to underwriting clients accounted for 31.32%; bonds payable accounted for 24.26%; short-term debt instruments accounted for 5.25%; and financial liabilities at fair value through profit or loss and derivative financial liabilities accounted for 11.27%. As compared to the end of last year, the proportion of financial assets sold under repurchase agreements, short-term borrowings and placements from banks and other financial institutions decreased by 7.59 percentage points; the proportion of accounts payable to brokerage clients and accounts payable to underwriting clients increased by 6.13 percentage points; the proportion of bonds payable increased by 1.46 percentage points; the proportion of short-term debt instruments decreased by 5.21 percentage points; and the proportion of financial liabilities at fair value through profit or loss and derivative financial liabilities increased by 3.24 percentage points.

As at the end of June 2026, excluding accounts payable to brokerage clients and accounts payable to underwriting clients, the gearing ratio of the Company was 77.50%, representing an increase of 0.57 percentage point as compared to the end of 2025.

As at the end of June 2026, equity attributable to shareholders of the Company amounted to RMB144.785 billion, representing an increase of RMB6.781 billion as compared to the end of 2025. Among which, profit for the period attributable to shareholders of the Company amounted to RMB10.624 billion; dividends recognized as distribution amounted to RMB3.905 billion; and distribution to holders of other equity instruments amounted to RMB633 million.

1.4 Cash flows

Unit: RMB'000

Items	Current Period	Previous Period	Change	Percentage change
Net cash (used in)/generated from operating activities	-3,637,794	17,042,752	-20,680,546	-121.35%
Net cash (used in)/generated from investing activities	-2,610,691	13,613,406	-16,224,097	119.18%
Net cash generated from/(used in) financing activities	15,248,495	-34,210,943	49,459,438	144.57%
Net increase/(decrease) in cash and cash equivalents	9,000,010	-3,554,785	12,554,795	353.18%

In the first half of 2026, excluding the impact of changes in cash held on behalf of customers, the Company's cash and cash equivalents amounted to RMB29.973 billion, among which cash and cash equivalents denominated in RMB accounted for 79.77%. The Company's cash and cash equivalents are mainly denominated in RMB, HKD and USD.

In the first half of 2026, the Company's net increase in cash and cash equivalents amounted to RMB9.00 billion. Among which, net cash used in operating activities amounted to RMB3.638 billion; net cash used in investing activities amounted to RMB2.611 billion; and net cash generated from financing activities amounted to RMB15.248 billion.

Net cash from operating activities decreased by RMB20.681 billion as compared to the first half of 2025, mainly attributable to the increase of RMB24.688 billion in advances to customers.

Net cash from investing activities decreased by RMB16.224 billion as compared to the first half of 2025, mainly attributable to the increase of RMB15.862 billion in net purchases of financial instruments at fair value through other comprehensive income.

Net cash from financing activities increased by RMB49.459 billion as compared to the first half of 2025, mainly attributable to the increase of RMB38.945 billion in net proceeds from issuance of bonds and short-term debt instruments.

2. Overseas assets

Overseas assets amounted to RMB79.906 billion, accounting for 9.17% of total assets.

3. Main restrictions on assets as at the end of the Reporting Period

For details, please refer to "Chapter 9 Financial Report" of this report.

(II) Analysis of investment

1. General analysis of external equity investments

During the Reporting Period, the Company had no new external equity investments. For details, please refer to "Interests in associates and joint ventures" in "Chapter 9 Financial Report" of this report.

2. Financial assets measured at fair value

Unit: 10,000 Yuan Currency: RMB

Asset class	Opening amount	Profit or loss from changes in fair value for the Current Period	Cumulative changes in fair value included in equity	Impairment provision for the Current Period	Purchase amount for the Current Period	Disposal/ redemption amount for the Current Period	Other changes	Closing amount
Bonds	26,042,179.64	56,508.98	32,954.92	395.34	65,404,038.97	66,619,473.54	-92,041.15	24,824,167.82
Funds	4,674,457.55	10,292.79	-12,545.04	-	168,802,764.13	169,010,608.85	-6,448.13	4,457,912.45
Stocks	4,242,501.29	1,176,456.78	-126,817.93	-	22,648,159.31	21,649,997.45	-75,838.45	6,214,463.55
Derivatives	-428,190.77	-1,297,065.68	-	-	-	-	72,354.20	-1,652,902.25
Others	2,643,397.06	987,577.32	-	-	2,690,789.74	2,497,943.06	-28,167.07	3,795,653.99
Total	**37,174,344.77**	**933,770.19**	**-106,408.05**	**395.34**	**259,545,752.15**	**259,778,022.90**	**-130,140.60**	**37,639,295.56**

Securities investment

As the Company is a securities company principally engaging in proprietary securities business with frequent and wide varieties of transactions, and has disclosed the investment categories, fair value changes, investment gains and other details in "Chapter 9 Financial Report", the Company will not disclose the relevant details of securities herein.

(III) Analysis of principal subsidiaries and companies in which the Company has a non-controlling interest

Details of principal subsidiaries and non-controlling companies

Unit: 100 Million Yuan Currency: RMB

Company name	Type	Principal activities	Registered capital	Total assets	Net assets	operating income	Operating profit	Net profit
China Merchants Securities Asset Management Co., Ltd.	A subsidiary	It is principally engaged in securities asset management and publicly offered security investment funds management.	10.00	59.84	54.36	4.49	1.92	1.44
China Merchants Securities International Company Limited	A subsidiary	Through its subsidiaries, it is principally engaged in securities and futures contracts brokerage, listing sponsorship, financial advisory, corporate finance, investment management, asset management, market research and other businesses as permitted by regulatory rules of the places where its subsidiaries operate.	53.86	799.06	95.16	8.82	5.57	5.02
China Merchants Futures Co., Limited	A subsidiary	Its principal businesses include commodity futures brokerage, financial futures brokerage, futures investment consultation and asset management.	35.98	525.15	57.79	5.47	3.50	2.63
China Merchants Zhiyuan Capital Investment Co., Ltd.	A subsidiary	It is principally engaged in private equity investment funds and related consultancy and advisory services and other businesses as permitted by regulatory authorities.	21.00	64.73	27.90	8.17	7.91	6.32

Company name	Type	Principal activities	Registered capital	Total assets	Net assets	operating income	Operating profit	Net profit
China Merchants Securities Investment Co., Ltd.	A subsidiary	It is principally engaged in alternative investment businesses such as financial products and equity investment other than those listed in the List of Securities Investments for Proprietary Trading of Securities Companies (《證券公司證券自營投資品種清單》).	101.00	167.09	142.70	69.70	69.54	52.20
Bosera Asset Management Co., Limited	A non-controlling company	Its business scope includes fund raising, sales of funds, asset management and other businesses permitted by the CSRC.	2.50	146.50	110.95	26.59	10.52	8.04
China Merchants Fund Management Co., Ltd.	A non-controlling company	Its business scope includes fund management, promotion and establishment of funds and other businesses approved by the CSRC.	13.10	157.67	114.28	29.19	10.47	8.02

Note: The net profit of China Merchants Securities Investment Co., Ltd. for the Current Period increased by 8,370% year-on-year, primarily due to the listing of multiple equity investment projects during the Current Period resulting in a significant increase in gains or losses from changes in fair value.

(IV) Structured entities controlled by the Company

As of June 30, 2026, the Group consolidated 79 structured entities, including mainly asset management schemes, investment funds and limited partnerships. Under the circumstance that the Group is involved in a structured entity as manager and investor, the Group comprehensively assesses whether its potential variable returns will be significantly affected by the returns attributable to its investment and the remuneration as a manager and whether the Group is a primary responsible person of the entity. As of June 30, 2026, the total assets of the consolidated structured entities amounted to RMB40.946 billion.

(V) Financing

1. Financing channels and financing capabilities

The Company has established diversified financing channels, and engages in financing through onshore and offshore additional issuance, rights issue, issuance of perpetual subordinated bonds, subordinated bonds, corporate bonds, financial bonds, short-term financing bonds, income certificates, margin fund loan, interbank borrowing and repurchase, bank borrowings, etc. The Company arranges the types of financing according to its operation and business development needs, with an aim to optimize its financing structure.

2. Liability structure

As of the end of June 2026, total liabilities of the Company amounted to RMB726.576 billion. Excluding the accounts payable to brokerage clients and accounts payable to underwriting clients, total liabilities amounted to RMB498.994 billion. Of which, as of the end of June 2026, bonds payable amounted to RMB176.241 billion, accounting for 35.32% of liabilities; short-term debt instruments amounted to RMB38.165 billion, accounting for 7.65% of liabilities; long-term borrowings amounted to RMB6.155 billion, accounting for 1.23% of liabilities; financial assets sold under repurchase agreements amounted to RMB128.799 billion, accounting for 25.81% of liabilities; short-term borrowings amounted to RMB10.759 billion, accounting for 2.16% of liabilities; and placements from banks and other financial institutions amounted to RMB1.024 billion, accounting for 0.21% of liabilities. The Company had stable operation, good profitability, abundant liquidity replenishment channels and excellent asset quality, which provide a strong protection for the Company's solvency.

3. Liquidity management

In respect of liquidity management, the Company aims to ensure its liquidity safety and meet the needs of business development. In a normal operation environment, the Company aims to maintain sufficient capital to meet the needs of business development. In stressful situations, the Company aims to maintain sufficient buffer capacity to release cash flows and ensure the capital requirements in unconventional circumstances.

The Treasury Department of the Company is responsible for the allocation of capital, coordination of capital planning, management of capital positions and capital requirements, and daily monitoring of cash positions and cash flow gaps.

By analyzing and monitoring the size and structure of assets and liabilities, the Company ensures that the size and duration of its assets and liabilities are able to meet its business development needs, while also maintaining premium liquid assets at a reasonable and sufficient level. The Company has formulated a multi-tiered liquidity risk indicator limit management system based on its risk appetite, and monitors the performance of each risk indicator on a daily basis. The Company monitors and analyzes the development of each business in a timely manner, and on such basis, uses risk assessment approaches such as sensitivity analysis, stress test and VaR analysis to dynamically monitor the liquidity risk, and takes corresponding risk management measures. The Company has established an internal risk reporting system so that it can be promptly aware of the liquidity risk of each business and take corresponding measures to ensure the safety, stability and sustainability of each business. The Company has formulated an emergency management system to deal with the shortage of funds, and organizes emergency plans and conducts regular drills and evaluations. The Company actively expands its financing channels, and meets various needs for capital in its business process through diverse financing approaches. In the first half of 2026, the Company's liquidity risk indicators performed well. It had adequate liquid assets, and the liquidity of asset allocation continued to maintain at a high level.

V. Other Disclosures

(I) Potential Risks

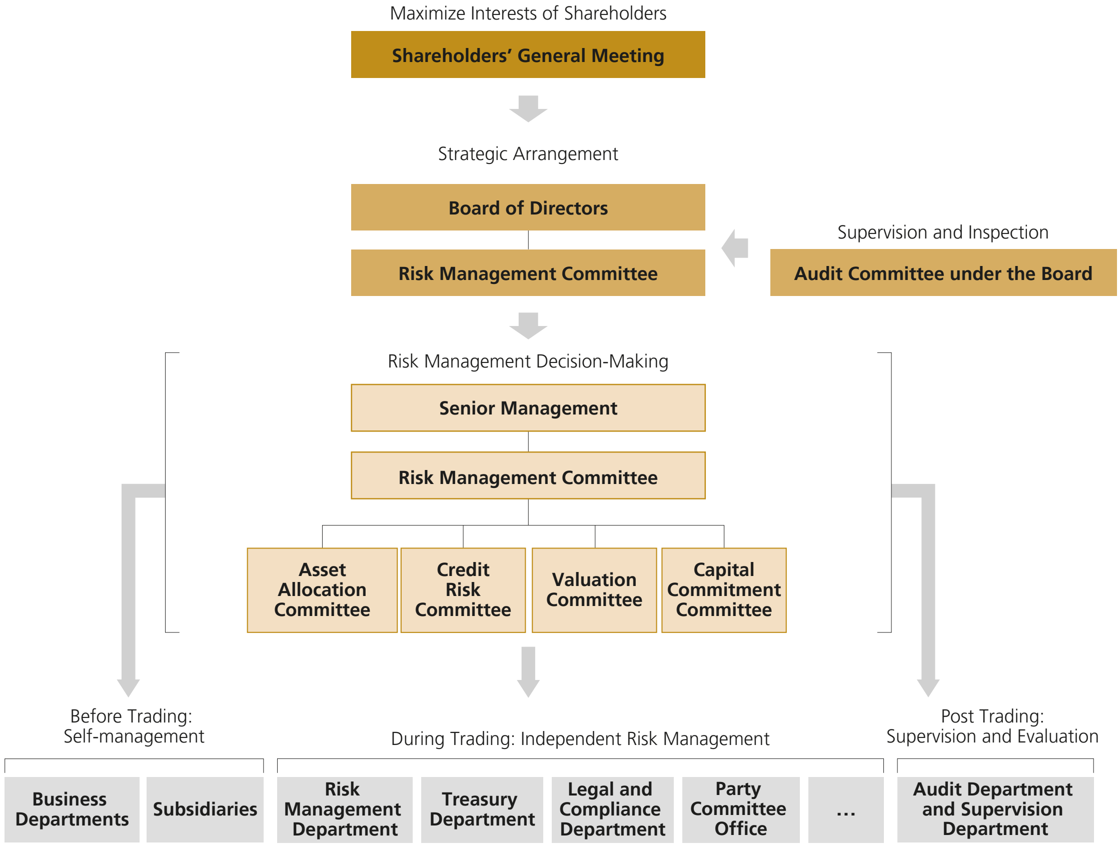
During the Reporting Period, the Company continued to explore new risk management practices and approaches to ensure its long-term and sustainable development. Details of the risk management profile and relevant measures in relation to the market risks, credit risks, operational risks, liquidity risks and other risks during the business operation of the Company are as follows:

1. Risk management

(1) Risk management structure

Since its incorporation, the Company has been committed to establishing a comprehensive, insightful, holistic, effective and compatible risk management system that is aligned with its general strategic development objectives. Sound corporate governance and effective risk management and internal control system have been put in place to cope with the risks in the securities market faced by the Company.

In accordance with the Guidelines for Internal Control of Securities Companies (《證券公司內部控制指引》), the Norms for the Overall Risk Management of Securities Companies (《證券公司全面風險管理規範》) and the Guidelines for the Consolidated Management of Securities Companies (Trial) (《證券公司併表管理指引（試行）》), and taking into account its operational needs, the Company has taken the lead in establishing a modern five-level risk management structure, consisting of strategic arrangements of the Board, supervision and inspection of the Audit Committee under the Board, risk management decision of the senior management and the Risk Management Committee, risk control and supervision of relevant departments in charge of risk management and the direct management of other departments, branches and wholly-owned subsidiaries.



The overall risk management responsibilities of the five levels in the risk management organizational structure of the Company are as follows:

① The Board and its Risk Management Committee are responsible for reviewing and approving the risk management strategy, overall risk management system, consolidated management system, risk appetite, risk tolerance and various risk limit indicators of the Company, convening quarterly meetings to review risk assessment reports of the Company.

② The Audit Committee under the Board is responsible for supervising and examining the operation of the overall risk management system and consolidated management system of the Company.

③ The senior management is fully responsible for the risk management in the Company's business operation and the implementation of consolidated management. They regularly review risk assessment reports, formulate risk management measures and establish risk limit indicators. The Risk Management Committee was set up under the senior management as the highest risk management decision-making body at the operation level. The Company has also appointed a Chief Risk Officer to oversee the formation of the overall risk management system, monitor, evaluate and report the enterprise risk level, and provide risk management advice for business decision-making of the Company. In addition, the Asset Allocation Committee, Credit Risk Committee, Valuation Committee, Capital Commitment Committee and Investment Banking Business Risk Policy Committee were set up under the Risk Management Committee and responsible for making collective decisions based on experts' suggestions on issues relating to asset allocation, credit risk, securities valuation, capital commitment risks and investment banking business risk within their respective scope of authorization. The risk management of subsidiaries is managed by the enterprise risk management system of the Company through vertical management approach.

④ As the department in-charge of coordinating the Company's management over market, credit and operational risks, the Risk Management Department is responsible for managing the market risks and credit risks, as well as assisting and guiding other business departments in managing operational risks of the Company. As the department in-charge of the liquidity risk management of the Company, the Treasury Department is responsible for managing liquidity risks and the formation of the liquidity risk management system. The Legal and Compliance Department is responsible for managing the compliance and legal risks as well as money laundering risks of the Company and assisting the Chief Compliance Officer in reviewing, supervising and examining the compliance over the business operations and practice of the Company and its employees, and promoting the implementation of work in relation to anti-money laundering. The Risk Management Department and the Party Committee Office are responsible for managing the reputational risks of the Company and other departments of the Company perform front-line responsibilities for reputation risk management. The Audit Department is responsible for auditing and examining the effectiveness and execution of the risk management procedures of the Company as well as conducting an overall evaluation of the internal control system of the Company at least once a year.

⑤ Each of the business departments, branches and wholly-owned subsidiaries of the Company is directly responsible for risk management and supervision of their respective business and management fields.

The Company has established a "three lines of defense" system of risk management to identify, assess, address, monitor, inspect and report risks. The first line of defense is the departments and branches which conduct effective self-regulated risk management; the second line of defense is the relevant risk-control functions that carry out professional measures on risk management; and the third line of defense is post-event supervision and evaluation conducted by the Audit Department and Supervision Department.

(2) Risk management system

Guided by the Overall Risk Management System of China Merchants Securities Co., Ltd. (《招商證券股份有限公司全面風險管理制度》), the Consolidated Management System of China Merchants Securities Co., Ltd. (《招商證券股份有限公司併表管理制度》) and the Rules of Procedures for Risk Management Committee of the Board of China Merchants Securities Co., Ltd. (《招商證券股份有限公司董事會風險管理委員會工作規則》), the Company has developed a risk management system that covers various risk exposures including overall, market, credit, operational, liquidity, reputation and money laundering risks and specifies the boundaries and general principles of each risk category.

(3) Quantitative risk management indicator system

The Company has on a top-down basis established a quantitative risk management indicator system covering risk appetite, risk tolerance, economic capital and risk limit, so as to prioritize businesses with higher risk-adjusted returns for resource allocation. This approach has effectively improved the risk management and the corporate value of the Company.

① Coherent risk appetite and tolerance indicators: Risk appetite framework establishes the fundamental attitude of the Board and the senior management towards the balance between risk and return based on the analysis of various risk exposures of the Company. Risk tolerance refers to quantitative limit indicators reflecting the effectiveness of risk management set by the Company for each specific business segment based on risk appetite and the characteristics of different business segments, in order to specify the maximum tolerance range for risk management results. After years of effort, the Company has developed clear risk appetite descriptions covering risk types such as strategic risk, market risk, credit risk, operational risk, liquidity risk and legal compliance risk, based on which a risk appetite indicator system and a risk tolerance indicator system were established. The Company sets its targets of risk appetite and risk tolerance at the beginning of each year and determines economic capital budget and business authorization accordingly. The Company monitors and reports risk appetite and risk tolerance on a monthly basis, and continuously reviews the risk management based on the results.

② Scientific economic capital management model: The Company kept on optimizing the methodologies on economic capital measurement and improving the economic capital management process. Our economic capital management covered market risk, credit risk and operational risk. The Company has developed internal models to measure market risk and credit risk of the economic capital that are sufficiently sensitive to risk factors and practically sound. It measured operational risks according to the standards under the Basel Accords. The measurement of economic capital is generally used in areas such as risk monitoring, quantitative assessment and performance assessment.

③ Business authorization management system with the core of risk limits: Within the statutory business scope, the Company granted business authorization at different levels based on the risk rating of the decision-making matters. The Company granted authorization prudently based on the risk management capability, implementation of business authorization and actual risk management results of each business department, so as to improve decision-making efficiency while keeping the risks under control. Unauthorized operations are strictly prohibited. Authorized persons at each level must exercise their power and undertake business activities only within the authorized scope, and must not exceed their authorities.

④ Comprehensive stress testing mechanism: The Company established the Administrative Regulations for Stress Testing of China Merchants Securities Co., Ltd. (《招商證券股份有限公司壓力測試管理規範》), which specified the division of duties among departments in stress test and determined the methods and procedures of stress test. The Company conducts routine or ad hoc stress test on liquidity risk, credit risk and market risk, as well as net capital and other risk limit indicators, based on business and market development. With this approach, the Company can effectively evaluate changes in the operation and risk profiles under extreme circumstances.

(4) Risk management culture

Taking the prevention and control of risks as the eternal theme, the Company has actively cultivated a financial culture with Chinese characteristics, practices the core values of compliance, integrity, professionalism and prudence in the securities industry, steadfastly embraces the cultural concept of "commitment to practice" and has established an integrated risk management system. Through comprehensive physical risk audits, independent risk monitoring and targeted risk investigations, the Company will timely identify potential risks and take countermeasures, so as to adeptly navigate the balance between risk management and business development. Leveraging promotion platforms at different levels, the Company fosters a culture of stable risk management and upholds rigorous value standards. Comprehensive professional training is conducted, encompassing critical risk areas, risk control policies and systems, as well as risk warning cases. Additionally, a dedicated risk case column is instituted to sharpen the risk awareness and preventive acumen of all employees, thereby fortifying the foundation for the Company's unwavering high-quality development.

(5) Risk management IT system

The Company fully understood the importance of the digitalization in modern risk management. With the innovative establishment of the platform for intelligent integrated risk management of the Group, CMS-RISK, through which each subordinate system is integrated to provide timely and effective identification, measurement, monitoring and reporting for various types of risks with reference to the experience drawn from international leading investment banks, the Company realized the idea of vertically managing risks which were associated with cross-border businesses of the parent company and its subsidiaries, globalization and multiple currencies in T+1 days. The Group's intelligent integrated risk management platform and each subordinate system have industry-leading level of risk data governance. The platform focused on ensuring the accurate calculation and submission of regulatory reports and data, as well as effectively realizing the Company's internal risk monitoring and measurement analysis. On this basis, various digital and intelligent means were used to gradually improve the efficiency of risk management.

The platform for intelligent integrated risk management of the Group automatically captures, calculates and integrates various basic data through construction of risk models, measurement of risk indicators, statistical analysis of historical data and other methodologies, and realizes the accurate submission of various regulatory reports and the monitoring and early warning of all risk limits of the parent company and its subsidiaries. Through the risk data collection of the Group, internal and external data sources such as business data and information data can be integrated, thereby continuously optimizing the functions of data collection, theme model design, data standards and data quality check as well as the risk data management mechanism, and realizing the integrated collection of risk information of the parent company and its subsidiaries. All subordinate risk systems include more than 10 modules such as risk cockpit, consolidated net capital monitoring indicator management system, market risk management system, credit risk management system, operational risk management system, comprehensive risk management system, risk warning platform, internal credit rating engine for bonds, market risk measurement engine, economic capital measurement engine, OTC derivatives valuation and risk measurement engine, all of which are built upon the data collection and integrated on the same platform through the risk management cockpit, thereby realizing single sign-on and unified authority management. The Company's overall risk profile can be displayed through a unified risk control view.

In the future, the intelligent integrated risk management platform will be based on continuous risk data governance to enhance the penetration and application of risk data. It will focus on researching the effectiveness and feasibility of real-time risk control in key areas, while actively exploring the application of AI in risk warning and other risk control scenarios. The goal will be to build a real-time, intelligent and efficient risk management platform, thereby laying a solid foundation for the business development and innovation of the Company.

2. Market risks and corresponding measures

(1) Overview

The market risk of the Company is the risk of losses on its investment portfolio due to adverse changes in market conditions. The investment portfolio of the Company includes portfolios covering equity, fixed-income, commodity, foreign exchange and equity investment. Major market risks of the Company include:

① equity risk: attributable to portfolio risk exposure to changes in prices and volatility of equity securities such as stocks, stock portfolios and stock index futures;

② interest rate risk: attributable to portfolio risk exposure to yield curve of fixed-income investment, interest rate movements and credit spreads;

③ commodity risk: attributable to portfolio risk exposure to changes in spot commodity prices, futures price, forward commodity prices and volatility;

④ exchange rate risk: attributable to portfolio risk exposure to changes in spot exchange rate, forward exchange rate, spot price and volatility;

⑤ equity investment risk: attributable to the risk exposure to changes in fair value of equity investment projects and private equity fund investments.

(2) Market risk management approaches

In order to manage the market risk, the Company has adopted the following measures:

① a comprehensive, multi-currency and cross-market risk management system;

② generic and specific market risk management methods.

Through these measures, the Company has robustly controlled the market risk. However, the usage and effectiveness of such measures are subject to certain limitations and various factors, such as hedging effectiveness, changes in market liquidity and relevance of hedging prices. Therefore, based on market development and changes in the portfolio as well as real-time and accurate assessment of market risk, the Company has continuously improved and adjusted the risk management measures to actively manage market risk.

(3) Responsibilities for managing market risk

The Company collectively allocates the economic capital in accordance with a series of risk appetite and tolerance indicators set by the Board. By considering the risk and return associated with each type of investment and for the purpose of relevance and diversification, the Company allocates the overall risk limitation to different business departments and business lines and formulates corresponding business authorization. Directly confronted with the market risk, the front-office business departments are responsible for risk management as the first line of defense. The person-in-charge and the investment manager conduct trades and front-line risk management within the scope of authorization by virtue of their in-depth knowledge and extensive experience in the relevant markets and products. They dynamically control the market risk exposures to the securities held by the Company and actively take risk management measures to reduce or hedge against such risks. The Risk Management Department, which is a department responsible for supervision and management independent from the business departments and reports to the Chief Risk Officer, uses professional risk management tools and methods for controlling, evaluating and managing different levels of market risk from investment strategies, business departments and business lines and the Company. Different risk reports and analysis and assessment reports of corresponding levels are delivered on a daily, monthly and quarterly basis to the operation management and the responsible officers of the business departments and business lines of the Company. When a risk indicator is approaching or exceeds the threshold values, the Risk Management Department will send an early warning or risk warning to the operation management as well as the responsible officers of the relevant business departments and business lines of the Company in a timely manner. Based on the review opinions from the management of the Company and committee, the business departments will be urged to take corresponding measures. The Risk Management Department will continuously communicate with the respective business departments and business lines with regard to the latest market conditions, current risk exposures and possible extreme stress situations.

(4) Measurement of market risk

The Company uses a series of risk measurement approaches to measure and analyze potential market risk losses under different market situations. The Company mainly employs VaR as the risk measurement instrument to measure potential losses from regular market fluctuation in the short-term. Stress test is also used to assess possible losses under extreme circumstances.

① *VaR*

The Company employs VaR, a common instrument used by international financial institutions, as its major tool for risk measurement. VaR analysis is a statistical technique that estimates the potential losses that could occur in portfolio positions due to movements in market prices over a specified time period and at a given level of confidence. The Company uses a VaR with a confidence level of 95% and a holding period of one day as major indicators for measuring the market risk. Historical market data is used in the VaR model. It also takes into account the impact of relevant risk factors in various risk types such as equity, interest rate, commodity and exchange rate on the portfolio position of the Company. In this way, movement in the market risk arising from changes in securities prices, interest rate/yield curve, commodity prices and exchange rate, etc. can be measured and the diversified effects of the portfolio are also considered.

With an ongoing expansion of the businesses, the Company continues to refine the VaR model actively, including adding risk factors in the new market and optimizing the computation. In addition, the Company examines the accuracy of the VaR computation model continuously through methods such as a back-testing. For certain particular investment portfolio of the Company (such as equity investment including direct equity investment, equity funds investment and structured equity investment) lack of liquidity, VaR may not be considered as an effective measure for risk calculation. Therefore, the Company has followed the industry practice to forecast the potential effect by assuming that the value of assets invested drops for a certain percentage.

② *Stress test*

Stress test is an integral and complementary instrument in the VaR risk measurement. Potential losses on the portfolio position under extreme circumstances were evaluated through stress test. Potential losses from a single risk factor or specific stressful circumstance were also assessed. Through analysis of risk and return, the Company examined the compliance of various key regulatory indicators as well as the bearing on the Company. For non-linear options portfolios, the Company established a stress test matrix based on the subject and the fluctuation ratio and conducted daily stress test so as to control significant tail risks.

③ *Sensitivity analysis*

The Company has also conducted sensitivity analysis on certain risk factors, including interest rate and exchange rate, to analyze their potential effects by measuring the possible changes in the assets and liabilities portfolio when the specific risk factor is assumed to have changed by a certain rate while all other factors remain constant.

(5) Market risk limit management system

The Company has already established relevant risk limit indicator system at different levels of departments, business lines and trading instruments, in order to control the fluctuation of profit and loss and market risk exposure. The risk limit of the Company is determined with reference to the risk appetite and tolerance after taking into account the investment features, risks and effects on overall risk exposures of different operations. The risk limit is adjusted based on the market environment, business development needs and risks of the Company. The risk limit of the Company mainly comprises size, concentration ratio, quantitative risk value (including VaR and Greeks, etc.), stop-loss and other indicators. The Company has implemented a classified review system and respective sub-limit indicators within the risk limit are applied to business departments, business lines and investment strategies. The operation management is able to effectively manage the overall risk exposure of the Company with risk indicators at the Company level. Business departments, business lines and investment strategies are able to enter into transactions effectively within the scope of sub-limit indicators. Sub-risk limit indicators, therefore, do not serve as maximum risk tolerance for the corresponding business but mainly a mechanism which reports any increasing risks in risk management when certain conditions are fulfilled. The Risk Management Department independently monitors each risk limit of the Company on a daily basis. The department will warn or remind the operation management, relevant business departments and business lines in a timely manner if the risk limit is to be reached or is exceeded. Such business departments and business lines will issue analysis reports and propose appropriate measures and, according to the specific condition, reduce risk exposures or increase risk threshold based on the authorization system. The Company has continuously optimized the risk limit system and enriched the risk limit system for the Company, business departments, business lines and trading instruments based on the existing indicators and pursuant to the business development and risk management of the Company. Specific rules or guidelines have been set up and the limit system was further optimized.

3. Credit risks and corresponding measures

(1) Overview

The credit risk of the Company refers to the risk of economic loss caused by the failure of a borrower or counterparty to fulfill their contractual obligations. Our credit risk arises primarily from the following four businesses:

① financing businesses such as securities lending, stock pledge repo and margin financing in which clients breach the contract and cannot repay the debts owed to the Company;

② investment in bonds, trusts and other credit products in which the issuer or the borrower breaches the contract, generating the risk that the principal and the interest cannot be paid;

③ risk of non-performance of payment or repayment obligations by counterparties in OTC derivatives business such as OTC option, income swap, forward contract, and counterparties in bond intermediary business such as reverse repurchase and negotiated forwards;

④ brokerage business in which clients default after brokers trade and settle securities, futures and other financial products on behalf of the clients due to their lack of funds on the settlement date.

(2) Credit risk management approaches

In order to effectively control credit risk, the Company has adopted the following measures:

① prudent and proactive credit risk management culture;

② an institutional system covering all stages and a risk policy system based on risk limits;

③ industry-leading credit risk management quantitative tools;

④ an internal credit rating system with the best practice in the industry;

⑤ full coverage of the substantive assessment of credit risk.

The Company has adopted the following measures including credit risk limit, internal credit rating, quantitative management of collaterals and credit risk measurement model to manage credit risk:

① *Credit risk limit*

The Company has adopted a classified credit risk limit system to control credit risk exposure. In accordance with the risk appetite and risk tolerance set by the Board, the Risk Management Department has monitored, reported and issued warning on the implementation of each limit indicator, including business scale limit, low-rating bonds investment ratio, the value of margin financing granted to a single client and the market value of a single collateral to total market value ratio, which were formulated based on credit features and subject to relevant adjustments based on market condition, business development needs and risk profile of the Company.

② *Internal credit rating*

The Company has developed several internal credit rating models and comprehensive internal credit rating systems based on the characteristics of different industries and target customers, to rate the credit standings of borrowers or bond issuers and their debts. Internal credit rating results are gradually employed in business authorization, limit forecast, limit approval, risk monitoring, asset quality management, etc. The internal credit rating has become an important instrument for credit business decisions and risk management.

③ *Quantitative management of collaterals*

The Company has paid great attention to the protection of collaterals for the Company's debts. The Company has strengthened collateral management by establishing negative collateral lists mechanism and collateral conversion rate models and adjusting collateral types and conversion rate periodically to safeguard the Company's right of credit. The adjustment mechanism on conversion rate is determined based on intrinsic value (financial statements) and market factors (market price fluctuation, increase, etc.). The Company has also founded a centralized collateral monitoring mechanism and key collaterals assessment mechanism.

④ *Credit risk measurement model*

The Company has taken into account each credit transaction with factors such as client mix, single liability amount, duration of borrowing, collateral coverage ratio and concentration of collaterals when conducting credit rating, borrower qualification assessment and collateral quantitative management on its counterparties. The aforementioned factors will be reflected as parameters such as probability of default (PD), loss given default (LGD) and maturity (M) to calculate the possible default loss for each credit transaction and aggregate the overall credit risk of the Company. The Company also combines stress testing and sensitivity analysis as supplementary measurement to credit risk.

(3) Responsibilities for managing credit risk

The Risk Management Committee of the Board is responsible for the review and approval of credit risk appetite. The Risk Management Committee of the Company is responsible for the review of overall risk management on credit business and development of major high-risk and innovative credit business. The Risk Management Committee of the Company and its Credit Risk Committee are responsible for the approval for the loan provision policy. All business departments of the Company are responsible for the particular operation, management and monitoring of credit-related business. The Risk Management Department of the Company is responsible for the research and establishment of credit risk management system, determination of credit risk appetite and tolerance, formulation of loan provision policy of the Company and independent monitoring and warning on credit risk.

(4) Credit risk management on principal businesses

For margin financing and securities lending, stock pledge repo, stock repurchase business and other financing businesses, the Company has established a multi-faceted business approval management system and a sound full-process risk management system covering all stages in advance of, during and after an event by virtue of client due diligence, credit approval, post-loan evaluation, approval of and dynamic adjustment to collaterals, mark-to-market system, forced liquidation and disposal on default.

For investment businesses such as bond investment, trust products and other credit products, the Company has implemented access management for investable bonds by establishing a bond pool. Bonds entering the pool must be assessed by professional credit assessors and comply with internal and external credit rating access standards, industry access standards, product access standards and financial access standards. Concentration risk is controlled through investment graded approval and authorization, and the latest risk information of issuers is monitored in real time through the public opinion monitoring system.

For OTC derivatives and bond intermediary business, the Company has formulated a set of management measures and rules in relation to the appropriateness of investors, due diligence, approval for credit extension, measurement of risk exposure, margin collection and mark-to-market, liquidation disposal, underlying securities management and follow-up on default of clients, in order to strengthen the management before, during and after trading.

For brokerage business, the Company has controlled the risk of default of clients through indicators such as the minimum rating of the underlying bonds, position concentration and leverage ratio for brokerage business that may be responsible for guaranteed settlement. With regard to the trading of securities and other financial products for overseas clients, the Company has effectively controlled the relevant credit risk by strengthening the management over credit grant and client deposits.

(5) Risk exposure of the Company's investment in onshore and offshore bonds as at the end of the Reporting Period

Unit: RMB10,000

	June 30, 2026	December 31, 2025
Onshore bonds		
PRC sovereign bonds	14,708,211	16,910,706
AAA	8,078,940	7,512,017
AA+	349,560	303,877
AA	26,275	105,299
AA-	14,549	7,804
Below AA-	7,720	1,736
Non-rated	62,739	15,344
Sub-total	**23,247,994**	**24,856,783**
Offshore bonds		
PRC sovereign bonds	32,090	13,195
A	984,592	675,186
B	558,549	495,296
Sub-total	**1,575,231**	**1,183,677**
Total	**24,823,225**	**26,040,460**

Note 1: The above data is provided on a consolidated basis;

Note 2: PRC sovereign bonds represent the rating of bonds issued by the government of the PRC. AAA~AA- and below AA- represent debt ratings. If there is no debt rating, issuer's rating would be used instead, where AAA is the highest rating. Non-rated represents that the credit rating agency has not rated the issuer or debt.

Credit rating of offshore bonds was derived from the lowest of Moody's, Standard & Poor's and Fitch Rating, if any. The bonds which are not rated by the above agencies are classified as Non-rated. Including in A rating are the bonds comprising Aaa~A3 rating of Moody's, AAA~A- rating of Standard & Poor's and AAA~A- rating of Fitch; including in B rating are the bonds comprising Baa1~B3 rating of Moody's, BBB+~B- rating of Standard & Poor's and BBB+~B- rating of Fitch; including in C rating are the bonds comprising Caa1~C rating of Moody's, CCC+~C rating of Standard & Poor's and CCC+~C rating of Fitch; and including in D rating are the bonds comprising D rating of Standard & Poor's and D rating of Fitch.

4. Operational risks and corresponding measures

(1) Overview

Operational risks refer to the risks arising from imperfect or problematic internal procedures, employees and systems or external events.

Operational risk events mainly include the following seven categories: internal fraud, external fraud, employment policy and safety of working environment, customers, products and business activities, damage of physical assets, interruption of business operation and shutdown of IT system, and execution, settlement and process management.

(2) Operational risk management

Operational risk management has been the focus among all types of risk management. Through development of mechanisms such as prior coordination, whole process monitoring and information collection after loss from operational risks, a refined operational risk management cycle has been established. In order to effectively manage operational risks, the Company has adopted the following measures:

① The Company has established comprehensive systems for operational risk management in accordance with the New Basel Accord and our strategic development needs, and effectively led the operation of various businesses through measurement and allocation of operational risk-based economic capital;

② The Company has established a scientific system on the basis of operational risk appetite, tolerance and management policy. The Company improved the operational risk governance structure on a continuous basis;

③ The Company has established a system of pre-risk identification and assessment covering all business procedures of all units, subsidiaries and branches by using operational risk and self-assessment management tools with procedure rationalization as the focus, facilitating the formation of operational risk manuals for each unit;

④ The Company has continued to set up a system of key indicators of operational risks to further enhance the in-process monitoring capabilities of operational risks based on risk-prone areas of different business features and operations by formulating risk management standards and conducting management by classification;

⑤ The Company has established an operational risk event management mechanism, collected and summarized the internal and external operational risk events encountered by the Company, analyzed reasons of the events and formulated alleviation plans, as well as strengthened the following-up of and improvements in the operational risk events;

⑥ The Company paid great attention to the control of substantive risks, and carried out various special operational risk inspections and management improvements focusing on areas with high and frequent operational risks according to the characteristics of different businesses;

⑦ The Company has promoted the systematic application of three major operational risk management tools on risk identification and assessment, risk monitoring and events collecting and reporting by establishing an operational risk system, so as to effectively improve the efficiency of the Company's operational risk management and its management level;

⑧ The Company paid great attention to the training and promotion of culture relating to operational risk management. The Company emphasized the importance of conducting risk identification and control before introducing innovative products and innovative businesses. Through various kinds of trainings and promotions, operational risk management covers all the departments and branches of the Company.

5. Liquidity risks and corresponding measures

(1) Overview

The Company's exposure to liquidity risks arises from failure to obtain sufficient funds at reasonable costs and in a timely manner to repay due debts, perform other payment obligations and satisfy capital needs for normal business operation. If there are material and adverse changes in operating condition in the future and the Company is not able to maintain its gearing ratio at a reasonable level, or its operation experiences unusual changes, it may not be able to repay the principal of, or interest on, relevant debts in full when due.

Possible liquidity risk events and factors of the Company include a significant shortage of funds, persistent high financing costs, downgraded regulatory rating, blocked financing channels and difficulties in servicing concentrated mature debts.

(2) Responsibilities for managing liquidity risks

The management of the Company establishes and refines a robust liquidity risk management framework, as well as reviews significant amendments to liquidity risk management policies and systems. The Treasury Department executes daily liquidity risk management operations and implements the decisions and measures outlined by the management in this regard.

(3) Liquidity risk management approaches

In order to prevent liquidity risks, the Company has adopted the following measures:

① The Company has established current asset reserves and a minimum excess reserve quota system. It has formulated liquidity contingency management measures to store minimum excess reserve in the capital plan and reserved treasury bonds, policy financial bonds and other highly liquid assets which can be liquidated timely under extreme circumstances to cover unexpected expenses;

② The Company has developed management for financing gaps. By using management tools such as a cash flow gap and stress testing, it can identify potential risks at an early stage and arrange financing and adjust the pace of fund usage for business purposes in advance so as to effectively avert payment risks. Additionally, an automated liquidity risk management indicator system has been established for real-time monitoring, enabling swift response to emerging risks;

③ The Company conducts dynamic management of the funding scale for each business and formulates financing plans by taking into account of factors such as liabilities and business development of the Company as well as the market condition. The Company has also continuously expanded its financing channels and balanced the distribution of debt maturity so as to avoid the payment risks caused by a single financing channel or concentrated maturity of debts;

④ The Company has established an internal risk reporting system to promptly monitor the liquidity risks in the operation of each business and at each branch. In addition, it has taken measures to promote the safe, sound and sustainable operation of the aforementioned business and branches.

6. Reputational risks and corresponding measures

(1) Overview

The reputational risks of the Company refer to the risks of formation of negative opinion on the Company by investors, issuers, regulatory authorities, self-regulatory organizations, the public and the media as a result of the business act or external events of the Company and the violation of integrity requirements, professional ethics, business norms, rules and regulations by the staff, thereby damaging the Company's brand value, posing detrimental impact to its normal operations and even affecting market stability and social stability.

(2) Reputational risk management

In terms of reputational risk management, the Company has continuously improved the standards of various financial services, actively fulfilled social responsibilities, maintained good customer satisfaction and market image, cultivated a sound reputational risk management culture, established the awareness of reputational risk prevention among all employees, actively prevented reputational risks and addressed reputation incidents, and prevented the escalation of general reputation incidents into major reputation incidents, so as to minimize reputation loss and reduce negative impacts.

(II) Dynamic monitoring over risk control indicators and the establishment of a mechanism on capital replenishment

The Company strictly implements the relevant requirements of regulatory authorities and has established dynamic monitoring over risk control indicators and replenishment mechanism on net capital and liquidity, covering system establishment, arrangement and staff deployment, to ensure that the risk control indicators are within the supervision limit consistently, and the details are as follows:

The Company has established a monitoring system over risk control indicators, achieving T+1 dynamic monitoring and automatic advance warning functions over all risk control indicators. The Company has formulated the "Administrative Measures for Risk Control Indicators of China Merchants Securities Co., Ltd." (《招商證券股份有限公司風險控制監管指標管理辦法》) and "Administrative Regulations for Stress Testing of China Merchants Securities Co., Ltd." (《招商證券股份有限公司壓力測試管理規範》) to formally set up the mechanism for the management of risk control indicators and stress tests over the indicators. The Company has designated staff to perform regular monitoring over the risk control indicators and immediately report and handle abnormalities. The Company has set up a net capital replenishment mechanism and replenished net capital through, among others, equity financing and issuance of subordinated debts and continuously conducts stress tests and analysis of the risk control indicators over a period of time in the future.

During the Reporting Period, all risk control indicators including net capital and liquidity of the Company continuously satisfied the regulatory requirements and the Company has not recorded any non-compliance with the regulatory requirements. As at the end of the Reporting Period, the net capital of the Company amounted to RMB87.088 billion.

03

Corporate Governance

Chapter 4 Corporate Governance, Environment, and Society

I. Changes in Directors and Senior Management of the Company

Name	Position	Change	Date of Change	Reason for the change
HUO Da (霍達)	Chief Information Officer	Resigned	April 20, 2026	Resigned due to work arrangements
ZHENG Jixiang (鄭繼翔)	Chief Information Officer	Appointed	April 20, 2026	Appointed by the Board of Directors
HUO Da (霍達)	Chairman of the Board	Resigned	May 8, 2026	Resigned due to change in work arrangement
ZHU Jiangtao (朱江濤)	Chairman of the Board	Elected	May 26, 2026	Elected by the Board of Directors
ZHU Jiangtao (朱江濤)	President	Resigned	May 26, 2026	Resigned due to work arrangements
LIU Zhenhua (劉振華)	Non-executive Director	Resigned	June 26, 2026	Resigned due to work arrangements
LI Xiaofei (李曉霏)	Non-executive Director	Resigned	June 26, 2026	Resigned due to work arrangements
TAO Wu (陶武)	Non-executive Director	Elected	June 26, 2026	Elected at the shareholders' general meeting
GAO Hong (高宏)	Non-executive Director	Elected	June 26, 2026	Elected at the shareholders' general meeting
LI Delin (李德林)	Non-executive Director	Resigned	August 10, 2026	Resigned due to change in work arrangement
MA Xiaoli (馬小利)	Employee representative Director	Resigned	August 25, 2026	Resigned due to work arrangements
LIU Jie (劉傑)	Secretary to the Board	Resigned	August 25, 2026	Resigned due to work arrangements
MA Xiaoli (馬小利)	Secretary to the Board	Appointed	August 25, 2026	Appointed by the Board of Directors

For details, please refer to the relevant announcements published by the Company on the Hong Kong Stock Exchange website on April 17, April 20, May 8, May 26, June 26, August 10 and August 25, 2026.

Details of changes in Directors and senior management of the Company

From the beginning of the year to the date of this report, a total of six Directors and senior management of the Company resigned, accounting for 30% of the total number of Directors and senior management as at the beginning of the Reporting Period.

Other changes in positions of Directors and senior management of the Company from the date of disclosure of the Company's Annual Report for the year 2025 to the date of this report were as follows:

LUO Li (羅立), a Director, has ceased to serve as the director of China Merchants Investment Development Company Limited (招商局投資發展有限公司) since June 2026.

GAO Hong, a Director, was appointed as a director of China Merchants Group Finance Co., Ltd. (招商局集團財務有限公司) in June 2026.

TAO Wu (陶武), a Director, has ceased to serve as the director of China Merchants Venture Capital Management Co., Ltd. (招商局創新投資管理有限責任公司) since July 2026.

II. Basic Information of Directors and Senior Management of the Company

As of the date of this report, the names and positions of all Directors and senior management of the Company are as follows:

Name	Position(s)
ZHU Jiangtao (朱江濤)	Chairman of the Board (acting as the President), executive Director, and Authorized Representative
LUO Li (羅立)	Non-executive Director
TAO Wu (陶武)	Non-executive Director
GAO Hong (高宏)	Non-executive Director
HUANG Jian (黃堅)	Non-executive Director
ZHANG Mingwen (張銘文)	Non-executive Director
DING Lusha (丁璐莎)	Non-executive Director
YIP, Ying Chi Benjamin (葉熒志)	Independent non-executive Director
ZHANG Ruijun (張瑞君)	Independent non-executive Director
CHEN Xin (陳欣)	Independent non-executive Director
CAO Xiao (曹嘯)	Independent non-executive Director
FENG Jinhua (豐金華)	Independent non-executive Director
LIU Jie (劉傑)	Vice President (chief financial officer)
LIU Rui (劉鋭)	Vice President

Name	Position(s)
LIU Bo (劉波)	Vice President
ZHANG Xing (張興)	Vice President, Chief Compliance Officer, and Chief Risk Officer
WANG Zhijian (王治鑒)	Vice President
ZHENG Jixiang (鄭繼翔)	Chief Information Officer
MA Xiaoli (馬小利)	Secretary to the Board, Joint Company Secretary, and Authorized Representative

III. Employees of the Parent Company and Major Subsidiaries

(I) Employees

Unit: person

Number of employees of the parent company	11,426
Number of employees of major subsidiaries	1,341
Total number of employees	12,767
Number of resigned and retired employees with expenses borne by the parent company and major subsidiaries	47

(II) Remuneration policy

The Company adheres to the principles of "fostering a sound business philosophy, promoting the effective exercise of its functions, ensuring compliance with regulatory bottom-line requirements, and highlighting the leading role of industry culture", and has established a sound and robust remuneration incentive and restraint mechanism that combines incentives with constraints and gives equal weight to efficiency and fairness, so as to attract and rally outstanding talents and promote the Company's steady operations and high-quality development.

The remuneration of the Company's employees primarily consists of three components: salary, bonus, and benefits. On the basis of the total payroll management system applicable to state-owned enterprises, the Company reasonably determines employee remuneration levels in accordance with market-oriented and performance-based principles. In compliance with national laws and regulations, the Company provides and contributes to various social insurances (including pension insurance, medical insurance, unemployment insurance, work-related injury insurance, and maternity insurance), the housing provident fund, and the enterprise annuity for employees.

(III) Training program

Focusing on its strategic goals and to meet the needs of business development and talent training, the Company has formulated an annual training plan, and strives to build a strong core talent team. In the first half of the year, the Company offered training programs to employees through diverse formats such as online and offline sessions, in-house and external training, and organized more than 200 training programs in total. The training focused on political awareness, corporate culture, compliance and risk control, integrity and discipline, AI skills, wealth management, investment research skills, management capabilities, etc., which has effectively enhanced the overall competencies of cadres and employees. At the same time, the Company advanced the development of content resources for its mobile learning platform, and launched 100 new online courses and audiobook resources to support the flexible and independent learning needs of employees.

IV. Proposals on Profit Distribution or Conversion of Capital Reserve

Proposals on profit distribution and conversion of capital reserve for the semi-annual period

Whether to distribute or convert	Yes
Number of bonus shares for every 10 shares	0
Dividends for every 10 shares (RMB) (tax inclusive)	1.67
Number of shares converted for every 10 shares	0

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Explanation of proposals on profit distribution or conversion of capital reserve
The Company will not allocate profit to the statutory reserve in the interim period of 2026. Based on the total share capital registered on the equity registration date for equity distribution, a cash dividend of RMB1.67 (tax inclusive) for every 10 shares will be distributed to all shareholders; no bonus shares will be distributed; and no capital reserve will be converted to share capital. Based on the total number of shares of the Company of 8,696,526,806 shares as of June 30, 2026, the total distributed profit is RMB1,452,319,976.60. If the Company's total share capital changes on the equity registration date for equity distribution, the Company will keep the total distribution unchanged and adjust the distribution per share accordingly. Such cash dividend shall be denominated and declared in RMB and paid to holders of A Shares in RMB and to holders of H Shares in Hong Kong dollar. The actual amount of dividend paid in Hong Kong dollar shall be determined based on the average exchange rate of RMB to Hong Kong dollar published by the People's Bank of China for the five business days immediately before the date of the 37th meeting of the eighth session of the Board. Pursuant to the authorization granted at the 2025 shareholders' general meeting of the Company, the Company's 2026 interim profit distribution plan shall take effect upon consideration and approval by the 37th meeting of the eighth session of the Board. The Company will distribute the 2026 interim cash dividend before October 25, 2026. The Company will make separate announcement regarding the equity registration date for A Share dividend distribution, the specific payment date, the record date of such H Share dividend distribution, the period of closure of register of members. The profit distribution policy adopted by the Company is in compliance with laws and regulations as well as stipulations of the Plan on Shareholders' Returns of China Merchants Securities Co., Ltd. (2024-2026) and the Articles of Association. The dividend distribution basis and ratio were specific and clear, and the relevant decision-making procedures and arrangement were complete. The independent Directors have fully performed their responsibilities in the course of making decisions on profit distribution and the legitimate rights and interests of minority shareholders were safeguarded.

V. Information about the Company's Share Incentive Plan, Employee Stock Ownership Scheme or Other Employee Incentive Measures and Their Impacts

Employee stock ownership scheme

Summary of event	Reference
The "Plan for Repurchasing A Shares of the Company by Centralized Bidding Transactions" was considered and approved at the 17th meeting of the sixth session of the Board, the 2019 first extraordinary general meeting, the 2019 first A Shareholders class meeting and the 2019 first H Shareholders class meeting of the Company. The Company intended to use all of the A Shares repurchased this time for the employee stock ownership scheme. The "Proposal for Employee Stock Ownership Scheme (Draft) of China Merchants Securities Co., Ltd. and its Summary" was considered and approved at the 25th meeting of the sixth session of the Board and the 2020 first extraordinary general meeting of the Company. The "Proposal on the Advanced Completion of A Share Repurchase of the Company" and the "Proposal on Defining the Price and Scale of Purchasing the Repurchased Shares of the Company's Employee Stock Ownership Scheme" were considered and approved at the 28th meeting of the sixth session of the Board and the 2020 first extraordinary general meeting of the Company, and the "Employee Stock Ownership Scheme (Draft) of China Merchants Securities Co., Ltd." and its summary were accordingly revised. The purpose of the employee stock ownership scheme of the Company is to (1) further improve the corporate governance structure, establish and enhance the benefit-sharing and risk-sharing mechanism among shareholders, the Company and its employees, promote the concept of common and sustainable development of the Company and individuals, and fully stimulate the enthusiasm of the senior management and key talents of the Company; (2) attract and retain outstanding talents and key employees, balance the long-term and short-term interests of the Company, and attract various talents more flexibly, so as to better promote the long-term, sustainable and sound development of the Company. Upon the implementation of the employee stock ownership scheme, the total number of shares held under the employee stock ownership scheme shall not exceed 10% of the total share capital of the Company, and the total number of shares held by any individual holder under the employee stock ownership scheme shall not exceed 1% of the total share capital of the Company. On January 21, 2020, the Company held the first meeting of holders of employee stock ownership scheme, and considered and approved the "Proposal on the Establishment of Employee Stock Ownership Scheme Management Committee of the Company" and the "Proposal on the Election of Members of the Employee Stock Ownership Scheme Management Committee of the Company".	The relevant announcements published by the Company on the Hong Kong Stock Exchange website on March 12, March 13, April 11, May 20, October 15, November 8 and December 26, 2019, January 14, January 15, January 22, March 5, July 6 and August 18, 2020.

Summary of event	Reference
The participants of the employee stock ownership scheme are Directors, Supervisors, senior management, personnel at D-tier and above and other key employees who have entered into labor contracts with the Company and its wholly-owned subsidiaries. The Company engaged CMS Asset Management as the management authority for the employee stock ownership scheme, and signed the "CMS Asset Management – Asset Management Contract for Single Asset Management Scheme under the China Merchants Securities No. 1 Employee Stock Ownership Scheme" with CMS Asset Management on behalf of the employee stock ownership scheme. On March 6, 2020, the Company received the "Share Transfer Confirmation" issued by CSDC. On March 3, 2020, the Company completed the share transfer procedures for the employee stock ownership scheme. The employee stock ownership scheme holds 40,020,780 A Shares of the Company, accounting for 0.5974% of the total share capital of the Company, with a total of 995 participants. Upon the completion of the Company's A+H Shares rights issue from July to August 2020, the employee stock ownership scheme holds 52,026,381 A Shares of the Company, accounting for 0.5982% of the total share capital of the Company. The subscription price under the employee stock ownership scheme is RMB16.5912 per share, which is determined based on the average price of the shares repurchased by the Company (including transaction fees) for the implementation of the employee stock ownership scheme. The subscription price for the allotment of shares under the employee stock ownership scheme is RMB7.46 per share, the basis of which is set out in the relevant announcements. The source of funds for the Company's employees to participate in the scheme is the legal salary of the employees and self-raised funds obtained by other means permitted by laws and administrative regulations. According to the "China Merchants Securities Employee Stock Ownership Scheme (Revised Draft)", the relevant shares under the Company's employee stock ownership scheme shall be locked up from the date on which the Company announced the completion of such share transfer (March 6, 2020) for a period of 36 months. The employee stock ownership scheme shall last for 10 years, commencing from the date on which it was approved at the shareholders' general meeting (January 15, 2020). The scheme can be extended upon consideration at the meeting of holders under the employee stock ownership scheme and submission to the Board for consideration and approval. If the employee stock ownership scheme expires and has not been effectively extended, the employee stock ownership scheme shall be automatically terminated. As of the date of this report, there were 212 holders of the employee stock ownership scheme of the Company, holding a total of 7,347,373 A Shares of the Company, representing 0.08% of the total issued share capital of the Company. In the first half of 2026, there were no outstanding shares under the employee stock ownership. The remaining term of the employee stock ownership scheme is approximately 3.4 years.	

In 2023, shares under the employee stock ownership scheme were sold 1 time, with a total of 24,094,488 shares sold and 27,931,893 shares unsold; 6 times in 2024 with a total of 17,927,120 shares sold and 10,004,773 shares unsold; 5 times in 2025 with a total of 1,683,900 shares sold and 8,320,873 shares unsold; 2 times in 2026 with a total of 973,500 shares sold and 7,347,373 shares unsold. Saved as above, none of the shares under the employee stock ownership scheme were granted, exercised, lapsed or canceled. As of the date of this report, details of the shares granted under the employee stock ownership scheme are as follows:

Name/category of holder	Number of shares held (shares)
HUO Da (former Chairman of the Board)	531,210
Total of other employees	6,816,163

VI. Corporate Governance

(I) Compliance with code on securities transactions

The Company has adopted the Model Code as the code of conduct regarding the transactions of securities of the Company by all Directors and chief executives. Having made specific inquiries, all Directors of the Company have confirmed that during the Reporting Period, they have strictly complied with the standards under the Model Code. The Company is not aware of any breach of the Model Code by the relevant employees. The Board will inspect the corporate governance and its operation from time to time, in order to comply with the applicable requirements under the Hong Kong Listing Rules and safeguard the interests of shareholders. Upon inquiry, all Directors and senior management have confirmed that they have strictly complied with the applicable requirements under the Management Rules on the Shares and Changes of Shareholdings of Directors and Senior Management in China Merchants Securities Co., Ltd. (《招商證券股份有限公司董事、高級管理人員所持公司股份及其變動管理制度》). As at the end of the Reporting Period, Directors and senior management in the Company have no shares of the Company.

(II) Relevant information on corporate governance

As an A+H share listed securities company, in strict compliance with the relevant laws and administrative regulations of the domestic and overseas places where its shares are listed, as well as the requirements of the CSRC, the SFC, the Shanghai Stock Exchange and the Hong Kong Stock Exchange on the corporate governance of listed securities companies, the Company has established a corporate governance mechanism consisting of the shareholders' general meeting, the Board and the management with clear authority and accountability, coordinated functioning and proper checks and balances in order to maintain its regulated operation. There is no material difference between the actual corporate governance and the requirements of the laws, regulations, the regulatory authorities and self-regulatory organizations of the places where the Company's shares are listed.

During the Reporting Period, the Company fully complied with the Corporate Governance Code under Appendix C1 of the Hong Kong Listing Rules. The Company satisfied the requirements of most of the recommended best practices under the Corporate Governance Code.

(III) Specific measures regarding the undertakings of controlling shareholder and de facto controller on independence of assets, personnel, finance, organization and business of the Company, and solution, progress and plans for subsequent works

The Company manages its operation in strict compliance with the Company Law, the Articles of Association and other laws, regulations and rules, and is independent from the controlling shareholder in terms of assets, personnel, finance, organization, business and other aspects with an independent and complete business system and independent operation capabilities.

1. In terms of assets, the Company has a clear property right relationship with the controlling shareholder, and has complete and independent legal person assets. The Company has complete control over all of its assets, and there is no situation where assets and funds are being appropriated by the controlling shareholder and that damages the interests of the Company.

2. In terms of personnel, the Company has developed a comprehensive system regarding the management of personnel and remuneration, and established an independent human resources management department that manages personnel and remuneration independent from the controlling shareholder. The Company has an independent team of employees, and its Directors and senior management are legally appointed in accordance with the Company Law, the Articles of Association and relevant laws, regulations and rules. Senior management of the Company serves and receives remuneration from the Company, and does not hold any position other than the Director or Supervisor in the controlling shareholder and its subsidiaries.

3. In terms of finance, the Company has an independent finance and accounting department with dedicated finance personnel, and established an independent accounting system and regulated financial management system to make financial decisions independently. The Company has independent bank accounts, and completes tax registration and fulfills its tax obligations independently according to the laws. There is no sharing of bank account or tax paid in mix with those of the controlling shareholder.

4. In terms of organization, the Company has established a sound organizational system that meets its operational needs. The system operates independently and stably without any subordination to departments of the controlling shareholder.

5. In terms of business, the Company has an independent and comprehensive business system. The Company conducts its businesses, audits and decision-making independently, and assumes liabilities and risks independently without reliance on the controlling shareholder or any other related parties.

VII. Details of Consolidation and Advancement of Poverty Alleviation, Rural Revitalization and Other Activities

(I) Poverty alleviation through finance

1. The Company has actively responded to the national rural revitalization strategy, resolutely fulfilled the social responsibility as a central enterprise, and further promoted the rural revitalization. According to the statistics from Wind, in the first half of 2026, the Company participated in the issuance of a total of 10 bond products related to the themes of "rural revitalization" as a lead underwriter, with a total issuance amount of RMB1 billion, among which the underwriting amount of China Merchants Securities was RMB667 million.

2. Through primary distribution and secondary market purchases, the Company purchased a total of RMB1.016 billion of rural revitalization bonds. This initiative channeled long-term, stable financial resources into rural revitalization, effectively broadening the sources of funding available to agricultural industries and rural development. At the same time, it leveraged a market demonstration effect to guide more social capital toward, and encourage its participation in, rural development, helping to consolidate the achievements of poverty alleviation and ensure their effective integration with rural revitalization.

(II) Poverty alleviation through charity

1. The Company donated RMB700,000 to the Shenzhen Youth Development Foundation, earmarked for the "Spring Rain Renewal" (春雨新生) program. Taking "recycled school uniforms" as its starting point, the program produces school uniforms from recycled plastic bottles to provide rural students with standardized attire, tangibly improving their learning and living conditions and safeguarding the healthy growth of young people. At the same time, by establishing a practical pathway of "collection–recycling–donation", the program encourages public participation in environmental protection, achieving a synergistic enhancement of both public-welfare and environmental value.

2. The Company carried out the "Carrying Forward Hope, Warming Weining with Love" (賡續希望，愛暖威寧) youth teaching support program. The Company's tenth and eleventh youth teaching support delegations successively traveled to Tianyuan Primary School in Tianyuan Village, Longchang Town, Weining County, each completing a one-month teaching assignment. The delegations also brought Tianyuan Primary School RMB33,000 worth of donated relief supplies, providing every student with a full set of school bags, water bottles, and stationery. Through care and knowledge, the delegations helped safeguard the educational journey of students in the mountainous region, putting corporate social responsibility into concrete action, injecting a continuous stream of "CMS strength" into rural revitalization, and carrying warmth and hope deep into the mountains.

Chapter 5 Major Events

I. Performance of Undertakings

(I) Undertakings of obligors, including the de facto controller, shareholders, related parties and acquirer of the Company and the Company, during or subsisting at the time of the Reporting Period

Background	Type	Party(ies)	Details	Effective time	Whether the undertakings have a performance deadline	Validity period	Whether the undertakings have been strictly performed in a timely manner	Reason for not performed in a timely manner	Follow-up actions, in case of undertakings not performed in a timely manner
Undertaking related to the initial public offering	To resolve horizontal competition	China Merchants Group	China Merchants Group has undertaken that it and the legal entities beneficially controlled by it will not establish new securities companies or control other securities companies through acquisition in the PRC. For businesses of the same or similar nature to securities companies engaged by the non-securities companies controlled by China Merchants Group, the Company will make sufficient disclosure in accordance with laws upon the public offering and listing of the shares of the Company. China Merchants Group shall not harm the interests of the Company and other shareholders by virtue of its role of de facto controller of the Company.	November 2007	Yes	Upon the public offering and listing of the A Shares of the Company, and as long as China Merchants Group is the de facto controller of the Company.	Yes	–	–

Background	Type	Party(ies)	Details	Effective time	Whether the undertakings have a performance deadline	Validity period	Whether the undertakings have been strictly performed in a timely manner	Reason for not performed in a timely manner	Follow-up actions, in case of undertakings not performed in a timely manner
Undertaking related to refinancing	To resolve horizontal competition	CM Financial Holdings	CM Financial Holdings has undertaken that it and other entities controlled by it will not engage in any business which competes with the businesses of the Company.	May 2019	Yes	As long as CM Financial Holdings is the controlling shareholder of the Company.	Yes	-	-
	Others	China Merchants Group, CM Financial Holdings	They have undertaken not to interfere in the operation and management activities of the Company beyond the authority; not to encroach upon the interests of the Company; not to deliver interests to other units or individuals free of charge or under unfair conditions, nor damage the interests of the Company by other means; if the CSRC makes other new regulatory provisions on remedial measures and their undertakings before the completion of the rights issue, and the aforesaid undertakings fail to meet such provisions of the CSRC, additional undertakings will be given in accordance with the latest provisions of the CSRC; in case of any loss caused to the Company or other shareholders due to violation of the aforesaid undertakings or refusal to perform the aforesaid undertakings, they shall be liable for compensation to the Company or other shareholders according to the laws.	March 2019	Yes	As long as China Merchants Group is the de facto controller of the Company; as long as CM Financial Holdings is the controlling shareholder of the Company.	Yes	-	-

II. Material Litigations or Arbitrations

There were no material litigations or arbitrations during the Reporting Period.

III. Punishment and Remedial Measures on the Listed Company, its Directors, Senior Management, Controlling Shareholder and De Facto Controller Due to Suspected Violations of Laws and Regulations

During the Reporting Period, the Company, its Directors, senior management, controlling shareholder and de facto controller were not subject to administrative regulatory measures by the securities regulatory authority, or disciplinary punishment by stock exchange.

IV. Integrity of the Company and Its Controlling Shareholder and De Facto Controller during the Reporting Period

During the Reporting Period, the Company and its controlling shareholder and de facto controller were not subject to any outstanding court order or large amount of overdue liabilities.

V. Material Contracts and Their Performance

(I) Material guarantees performed and outstanding during the Reporting Period

Unit: 100 Million Yuan Currency: RMB

Guarantees provided by the Company (excluding guarantees for subsidiaries)															
Guarantor	Relationship between the guarantor and the listed company	Guaranteed party	Amount of guarantee	Date of guarantee (date of agreement)	Effective date of guarantee	Expiry date of guarantee	Type of guarantee	Principal debt	Collateral (if any)	Whether the guarantee has been fulfilled	Whether the guarantee is overdue	Outstanding amount of guarantee overdue	Counter guarantee	Whether it is a guarantee for related parties	Relationship
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Total guarantees provided during the Reporting Period (excluding guarantees for subsidiaries)	–
Total balance of guarantees as at the end of the Reporting Period (A) (excluding guarantees for subsidiaries)	–
Guarantees for subsidiaries by the Company	
Total guarantees for subsidiaries during the Reporting Period	2.05
Total balance of guarantees for subsidiaries as at the end of the Reporting Period (B)	28.43
Total guarantees of the Company (including guarantees for subsidiaries)	
Total guarantees (A+B)	28.43
Ratio of total guarantees to net assets of the Company (%)	2.26
Among which:	
Guarantees for shareholders, de facto controller and their related parties (C)	–
Debt guarantee provided directly or indirectly for companies with gearing ratio over 70% (D)	28.43
Amount of guarantees in excess of 50% of the net assets (E)	–
Total amount of the above three types of guarantees (C+D+E)	28.43

Outstanding guarantees subject to joint and several liabilities	–
Details of guarantees	1. On January 20, 2014, the provision of net assets guarantee of up to RMB500 million for CMS Asset Management was approved at the 2014 first extraordinary meeting of the fourth session of the Board. On September 27, 2016, the increase of net assets guarantee in favor of CMS Asset Management by no more than RMB3 billion in stages and authorization for the management of the Company to perform in stages, or terminate, such net assets guarantee within the above limit based on the actual operating condition of CMS Asset Management were approved at the 42nd meeting of the fifth session of the Board. The balance of net assets guarantee provided by the Company for CMS Asset Management as at the end of the Reporting Period amounted to RMB0. 2. On June 26, 2026, at the 2025 shareholders' general meeting of the Company, it was considered and approved that the Company or its wholly-owned subsidiaries may provide guarantees for the domestic and overseas wholly-owned subsidiaries (including issuers with a gearing ratio of over 70%) in respect of issuance of domestic and overseas debt financing instruments, to the extent that a single guarantee shall not exceed 10% of the Company's latest audited net assets, and the total amount of guarantees shall not exceed 30% of the Company's latest audited net assets, with a term valid to the date of 2028 shareholders' general meeting. 3. On June 26, 2026, at the 2025 shareholders' general meeting of the Company, it was considered and approved that the total amount of guarantees provided by CMS International and its wholly-owned subsidiaries in favor of the guaranteed parties within the term of authorization shall not exceed HK$71 billion equivalent, of which, financing guarantees shall not exceed HK$4.1 billion equivalent. As at the end of the Reporting Period, the agreed amount of guarantees provided by CMS International and its wholly-owned subsidiaries was approximately RMB40.123 billion in total (with financing guarantees of approximately RMB2.734 billion). The balance of guarantees utilized and traded was approximately RMB2.843 billion in total.

VI. Investor Relations Activities during the Reporting Period

The Company attaches great importance to investor relations management, actively carries out the management of investor relations, continuously enhances the transparency of the Company, and comprehensively introduces the business development advantages of the Company, so as to enable investors to have a better understanding of the Company. The Company has formulated the Standards for the Work of the Secretary to the Board (《董事會秘書工作規範》), Information Disclosure Management System (《信息披露事務管理制度》) and Investor Relations Management System (《投資者關係管理制度》), and has defined the relevant working mechanisms. The Company has designated the secretary to the Board to be responsible for investor relationship management and information disclosure, and received visits and consultations from shareholders, an effective channel has therefore been set up to better communicate with shareholders. In addition to the information disclosure channels stipulated by the laws, the Company mainly communicates with investors through shareholders' meetings, investor briefings, telephone calls, e-mail, online platforms, reception visits and attendance at investor meetings.

During the Reporting Period, the Company organized the analyst and investor conference call on 2025 annual results and online text-based interactive performance meeting on SSE Roadshow. The Company made continuous and in-depth communications with a total of more than 300 person-times through various means such as the SSE e-Interaction platform, attendance at strategy meetings of securities companies, reception of researchers, investor hotlines and e-mail.

VII. Purchase, Sale or Redemption of Securities of the Company

During the Reporting Period, save as otherwise disclosed in this report, neither the Company nor any of its controlled subsidiaries have purchased, sold or redeemed any securities of the Company (including sales of treasury shares (as defined in the Hong Kong Listing Rules)). As at the end of the Reporting Period, the Company did not hold any treasury shares.

VIII. Major Events after the Reporting Period

For details, please refer to those in "Events After the Balance Sheet Date" under "Chapter 9 Financial Report" of this report.

IX. Review of Interim Results

The Audit Committee of the Company has reviewed the interim results announcement for the six months ended June 30, 2026, the 2026 interim report and the unaudited interim financial information for the six months ended June 30, 2026 and did not raise any objection to the accounting policy and practices adopted by the Company. The external auditor of the Company has reviewed the unaudited interim financial information for the six months ended June 30, 2026 in accordance with International Standard on Review Engagements.

X. Material Acquisitions and Disposals

During the Reporting Period, the Group did not make any material acquisitions or disposals of any subsidiaries, associates and joint ventures.

Chapter 6 Changes in Shares and Shareholders

I. Changes in Share Capital

During the Reporting Period, the total number of shares and the share capital structure of the Company remained unchanged.

II. Shareholders

(I) Total number of shareholders:

Total number of holders of ordinary shares as of the end of the Reporting Period	153,206

(II) Shareholdings of the top ten shareholders and the top ten holders of tradable shares (or holders of unrestricted shares) as of the end of the Reporting Period

Unit: share

Shareholdings of the top ten shareholders (Excluding shares lent through margin financing)							
Name of shareholder (in full)	Changes during the Reporting Period	Number of shares held at the end of the period	Percentage (%)	Number of restricted shares held	Pledged, marked or locked-up		Nature of shareholder
					Status	Number	
China Merchants Financial Holdings Co., Ltd. (招商局金融控股有限公司)	–	2,047,900,517.00	23.55	0	Nil	0	State-owned legal person
Shenzhen Jisheng Investment Development Co., Ltd. (深圳市集盛投資發展有限公司)	–	1,703,934,870.00	19.59	0	Nil	0	State-owned legal person
HKSCC Nominees Limited	3,306.00	1,274,315,888.00	14.65	0	Nil	0	Overseas legal person
China Ocean Shipping Co., Ltd. (中國遠洋運輸有限公司)	–	544,632,418.00	6.26	0	Nil	0	State-owned legal person
Hebei Port Group Co., Ltd. (河北港口集團有限公司)	–	343,282,732.00	3.95	0	Nil	0	State-owned legal person
Hong Kong Securities Clearing Company Limited	68,004,711.00	194,061,884.00	2.23	0	Nil	0	Overseas legal person
CCCC Capital Holdings Co., Ltd. (中交資本控股有限公司)	–	185,374,403.00	2.13	0	Nil	0	State-owned legal person
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund (中國建設銀行股份有限公司－國泰中證全指證券公司交易型開放式指數證券投資基金)	12,118,633.00	114,126,431.00	1.31	0	Nil	0	Others
COSCO Shipping (Guangzhou) Co., Ltd. (中遠海運(廣州)有限公司)	–	109,199,899.00	1.26	0	Nil	0	State-owned legal person
China Construction Bank Corporation – Hwabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund (中國建設銀行股份有限公司－華寶中證全指證券公司交易型開放式指數證券投資基金)	2,104,465.00	73,158,894.00	0.84	0	Nil	0	Others

Shareholdings of the top ten holders of unrestricted shares (Excluding shares lent through margin financing)			
Name of shareholder	Number of tradable unrestricted shares held	Class and number of shares	
		Class	Number
China Merchants Financial Holdings Co., Ltd. (招商局金融控股有限公司)	2,047,900,517.00	RMB ordinary shares	2,047,900,517.00
Shenzhen Jisheng Investment Development Co., Ltd. (深圳市集盛投資發展有限公司)	1,703,934,870.00	RMB ordinary shares	1,703,934,870.00
HKSCC Nominees Limited	1,274,315,888.00	Overseas listed foreign shares	1,274,315,888.00
China Ocean Shipping Co., Ltd. (中國遠洋運輸有限公司)	544,632,418.00	RMB ordinary shares	544,632,418.00
Hebei Port Group Co., Ltd. (河北港口集團有限公司)	343,282,732.00	RMB ordinary shares	343,282,732.00
Hong Kong Securities Clearing Company Limited	194,061,884.00	RMB ordinary shares	194,061,884.00
CCCC Capital Holdings Co., Ltd. (中交資本控股有限公司)	185,374,403.00	RMB ordinary shares	185,374,403.00
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund (中國建設銀行股份有限公司－國泰中證全指證券公司交易型開放式指數證券投資基金)	114,126,431.00	RMB ordinary shares	114,126,431.00
COSCO Shipping (Guangzhou) Co., Ltd. (中遠海運(廣州)有限公司)	109,199,899.00	RMB ordinary shares	109,199,899.00
China Construction Bank Corporation – Hwabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund (中國建設銀行股份有限公司－華寶中證全指證券公司交易型開放式指數證券投資基金)	73,158,894.00	RMB ordinary shares	73,158,894.00
Description of the special account for repurchase among the top ten shareholders	Nil		
Description of the entrusting voting right, entrusted voting right and waiver of voting right of the above shareholders	Nil		
Description of the connected relationships or concerted actions among the above shareholders	1. CM Financial Holdings holds 100% of the equity interest in Jisheng Investment. CM Financial Holdings and Jisheng Investment are both subsidiaries of China Merchants Group, the de facto controller of the Company; 2. China Ocean Shipping and COSCO Shipping (Guangzhou) Co., Ltd. are both subsidiaries of China COSCO Shipping Corporation Limited.		

Notes: 1. HKSCC Nominees Limited is the nominee holder of the shares held by the non-registered H Shareholders of the Company;

2. Hong Kong Securities Clearing Company Limited is the nominee holder of the shares of the Company under the Northbound Trading Link of the Shanghai-Hong Kong Stock Connect;

3. Given the fact that the shares of the Company could be used as underlying securities for margin financing and securities lending, the shareholding of the shareholders is calculated based on the aggregate of shares and interests held in their ordinary securities accounts and credit securities accounts.

(III) Interests and short positions of the substantial shareholders and other persons in the shares and underlying shares

As at June 30, 2026, to the best knowledge of the Directors having made reasonable enquiries, the following persons (other than the Directors or chief executive of the Company) had interests or short positions in the shares or underlying shares of the Company which would be required to be disclosed to the Company pursuant to Divisions 2 and 3 of Part XV of the SFO and which were recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO:

No.	Name of de facto controller and substantial shareholders	Class of shares	Nature of interest	Number of shares held	Percentage of total number of issued shares of the Company (%)	Percentage of total number of issued A Shares/H Shares of the Company (%)	Long positions [7]/ short positions [8]/ shares available for lending
1	China Merchants Group	A Shares	Interest held by controlled corporations[1]	3,751,835,387	43.14	50.55	Long position
		H Shares	Interest held by controlled corporations[2]	89,042,607	1.02	6.99	Long position
2	China Merchants Financial Holdings Co., Ltd. (招商局金融控股有限公司)	A Shares	Beneficial owner and interest held by controlled corporations[3]	3,751,835,387	43.14	50.55	Long position
		H Shares	Interest held by controlled corporations[3]	89,042,607	1.02	6.99	Long position
3	Shenzhen Jisheng Investment Development Co., Ltd. (深圳市集盛投資發展有限公司)	A Shares	Beneficial owner	1,703,934,870	19.59	22.96	Long position
4	China Merchants Financial Holdings (Hong Kong) Company Limited	H Shares	Interest held by controlled corporations[3]	89,042,607	1.02	6.99	Long position
5	Best Winner Investment Limited	H Shares	Beneficial owner	89,042,607	1.02	6.99	Long position

No.	Name of de facto controller and substantial shareholders	Class of shares	Nature of interest	Number of shares held	Percentage of total number of issued shares of the Company (%)	Percentage of total number of issued A Shares/H Shares of the Company (%)	Long positions [7]/ short positions [8]/ shares available for lending
6	China COSCO Shipping Corporation Limited (中國遠洋海運集團有限公司)	A Shares	Interest held by controlled corporations[4]	663,437,515	7.63	8.94	Long position
		H Shares	Interest held by controlled corporations[5]	207,797,720	2.39	16.30	Long position
7	China Ocean Shipping Co., Ltd. (中國遠洋運輸有限公司)	A Shares	Beneficial owner	544,632,418	6.26	7.34	Long position
8	COSCO SHIPPING Investment Holdings Co., Limited	H Shares	Beneficial owner	207,797,720	2.39	16.30	Long position
9	Hebei Port Group Co., Ltd. (河北港口集團有限公司)	A Shares	Beneficial owner	343,282,732	3.95	4.63	Long position
		H Shares	Beneficial owner	90,674,260	1.04	7.11	Long position
10	PICC Life Insurance Company Limited (中國人民人壽保險股份有限公司)	H Shares	Beneficial owner	433,290,000	4.98	34.00	Long position
11	The People's Insurance Company (Group) of China Limited (中國人民保險集團股份有限公司)	H Shares	Interest held by controlled corporations[6]	433,290,000	4.98	34.00	Long position

1. China Merchants Group Limited holds 100% of the equity interest in China Merchants Financial Holdings Co., Ltd. and Shenzhen Jisheng Investment Development Co., Ltd., and is deemed to be interested in the same number of A Shares which China Merchants Financial Holdings Co., Ltd. (23.55%) and Shenzhen Jisheng Investment Development Co., Ltd. (19.59%) are interested in under the SFO.

2. China Merchants Group Limited holds 100% of the equity interest in Best Winner Investment Limited, and is deemed to be interested in the same number of H Shares which Best Winner Investment Limited (1.02%) is interested in under the SFO.

3. China Merchants Financial Holdings Co., Ltd. directly holds 23.55% of the shares of the Company. China Merchants Financial Holdings Co., Ltd. holds 100% of the equity interest in Shenzhen Jisheng Investment Development Co., Ltd., and is deemed to be interested in the same number of A Shares which Shenzhen Jisheng Investment Development Co., Ltd. (19.59%) is interested in under the SFO. Thus, China Merchants Financial Holdings Co., Ltd. holds, directly and indirectly, an aggregate of 43.14% of the equity interest in the A Shares of the Company. China Merchants Financial Holdings Co., Ltd. holds 100% of the equity interest in China Merchants Financial Holdings (Hong Kong) Company Limited, and China Merchants Financial Holdings (Hong Kong) Company Limited holds 100% of the equity interest in Best Winner Investment Limited. China Merchants Financial Holdings Co., Ltd. and China Merchants Financial Holdings (Hong Kong) Company Limited are deemed to be interested in the same number of H Shares which Best Winner Investment Limited (1.02%) is interested in under the SFO.

4. China COSCO Shipping Corporation Limited holds 100% of the equity interest in China Ocean Shipping Co., Ltd. and China Shipping Group Co., Ltd. (中國海運集團有限公司), and is deemed to be interested in the same number of A Shares which China Ocean Shipping Co., Ltd. (6.26%), COSCO Shipping (Guangzhou) Co., Ltd. (1.26%), a wholly-owned subsidiary of China Shipping Group Co., Ltd., COSCO SHIPPING Investment Holdings Co., Limited (0.10%), a wholly-owned subsidiary of China Shipping Group Co., Ltd., and Guangzhou Sanding Oil Products Transport Co., Ltd. (廣州市三鼎油品運輸有限公司) (0.01%), a controlled subsidiary of China Shipping Group Co., Ltd., are interested in under the SFO.

5. China COSCO Shipping Corporation Limited is deemed to be interested in the same number of H Shares which COSCO SHIPPING Investment Holdings Co., Limited (2.39%), a wholly-owned subsidiary of China Shipping Group Co., Ltd., is interested in under the SFO.

6. The People's Insurance Company (Group) of China Limited directly and indirectly holds 80% of the equity interest in PICC Life Insurance Company Limited, and is deemed to be interested in the same number of H Shares which PICC Life Insurance Company Limited is interested in under the SFO.

7. A shareholder has a "long position" if it has an interest in shares, including interests through holding, selling or issuing financial instruments (including derivatives) under which such shareholder has the following rights and liabilities: (i) it has a right to buy the underlying shares; (ii) it is under an obligation to buy the underlying shares; (iii) it has a right to receive money if the price of the underlying shares increases; or (iv) it has a right to avoid or reduce a loss if the price of the underlying shares increases.

8. A shareholder has a "short position" if it borrows shares under a securities borrowing and lending agreement, or if it holds, sells or issues financial instruments (including derivatives) under which such shareholder has the following rights and liabilities: (i) it has a right to require another person to buy the underlying shares; (ii) it is under an obligation to deliver the underlying shares; (iii) it has a right to receive money if the price of the underlying shares decreases; or (iv) it has a right to avoid or reduce a loss if the price of the underlying shares decreases.

Save as disclosed above, as at June 30, 2026, the Company was not aware of any other person (other than the Directors and chief executive of the Company) who had interests or short positions in the shares or underlying shares of the Company as recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO.

III. Directors and Senior Management

(I) Changes in shareholdings of current Directors and senior management and those resigned during the Reporting Period

None of the Directors or senior management of the Company were involved in this regard.

(II) Grant of share incentives to Directors and senior management during the Reporting Period

None of the Directors or senior management of the Company were involved in this regard.

(III) Interests and short positions in shares, underlying shares or debentures of the Company and its associated corporations of the Directors and chief executive

As of June 30, 2026, there were no interests or short positions of the Directors and chief executive of the Company in the shares, underlying shares or debentures of the Company or its associated corporations which would be required to be notified to the Company and the Hong Kong Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or interests or short positions which would be required, pursuant to Section 352 of the SFO, to be recorded in the register referred to therein, or required, pursuant to the Model Code, to be notified to the Company and the Hong Kong Stock Exchange.

IV. Description of Restrictions on Equity or Assets and Credit Status of Controlling Shareholder or De Facto Controller

The controlling shareholder of the Company is China Merchants Financial Holdings Co., Ltd., which directly and indirectly holds 44.17% of the shares of the Company, and is not subject to major restrictions. Other major assets of China Merchants Financial Holdings Co., Ltd. are equity investments. There are no major restrictions, and it has good credit standing.

The de facto controller of the Company is China Merchants Group Limited, which indirectly holds 44.17% of the shares of the Company, and is not subject to major restrictions. Other major assets of China Merchants Group Limited are cash and bank balances, inventory and long-term equity investments. There are no major restrictions, and it has been granted an AAA credit rating with good credit standing.

Chapter 7 Relevant Information of Bonds

I. Corporate Bonds (Including Enterprise Bonds) and Non-financial Enterprise Debt Financing Instruments

(I) Corporate bonds (including enterprise bonds)

1. General information of corporate bonds

As of the date of this report, the details of the outstanding corporate bonds are as follows:

Unit: 100 Million Yuan Currency: RMB

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2021 Type Two Subordinated Bonds (sixth tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2021年面向專業投資者公開發行次級債券(第六期)(品種二))	21 China Merchants Securities C8 (21招證C8)	188998.SH	November 10, 2021	November 11, 2021	–	November 11, 2026	10.00	3.70	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Ping An Securities	Ping An Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2022 Perpetual Subordinated Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2022年面向專業投資者公開發行永續次級債券(第一期)) Note 1	22 China Merchants Securities Y1 (22招證Y1)	185584.SH	March 23, 2022	March 24, 2022	–	–	43.00	3.95	Payment of interest annually if the option of deferring payment of interest is not exercised	SSE	GF Securities	GF Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2022 Perpetual Subordinated Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2022年面向專業投資者公開發行永續 次級債券(第二期)) Note 1	22 China Merchants Securities Y2 (22招證Y2)	185697.SH	April 18, 2022	April 19, 2022	–	–	47.00	3.77	Payment of interest annually if the option of deferring payment of interest is not exercised	SSE	GF Securities	GF Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2022 Perpetual Subordinated Bonds (third tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2022年面向專業投資者公開發行永續次級債券(第三期)) Note 1	22 China Merchants Securities Y3 (22招證Y3)	185739.SH	April 25, 2022	April 26, 2022	–	–	40.00	3.77	Payment of interest annually if the option of deferring payment of interest is not exercised	SSE	GF Securities	GF Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2022 Perpetual Subordinated Bonds (fourth tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2022年面向專業投資者公開發行永續次級債券(第四期)) Note 1	22 China Merchants Securities Y4 (22招證Y4)	185831.SH	June 7, 2022	June 8, 2022	–	–	20.00	3.72	Payment of interest annually if the option of deferring payment of interest is not exercised	SSE	GF Securities	GF Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2023 Type Two Corporate Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司面向專業投資者公開發行2023年公司債券(第二期)(品種二))	23 China Merchants Securities G4 (23招證G4)	115315.SH	April 24, 2023	April 25, 2023	–	April 25, 2028	22.00	3.17	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Galaxy Securities, Everbright Securities and Ping An Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2023 Type Two Subordinated Bonds (fourth tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2023年面向專業投資者公開發行次級債券(第四期)(品種二))	23 China Merchants Securities C8 (23招證C8)	115380.SH	May 19, 2023	May 22, 2023	–	May 22, 2028	10.00	3.39	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Ping An Securities	Ping An Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2023 Type One Subordinated Bonds (fifth tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2023年面向專業投資者公開發行次級債券(第五期)(品種一))	23 China Merchants Securities C9 (23招證C9)	240165.SH	October 27, 2023	October 30, 2023	–	October 30, 2026	20.00	3.20	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, CITIC Securities and Zhongtai Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2023 Type Two Subordinated Bonds (fifth tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2023年面向專業投資者公開發行次級債券(第五期)(品種二)) Note 3	23 China Merchants Securities C10 (23招證C10)	240166.SH	October 27, 2023 (Follow-on Offering: September 10, 2025)	October 30, 2023	–	October 30, 2028	25.00	3.45	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, CITIC Securities and Zhongtai Securities (Follow-on Offering: Huatai United Securities and CITIC Securities)	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2023 Corporate Bonds (sixth tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2023年面向專業投資者公開發行公司債券(第六期))	23 China Merchants Securities 11 (23招證11)	240335.SH	November 23, 2023	November 24, 2023	–	November 24, 2026	30.00	2.88	Payment of interest annually, and payment of principal and interest upon expiry	SSE	GF Securities, CITIC Securities, Galaxy Securities, Everbright Securities and Ping An Securities	GF Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2024 Corporate Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2024年面向專業投資者公開發行公司債券(第一期))	24 China Merchants Securities G1 (24招證G1)	240506.SH	January 17, 2024	January 18, 2024	–	January 18, 2027	30.00	2.74	Payment of interest annually, and payment of principal and interest upon expiry	SSE	GF Securities, CITIC Securities, Galaxy Securities, Everbright Securities and Ping An Securities	GF Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2024 Type One Subordinated Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2024年面向專業投資者公開發行次級債券(第一期)(品種一))	24 China Merchants Securities C1 (24招證C1)	240739.SH	March 19, 2024	March 20, 2024	–	March 20, 2027	9.00	2.64	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, CITIC Securities and Zhongtai Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2024 Type Two Subordinated Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2024年面向專業投資者公開發行次級債券(第一期)(品種二))	24 China Merchants Securities C2 (24招證C2)	240740.SH	March 19, 2024	March 20, 2024	–	March 20, 2029	17.00	2.77	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, CITIC Securities and Zhongtai Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2024 Type Two Subordinated Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2024年面向專業投資者公開發行次級債券(第二期)(品種二))	24 China Merchants Securities C4 (24招證C4)	240922.SH	April 18, 2024	April 19, 2024	–	April 19, 2029	20.00	2.55	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, CITIC Securities and Zhongtai Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2024 Type Two Subordinated Bonds (third tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2024年面向專業投資者公開發行次級債券(第三期)(品種二))	24 China Merchants Securities C6 (24招證C6)	241180.SH	June 26, 2024	June 27, 2024	–	June 27, 2029	20.00	2.32	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, CITIC Securities and Zhongtai Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2024 Type One Corporate Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2024年面向專業投資者公開發行公司債券(第二期)(品種一))	24 China Merchants Securities G2 (24招證G2)	241189.SH	June 27, 2024	July 1, 2024	–	July 1, 2027	10.00	2.15	Payment of interest annually, and payment of principal and interest upon expiry	SSE	GF Securities, CITIC Securities, Galaxy Securities, Everbright Securities and Ping An Securities	GF Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No

Chapter 7: Relevant Information of Bonds

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2024 Type Two Corporate Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2024年面向專業投資者公開發行公司債券(第二期)(品種二))	24 China Merchants Securities G3 (24招證G3)	241190.SH	June 27, 2024	July 1, 2024	–	July 1, 2028	60.00	2.25	Payment of interest annually, and payment of principal and interest upon expiry	SSE	GF Securities, CITIC Securities, Galaxy Securities, Everbright Securities and Ping An Securities	GF Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2024 Type Two Subordinated Bonds (fourth tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2024年面向專業投資者公開發行次級債券(第四期)(品種二))	24 China Merchants Securities C8 (24招證C8)	241412.SH	August 7, 2024	August 8, 2024	–	August 8, 2029	30.00	2.12	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, CITIC Securities and Zhongtai Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2024 Type One Corporate Bonds (third tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2024年面向專業投資者公開發行公司債券(第三期)(品種一))	24 China Merchants Securities G4 (24招證G4)	241759.SH	October 17, 2024	October 18, 2024	–	October 18, 2027	20.00	2.15	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, Galaxy Securities, Everbright Securities and Ping An Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2024 Type Two Corporate Bonds (first tranche) non-publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2024年面向專業投資者非公開發行公司債券(第一期)(品種二))	24 China Merchants Securities F2 (24招證F2)	256615.SH	November 22, 2024	November 25, 2024	–	December 10, 2026	25.00	2.15	Payment of interest annually in the first interest-bearing year, and payment of interest for the remaining term together with the payment of principal upon expiry	SSE	Huatai United Securities, CITIC Securities, GF Securities and Everbright Securities	Huatai United Securities	Offering to professional institutional investors	Click-to-trade, quote request, auction and negotiation	No
The 2024 Type Three Corporate Bonds (first tranche) non-publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2024年面向專業投資者非公開發行公司債券(第一期)(品種三))	24 China Merchants Securities F3 (24招證F3)	256616.SH	November 22, 2024	November 25, 2024	–	March 11, 2027	25.00	2.14	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, CITIC Securities, GF Securities and Everbright Securities	Huatai United Securities	Offering to professional institutional investors	Click-to-trade, quote request, auction and negotiation	No

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2025 Perpetual Subordinated Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行永續次級債券(第一期))Note 2	25 China Merchants Securities Y1 (25招證Y1)	242920.SH	April 24, 2025	April 25, 2025	-	-	9.00	2.21	Payment of interest annually if the option of deferring payment of interest is not exercised	SSE	GF Securities and CITIC Securities	GF Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2025 Type One Sci-Tech Innovation Corporate Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行科技創新公司債券(第一期)(品種一))Note 3	25 China Merchants Securities K1 (25招證K1)	242603.SH	May 12, 2025 (Follow-on Offering: September 18, 2025)	May 13, 2025	-	May 13, 2027	43.00	1.75	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, Galaxy Securities, Everbright Securities and Ping An Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2025 Type Two Sci-Tech Innovation Corporate Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行科技創新公司債券(第一期)(品種二))Note 3	25 China Merchants Securities K2 (25招證K2)	242604.SH	May 12, 2025 (Follow-on Offering: September 18, 2025)	May 13, 2025	-	May 13, 2028	37.00	1.75	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, Galaxy Securities, Everbright Securities and Ping An Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2025 Perpetual Subordinated Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行永續 次級債券(第二期)) Note 2	25 China Merchants Securities Y2 (25招證Y2)	243324.SH	July 11, 2025	July 14, 2025	-	-	11.00	2.05	Payment of interest annually if the option of deferring payment of interest is not exercised	SSE	GF Securities and CITIC Securities	GF Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2025 Type One Corporate Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行公司債券(第一期)(品種一))	25 China Merchants Securities G1 (25招證G1)	243692.SH	August 28, 2025	August 29, 2025	-	September 11, 2026	72.00	1.75	Payment of principal and interest upon expiry	SSE	Huatai United Securities, Galaxy Securities and Everbright Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2025 Type Two Corporate Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行公司債券(第一期)(品種二))	25 China Merchants Securities G2 (25招證G2)	243693.SH	August 28, 2025	August 29, 2025	-	August 29, 2028	28.00	1.92	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, Galaxy Securities and Everbright Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2025 Type Two Short-term Corporate Bonds (sixth tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行短期公司債券(第六期)(品種二))	25 China Merchants Securities S14 (25招S14)	243859.SH	September 19, 2025	September 22, 2025	–	September 16, 2026	22.00	1.75	Payment of principal and interest upon expiry	SSE	Huatai United Securities, Guotai Haitong Securities, Shenwan Hongyuan Securities, Ping An Securities and Wanlian Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2025 Type One Corporate Bonds (first tranche) non-publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者非公開發行公司債券(第一期)(品種一))	25 China Merchants Securities F4 (25招證F4)	280328.SH	October 14, 2025	October 15, 2025	–	October 22, 2026	41.00	1.78	Payment of principal and interest upon expiry	SSE	Huatai United Securities, Guotai Haitong Securities and Everbright Securities	Huatai United Securities	Offering to professional institutional investors	Click-to-trade, quote request, auction and negotiation	No
The 2025 Type Two Corporate Bonds (first tranche) non-publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者非公開發行公司債券(第一期)(品種二))	25 China Merchants Securities F5 (25招證F5)	280329.SH	October 14, 2025	October 15, 2025	–	June 17, 2027	15.00	1.98	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, Guotai Haitong Securities and Everbright Securities	Huatai United Securities	Offering to professional institutional investors	Click-to-trade, quote request, auction and negotiation	No
The 2025 Type Three Corporate Bonds (first tranche) non-publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者非公開發行公司債券(第一期)(品種三))	25 China Merchants Securities F6 (25招證F6)	280330.SH	October 14, 2025	October 15, 2025	–	October 15, 2027	37.00	2.03	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, Guotai Haitong Securities and Everbright Securities	Huatai United Securities	Offering to professional institutional investors	Click-to-trade, quote request, auction and negotiation	No
The 2025 Type One Subordinated Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行次級債券(第一期)(品種一))	25 China Merchants Securities C1 (25招證C1)	244114.SH	October 29, 2025	October 30, 2025	–	October 30, 2028	27.00	2.07	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, GF Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2025 Type Two Subordinated Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行次級債券(第一期)(品種二))	25 China Merchants Securities C2 (25招證C2)	244115.SH	October 29, 2025	October 30, 2025	–	October 30, 2030	13.00	2.28	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, GF Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2025 Type Two Short-term Corporate Bonds (seventh tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行短期公司債券(第七期)(品種二))	25 China Merchants Securities S16 (25招S16)	244243.SH	November 14, 2025	November 17, 2025	–	November 12, 2026	30.00	1.71	Payment of principal and interest upon expiry	SSE	Huatai United Securities, Guotai Haitong Securities, Shenwan Hongyuan Securities and Ping An Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2025 Type One Corporate Bonds (second tranche) non-publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者非公開發行公司債券(第二期)(品種一))	25 China Merchants Securities F7 (25招證F7)	280873.SH	November 27, 2025	November 28, 2025	–	November 26, 2026	24.00	1.75	Payment of principal and interest upon expiry	SSE	Huatai United Securities, CITIC Securities, Guotai Haitong Securities and Everbright Securities	Huatai United Securities	Offering to professional institutional investors	Click-to-trade, quote request, auction and negotiation	No
The 2025 Type Two Corporate Bonds (second tranche) non-publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者非公開發行公司債券(第二期)(品種二))	25 China Merchants Securities F8 (25招證F8)	280874.SH	November 27, 2025	November 28, 2025	–	November 28, 2027	16.00	1.94	Payment of interest annually, and payment of principal and interest upon expiry	SSE	Huatai United Securities, CITIC Securities, Guotai Haitong Securities and Everbright Securities	Huatai United Securities	Offering to professional institutional investors	Click-to-trade, quote request, auction and negotiation	No
The 2025 Type One Subordinated Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行次級債券(第二期)(品種一))	25 China Merchants Securities C3 (25招證C3)	244407.SH	December 10, 2025	December 11, 2025	–	December 11, 2028	30.00	2.13	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, GF Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2025 Type Two Subordinated Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行次級債券(第二期)(品種二))	25 China Merchants Securities C4 (25招證C4)	244408.SH	December 10, 2025	December 11, 2025	–	December 11, 2030	15.00	2.28	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, GF Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2025 Type One Corporate Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行公司債券(第二期)(品種一))	25 China Merchants Securities G3 (25招證G3)	244460.SH	December 22, 2025	December 24, 2025	–	December 24, 2027	38.00	1.82	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities and Huatai United Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2025 Type Two Corporate Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2025年面向專業投資者公開發行公司債券(第二期)(品種二))	25 China Merchants Securities G4 (25招證G4)	244461.SH	December 22, 2025	December 24, 2025	–	December 24, 2028	48.00	1.88	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities and Huatai United Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2026 Type Two Short-term Corporate Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者公開發行短期公司債券(第一期)(品種二))	26 China Merchants Securities S2 (26招證S2)	244566.SH	January 16, 2026	January 19, 2026	–	January 14, 2027	36.00	1.71	Payment of principal and interest upon expiry	SSE	Huatai United Securities, Guotai Haitong Securities, Shenwan Hongyuan Securities and Ping An Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2026 Type Two Corporate Bonds (first tranche) non-publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者非公開發行公司債券(第一期)(品種二))	26 China Merchants Securities F2 (26招證F2)	281473.SH	January 23, 2026	January 26, 2026	–	February 19, 2027	42.00	1.74	Payment of principal and interest upon expiry	SSE	Huatai United Securities, CITIC Securities, Guotai Haitong Securities and Everbright Securities	Huatai United Securities	Offering to professional institutional investors	Click-to-trade, quote request, auction and negotiation	No

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2026 Type One Corporate Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者公開發行公司債券(第一期)(品種一))	26 China Merchants Securities G1 (26招證G1)	244657.SH	February 3, 2026	February 4, 2026	-	February 10, 2028	60.00	1.80	Payment of interest annually in the first interest-bearing year, and payment of interest for the remaining term together with the payment of principal upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, Huatai United Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2026 Type Two Corporate Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者公開發行公司債券(第一期)(品種二))	26 China Merchants Securities G2 (26招證G2)	244658.SH	February 3, 2026	February 4, 2026	-	February 4, 2029	60.00	1.85	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, Huatai United Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2026 Type One Corporate Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者公開發行公司債券(第二期)(品種一))	26 China Merchants Securities G3 (26招證G3)	244786.SH	March 11, 2026	March 12, 2026	-	March 12, 2028	48.00	1.75	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, Huatai United Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2026 Type Two Corporate Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者公開發行公司債券(第二期)(品種二))	26 China Merchants Securities G4 (26招證G4)	244787.SH	March 11, 2026	March 12, 2026	-	March 12, 2029	52.00	1.81	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, Huatai United Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2026 Perpetual Subordinated Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者公開發行永續次級債券(第一期))Note 2	26 China Merchants Securities Y1 (26招證Y1)	245118.SH	April 22, 2026	April 23, 2026	-	-	20.00	2.04	Payment of interest annually if the option of deferring payment of interest is not exercised	SSE	GF Securities and CITIC Securities	GF Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2026 Type One Corporate Bonds (third tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者公開發行公司債券(第三期)(品種一))	26 China Merchants Securities G5 (26招證G5)	245263.SH	May 20, 2026	May 21, 2026	–	May 21, 2028	34.00	1.59	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, Huatai United Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2026 Type Two Corporate Bonds (third tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者公開發行公司債券(第三期)(品種二))	26 China Merchants Securities G6 (26招證G6)	245264.SH	May 20, 2026	May 21, 2026	–	May 21, 2029	60.00	1.68	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, Huatai United Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2026 Type One Subordinated Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者公開發行次級債券(第一期)(品種一))	26 China Merchants Securities C1 (26招證C1)	245391.SH	June 5, 2026	June 8, 2026	–	June 8, 2029	25.00	1.69	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, GF Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2026 Type Two Subordinated Bonds (first tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者公開發行次級債券(第一期)(品種二))	26 China Merchants Securities C2 (26招證C2)	245392.SH	June 5, 2026	June 8, 2026	–	June 8, 2031	32.00	1.85	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, Guotai Haitong Securities, GF Securities and Everbright Securities	CITIC Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No
The 2026 Type One Corporate Bonds (second tranche) non-publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者非公開發行公司債券(第二期)(品種一))	26 China Merchants Securities F3 (26招證F3)	282984.SH	June 18, 2026	June 22, 2026	–	June 22, 2028	23.00	1.69	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, SDIC Securities and Wanlian Securities	CITIC Securities	Offering to professional institutional investors	Click-to-trade, quote request, auction and negotiation	No
The 2026 Type Two Corporate Bonds (second tranche) non-publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者非公開發行公司債券(第二期)(品種二))	26 China Merchants Securities F4 (26招證F4)	282985.SH	June 18, 2026	June 22, 2026	–	June 22, 2029	45.00	1.75	Payment of interest annually, and payment of principal and interest upon expiry	SSE	CITIC Securities, SDIC Securities and Wanlian Securities	CITIC Securities	Offering to professional institutional investors	Click-to-trade, quote request, auction and negotiation	No

Name	Abbreviation	Code	Date of issuance	Value date	Latest sell-back date after August 31, 2026	Date of expiry	Remaining balance	Interest rate (%)	Payment of principal and interest	Trading place	Lead underwriter	Trustee	Eligibility of investors	Trading mechanism	Whether there is any risk of termination of listing
The 2026 Short-term Corporate Bonds (second tranche) publicly issued by China Merchants Securities Co., Ltd. to professional investors (招商證券股份有限公司2026年面向專業投資者公開發行短期公司債券(第二期))	26 China Merchants Securities S3 (26招證S3)	245633.SH	July 10, 2026	July 13, 2026	–	July 8, 2027	70.00	1.52	Payment of principal and interest upon expiry	SSE	Huatai United Securities, Guotai Haitong Securities and Shenwan Hongyuan Securities	Huatai United Securities	Offering to professional institutional investors	Matching, click-to-trade, quote request, auction and negotiation	No

Notes:

1. Issuer's right of redemption, (when specific conditions are met) issuer's option of redemption and option of deferring payment of interest are available for 22 China Merchants Securities Y1, 22 China Merchants Securities Y2, 22 China Merchants Securities Y3 and 22 China Merchants Securities Y4. On the fifth and every subsequent interest payment date, the issuer shall have the right to redeem the perpetual subordinated bonds at the face value plus the interest payable (including all deferred interest and its yield); the coupon rate for the first five interest-bearing years (the first pricing period) of the above perpetual subordinated bonds shall remain unchanged. Since the sixth interest-bearing year, the coupon rate shall be re-determined every five years. As of the date of this report, the aforementioned bonds are in their first pricing period.

2. Issuer's option of renewal, (when specific conditions are met) issuer's option of redemption and option of deferring payment of interest are available for 25 China Merchants Securities Y1, 25 China Merchants Securities Y2 and 26 China Merchants Securities Y1. The above-mentioned perpetual subordinated bonds have a pricing period of every five interest-bearing years. At the end of each pricing period, the issuer has the right to choose to extend the term of the bonds by one pricing period or redeem the perpetual subordinated bonds in full; the coupon rate for the first five interest-bearing years (the first pricing period) of the above perpetual subordinated bonds shall remain unchanged. The coupon rate shall be re-determined at the end of each pricing period. As of the date of this report, the aforementioned bonds are in their first pricing period.

3. The 23 China Merchants Securities C10 was issued on October 27, 2023, and a follow-up tap issuance was completed on September 11, 2025, with the aggregate principal amount of RMB1.5 billion and RMB1 billion, respectively; the 25 China Merchants Securities K1 was issued on May 13, 2025, and a follow-up tap issuance was completed on September 19, 2025, with the aggregate principal amount of RMB2 billion and RMB2.3 billion, respectively; the 25 China Merchants Securities K2 was issued on May 13, 2025, and a follow-up tap issuance was completed on September 19, 2025, with the aggregate principal amount of RMB1 billion and RMB2.7 billion, respectively. The aforesaid tap-issued and existing bonds will be merged for joint listing, trading, and custody.

2. Triggering and execution of issuer's or investor's option clause or investor protection clause

Issuer's right of redemption (i.e. on the fifth and every subsequent interest payment date of the bonds, the issuer shall have the right to redeem the bonds at the face value plus the interest payable), (when specific conditions are met) issuer's option of redemption and option of deferring payment of interest are available for "22 China Merchants Securities Y1", "22 China Merchants Securities Y2", "22 China Merchants Securities Y3" and "22 China Merchants Securities Y4" of the Company. The above bonds have not reached the exercise date of right of redemption, and have not triggered the exercise of (when specific conditions are met) issuer's option of redemption.

Issuer's option of renewal, (when specific conditions are met) issuer's option of redemption and option of deferring payment of interest are available for "25 China Merchants Securities Y1", "25 China Merchants Securities Y2" and "26 China Merchants Securities Y1" of the Company. The above bonds have not reached the exercise date of option of renewal, and have not triggered the exercise of (when specific conditions are met) issuer's option of redemption.

The Company held the 2024 annual general meeting on June 26, 2025, at which the Resolution on the Profit Distribution Plan of the Company for 2024 was considered and approved; the Company held the 22nd meeting of the eighth session of the Board on August 28, 2025, at which the Resolution on the Interim Profit Distribution of the Company for 2025 was considered and approved pursuant to the authorization of the 2024 annual general meeting; the Company held the 2025 shareholders' general meeting on June 26, 2026, at which the Resolution on the Profit Distribution Plan of the Company for 2025 was considered and approved; and the Company held the 37th meeting of the eighth session of the Board on August 25, 2026, at which the Resolution on the Interim Profit Distribution of the Company for 2026 was considered and approved pursuant to the authorization of the 2025 shareholders' general meeting, which is a mandatory interest payment. The option of deferring payment of interest was not exercised. As of the date of this report, the Company has fully paid the interest of "22 China Merchants Securities Y1", "22 China Merchants Securities Y2", "22 China Merchants Securities Y3", "22 China Merchants Securities Y4", "25 China Merchants Securities Y1" and "25 China Merchants Securities Y2" for the relevant period. There was no interest payment date due for "26 China Merchants Securities Y1".

Some of the bonds issued by the Company contain investor protection clauses. During the Reporting Period, such investor protection clauses have not been triggered. The Company has undertaken that, according to the consolidated financial statements, the unrestricted cash and bank balances at the end of each semi-annual period during the duration of the above bonds shall not be less than RMB5 billion. As of the end of June 2026, the Company's own cash and bank balances amounted to RMB24.586 billion, and the unrestricted cash and bank balances amounted to RMB23.971 billion, which met the undertaken amount.

3. *Execution of and changes in guarantees, debt repayment plans and other repayment guarantee measures during the Reporting Period and their impacts*

Bond code	Bond abbreviation	Current status	Execution	Change	Whether there is any change	Status before and after change	Reason for the change	Whether the change has obtained approval from the competent authority	Impact of the change on the rights and interests of bond investors
188998.SH	21 China Merchants Securities C8 (21招證C8)	None of the surviving corporate bonds of the Company have credit enhancement measures, and the debt repayment plans are implemented in accordance with the commitments in the prospectus. The repayment guarantee measures include engaging a trustee-manager, formulating the Bondholders' Meeting Rules, setting up a special repayment working group, improving profitability, optimizing asset and liability structure, strictly fulfilling information disclosure obligations and maintaining strong shareholder support.	The Company has strictly executed the commitments on debt repayment plans and repayment guarantee measures in the prospectus, paid the interest and principal of corporate bonds in a timely manner, disclosed relevant information in a timely manner, and safeguarded the legitimate rights and interests of investors. The relevant plans and measures are consistent with the relevant commitments in the prospectus.	N/A	No	N/A	N/A	N/A	N/A
185584.SH	22 China Merchants Securities Y1 (22招證Y1)								
185697.SH	22 China Merchants Securities Y2 (22招證Y2)								
185739.SH	22 China Merchants Securities Y3 (22招證Y3)								
185831.SH	22 China Merchants Securities Y4 (22招證Y4)								
115315.SH	23 China Merchants Securities G4 (23招證G4)								
240335.SH	23 China Merchants Securities 11 (23招證11)								
115380.SH	23 China Merchants Securities C8 (23招證C8)								
240165.SH	23 China Merchants Securities C9 (23招證C9)								
240166.SH	23 China Merchants Securities C10 (23招C10)								
240506.SH	24 China Merchants Securities G1 (24招證G1)								
241189.SH	24 China Merchants Securities G2 (24招證G2)								
241190.SH	24 China Merchants Securities G3 (24招證G3)								
241759.SH	24 China Merchants Securities G4 (24招證G4)								
240739.SH	24 China Merchants Securities C1 (24招證C1)								
240740.SH	24 China Merchants Securities C2 (24招證C2)								

Bond code	Bond abbreviation	Current status	Execution	Change	Whether there is any change	Status before and after change	Reason for the change	Whether the change has obtained approval from the competent authority	Impact of the change on the rights and interests of bond investors
240922.SH	24 China Merchants Securities C4 (24招證C4)	None of the surviving corporate bonds of the Company have credit enhancement measures, and the debt repayment plans are implemented in accordance with the commitments in the prospectus. The repayment guarantee measures include engaging a trustee-manager, formulating the Bondholders' Meeting Rules, setting up a special repayment working group, improving profitability, optimizing asset and liability structure, strictly fulfilling information disclosure obligations and maintaining strong shareholder support.	The Company has strictly executed the commitments on debt repayment plans and repayment guarantee measures in the prospectus, paid the interest and principal of corporate bonds in a timely manner, disclosed relevant information in a timely manner, and safeguarded the legitimate rights and interests of investors. The relevant plans and measures are consistent with the relevant commitments in the prospectus.	N/A	No	N/A	N/A	N/A	N/A
241180.SH	24 China Merchants Securities C6 (24招證C6)								
241412.SH	24 China Merchants Securities C8 (24招證C8)								
256615.SH	24 China Merchants Securities F2 (24招證F2)								
256616.SH	24 China Merchants Securities F3 (24招證F3)								
242603.SH	25 China Merchants Securities K1 (25招證K1)								
242604.SH	25 China Merchants Securities K2 (25招證K2)								
243692.SH	25 China Merchants Securities G1 (25招證G1)								
243693.SH	25 China Merchants Securities G2 (25招證G2)								
244460.SH	25 China Merchants Securities G3 (25招證G3)								
244461.SH	25 China Merchants Securities G4 (25招證G4)								
243859.SH	25 China Merchants Securities S14 (25招S14)								
244243.SH	25 China Merchants Securities S16 (25招S16)								
280328.SH	25 China Merchants Securities F4 (25招證F4)								
280329.SH	25 China Merchants Securities F5 (25招證F5)								
280330.SH	25 China Merchants Securities F6 (25招證F6)								
280873.SH	25 China Merchants Securities F7 (25招證F7)								

Bond code	Bond abbreviation	Current status	Execution	Change	Whether there is any change	Status before and after change	Reason for the change	Whether the change has obtained approval from the competent authority	Impact of the change on the rights and interests of bond investors
280874.SH	25 China Merchants Securities F8 (25招證F8)	None of the surviving corporate bonds of the Company have credit enhancement measures, and the debt repayment plans are implemented in accordance with the commitments in the prospectus. The repayment guarantee measures include engaging a trustee-manager, formulating the Bondholders' Meeting Rules, setting up a special repayment working group, improving profitability, optimizing asset and liability structure, strictly fulfilling information disclosure obligations and maintaining strong shareholder support.	The Company has strictly executed the commitments on debt repayment plans and repayment guarantee measures in the prospectus, paid the interest and principal of corporate bonds in a timely manner, disclosed relevant information in a timely manner, and safeguarded the legitimate rights and interests of investors. The relevant plans and measures are consistent with the relevant commitments in the prospectus.	N/A	No	N/A	N/A	N/A	N/A
244114.SH	25 China Merchants Securities C1 (25招證C1)								
244115.SH	25 China Merchants Securities C2 (25招證C2)								
244407.SH	25 China Merchants Securities C3 (25招證C3)								
244408.SH	25 China Merchants Securities C4 (25招證C4)								
242920.SH	25 China Merchants Securities Y1 (25招證Y1)								
243324.SH	25 China Merchants Securities Y2 (25招證Y2)								
244657.SH	26 China Merchants Securities G1 (26招證G1)								
244658.SH	26 China Merchants Securities G2 (26招證G2)								
244786.SH	26 China Merchants Securities G3 (26招證G3)								
244787.SH	26 China Merchants Securities G4 (26招證G4)								
245263.SH	26 China Merchants Securities G5 (26招證G5)								
245264.SH	26 China Merchants Securities G6 (26招證G6)								
244566.SH	26 China Merchants Securities S2 (26招證S2)								
245633.SH	26 China Merchants Securities S3 (26招證S3)								
281473.SH	26 China Merchants Securities F2 (26招證F2)								
282984.SH	26 China Merchants Securities F3 (26招證F3)								

Bond code	Bond abbreviation	Current status	Execution	Change	Whether there is any change	Status before and after change	Reason for the change	Whether the change has obtained approval from the competent authority	Impact of the change on the rights and interests of bond investors
282985.SH	26 China Merchants Securities F4 (26招證F4)	None of the surviving corporate bonds of the Company have credit enhancement measures, and the debt repayment plans are implemented in accordance with the commitments in the prospectus. The repayment guarantee measures include engaging a trustee-manager, formulating the Bondholders' Meeting Rules, setting up a special repayment working group, improving profitability, optimizing asset and liability structure, strictly fulfilling information disclosure obligations and maintaining strong shareholder support.	The Company has strictly executed the commitments on debt repayment plans and repayment guarantee measures in the prospectus, paid the interest and principal of corporate bonds in a timely manner, disclosed relevant information in a timely manner, and safeguarded the legitimate rights and interests of investors. The relevant plans and measures are consistent with the relevant commitments in the prospectus.	N/A	No	N/A	N/A	N/A	N/A
245391.SH	26 China Merchants Securities C1 (26招證C1)								
245392.SH	26 China Merchants Securities C2 (26招證C2)								
245118.SH	26 China Merchants Securities Y1 (26招證Y1)								
281473.SH	26 China Merchants Securities F2 (26招證F2)								

(II) Proceeds from Corporate Bonds

1. Basic Information

Unit: 100 Million Yuan Currency: RMB

Bond code	Bond abbreviation	Whether it is a specialized bond	Specific types of specialized bonds	Total proceeds	Balance of the proceeds as at the end of the Reporting Period	Balance of special account of proceeds as at the end of the Reporting Period
188568.SH	21 China Merchants Securities 10 (21招證10)	No	–	20.00	–	–
188998.SH	21 China Merchants Securities C8 (21招證C8)	No	–	10.00	–	–
185584.SH	22 China Merchants Securities Y1 (22招證Y1)	Yes	Renewable corporate bonds	43.00	–	–
185697.SH	22 China Merchants Securities Y2 (22招證Y2)	Yes	Renewable corporate bonds	47.00	–	–
185739.SH	22 China Merchants Securities Y3 (22招證Y3)	Yes	Renewable corporate bonds	40.00	–	–
185831.SH	22 China Merchants Securities Y4 (22招證Y4)	Yes	Renewable corporate bonds	20.00	–	–
115315.SH	23 China Merchants Securities G4 (23招證G4)	No	–	22.00	–	–
115648.SH	23 China Merchants Securities G6 (23招證G6)	No	–	34.00	–	–
115790.SH	23 China Merchants Securities 10 (23招證10)	No	–	40.00	–	–
240335.SH	23 China Merchants Securities 11 (23招證11)	No	–	30.00	–	–
115380.SH	23 China Merchants Securities C8 (23招證C8)	No	–	10.00	–	–
240165.SH	23 China Merchants Securities C9 (23招證C9)	No	–	20.00	–	–
240166.SH	23 China Merchants Securities C10 (23招C10)	No	–	25.00	–	–

Bond code	Bond abbreviation	Whether it is a specialized bond	Specific types of specialized bonds	Total proceeds	Balance of the proceeds as at the end of the Reporting Period	Balance of special account of proceeds as at the end of the Reporting Period
240506.SH	24 China Merchants Securities G1 (24招證G1)	No	–	30.00	–	–
241189.SH	24 China Merchants Securities G2 (24招證G2)	No	–	10.00	–	–
241190.SH	24 China Merchants Securities G3 (24招證G3)	No	–	60.00	–	–
241759.SH	24 China Merchants Securities G4 (24招證G4)	No	–	20.00	–	–
240739.SH	24 China Merchants Securities C1 (24招證C1)	No	–	9.00	–	–
240740.SH	24 China Merchants Securities C2 (24招證C2)	No	–	17.00	–	–
240922.SH	24 China Merchants Securities C4 (24招證C4)	No	–	20.00	–	–
241180.SH	24 China Merchants Securities C6 (24招證C6)	No	–	20.00	–	–
241412.SH	24 China Merchants Securities C8 (24招證C8)	No	–	30.00	–	–
256615.SH	24 China Merchants Securities F2 (24招證F2)	No	–	25.00	–	–
256616.SH	24 China Merchants Securities F3 (24招證F3)	No	–	25.00	–	–
242603.SH	25 China Merchants Securities K1 (25招證K1)	Yes	Sci-tech innovation corporate bonds	43.00	–	–
242604.SH	25 China Merchants Securities K2 (25招證K2)	Yes	Sci-tech innovation corporate bonds	37.00	5.05	–
243692.SH	25 China Merchants Securities G1 (25招證G1)	No	–	72.00	–	–
243693.SH	25 China Merchants Securities G2 (25招證G2)	No	–	28.00	–	–
244460.SH	25 China Merchants Securities G3 (25招證G3)	No	–	38.00	–	–
244461.SH	25 China Merchants Securities G4 (25招證G4)	No	–	48.00	–	–

Bond code	Bond abbreviation	Whether it is a specialized bond	Specific types of specialized bonds	Total proceeds	Balance of the proceeds as at the end of the Reporting Period	Balance of special account of proceeds as at the end of the Reporting Period
243421.SH	25 China Merchants Securities S10 (25招S10)	Yes	Short-term corporate bonds	70.50	–	–
243643.SH	25 China Merchants Securities S12 (25招S12)	Yes	Short-term corporate bonds	34.00	–	–
243859.SH	25 China Merchants Securities S14 (25招S14)	Yes	Short-term corporate bonds	22.00	–	–
244243.SH	25 China Merchants Securities S16 (25招S16)	Yes	Short-term corporate bonds	30.00	–	–
280328.SH	25 China Merchants Securities F4 (25招證F4)	No	–	41.00	–	–
280329.SH	25 China Merchants Securities F5 (25招證F5)	No	–	15.00	–	–
280330.SH	25 China Merchants Securities F6 (25招證F6)	No	–	37.00	–	–
280873.SH	25 China Merchants Securities F7 (25招證F7)	Yes	Short-term corporate bonds	24.00	–	–
280874.SH	25 China Merchants Securities F8 (25招證F8)	No	–	16.00	–	–
244114.SH	25 China Merchants Securities C1 (25招證C1)	No	–	27.00	–	–
244115.SH	25 China Merchants Securities C2 (25招證C2)	No	–	13.00	–	–
244407.SH	25 China Merchants Securities C3 (25招證C3)	No	–	30.00	–	–
244408.SH	25 China Merchants Securities C4 (25招證C4)	No	–	15.00	–	–
242920.SH	25 China Merchants Securities Y1 (25招證Y1)	Yes	Renewable corporate bonds	9.00	–	–
243324.SH	25 China Merchants Securities Y2 (25招證Y2)	Yes	Renewable corporate bonds	11.00	–	–
244657.SH	26 China Merchants Securities G1 (26招證G1)	No	–	60.00	–	–
244658.SH	26 China Merchants Securities G2 (26招證G2)	No	–	60.00	–	–

Bond code	Bond abbreviation	Whether it is a specialized bond	Specific types of specialized bonds	Total proceeds	Balance of the proceeds as at the end of the Reporting Period	Balance of special account of proceeds as at the end of the Reporting Period
244786.SH	26 China Merchants Securities G3 (26招證G3)	No	–	48.00	–	–
244787.SH	26 China Merchants Securities G4 (26招證G4)	No	–	52.00	–	–
245263.SH	26 China Merchants Securities G5 (26招證G5)	No	–	34.00	–	–
245264.SH	26 China Merchants Securities G6 (26招證G6)	No	–	60.00	–	–
244565.SH	26 China Merchants Securities S1 (26招證S1)	Yes	Short-term corporate bonds	24.00	–	–
244566.SH	26 China Merchants Securities S2 (26招證S2)	Yes	Short-term corporate bonds	36.00	–	–
245633.SH	26 China Merchants Securities S3 (26招證S3)	Yes	Short-term corporate bonds	70.00	–	–
281472.SH	26 China Merchants Securities F1 (26招證F1)	Yes	Short-term corporate bonds	25.00	–	–
281473.SH	26 China Merchants Securities F2 (26招證F2)	No	–	42.00	–	–
282984.SH	26 China Merchants Securities F3 (26招證F3)	No	–	23.00	–	–
282985.SH	26 China Merchants Securities F4 (26招證F4)	No	–	45.00	–	–
245391.SH	26 China Merchants Securities C1 (26招證C1)	No	–	25.00	–	–
245392.SH	26 China Merchants Securities C2 (26招證C2)	No	–	32.00	–	–
245118.SH	26 China Merchants Securities Y1 (26招證Y1)	Yes	Renewable corporate bonds	20.00	–	–

2. The use of proceeds

(1) Actual use (excluding temporary replenishment)

Unit: 100 Million Yuan Currency: RMB

Bond code	Bond abbreviation	Actual amount of proceeds used during the Reporting Period	Repayment of interest-bearing liabilities (excluding corporate bonds) and the amount involved	Repayment of corporate bonds and the amount involved	Replenishment of the working capital and the amount involved	Investment in fixed assets and the amount involved	Equity investment, debt investment and asset acquisition and the amount involved	Other purposes and the amount involved
188568.SH	21 China Merchants Securities 10 (21招證10)	20.00	–	–	20.00	–	–	–
188998.SH	21 China Merchants Securities C8 (21招證C8)	10.00	–	10.00	–	–	–	–
185584.SH	22 China Merchants Securities Y1 (22招證Y1)	43.00	–	43.00	–	–	–	–
185697.SH	22 China Merchants Securities Y2 (22招證Y2)	47.00	–	47.00	–	–	–	–
185739.SH	22 China Merchants Securities Y3 (22招證Y3)	40.00	–	40.00	–	–	–	–
185831.SH	22 China Merchants Securities Y4 (22招證Y4)	20.00	–	20.00	–	–	–	–
115315.SH	23 China Merchants Securities G4 (23招證G4)	22.00	–	–	22.00	–	–	–
115648.SH	23 China Merchants Securities G6 (23招證G6)	34.00	–	34.00	–	–	–	–
115790.SH	23 China Merchants Securities 10 (23招證10)	40.00	–	40.00	–	–	–	–
240335.SH	23 China Merchants Securities 11 (23招證11)	30.00	–	30.00	–	–	–	–
115380.SH	23 China Merchants Securities C8 (23招證C8)	10.00	–	10.00	–	–	–	–

Bond code	Bond abbreviation	Actual amount of proceeds used during the Reporting Period	Repayment of interest-bearing liabilities (excluding corporate bonds) and the amount involved	Repayment of corporate bonds and the amount involved	Replenishment of the working capital and the amount involved	Investment in fixed assets and the amount involved	Equity investment, debt investment and asset acquisition and the amount involved	Other purposes and the amount involved
240165.SH	23 China Merchants Securities C9 (23招證C9)	20.00	–	20.00	–	–	–	–
240166.SH	23 China Merchants Securities C10 (23招C10)	25.00	–	15.00	10.00	–	–	–
240506.SH	24 China Merchants Securities G1 (24招證G1)	30.00	–	30.00	–	–	–	–
241189.SH	24 China Merchants Securities G2 (24招證G2)	10.00	–	10.00	–	–	–	–
241190.SH	24 China Merchants Securities G3 (24招證G3)	60.00	–	5.00	55.00	–	–	–
241759.SH	24 China Merchants Securities G4 (24招證G4)	20.00	–	20.00	–	–	–	–
240739.SH	24 China Merchants Securities C1 (24招證C1)	9.00	–	9.00	–	–	–	–
240740.SH	24 China Merchants Securities C2 (24招證C2)	17.00	–	17.00	–	–	–	–
240922.SH	24 China Merchants Securities C4 (24招證C4)	20.00	–	–	20.00	–	–	–
241180.SH	24 China Merchants Securities C6 (24招證C6)	20.00	–	20.00	–	–	–	–
241412.SH	24 China Merchants Securities C8 (24招證C8)	30.00	–	19.00	11.00	–	–	–
256615.SH	24 China Merchants Securities F2 (24招證F2)	25.00	–	20.00	5.00	–	–	–
256616.SH	24 China Merchants Securities F3 (24招證F3)	25.00	–	–	25.00	–	–	–

Bond code	Bond abbreviation	Actual amount of proceeds used during the Reporting Period	Repayment of interest-bearing liabilities (excluding corporate bonds) and the amount involved	Repayment of corporate bonds and the amount involved	Replenishment of the working capital and the amount involved	Investment in fixed assets and the amount involved	Equity investment, debt investment and asset acquisition and the amount involved	Other purposes and the amount involved
242603.SH	25 China Merchants Securities K1 (25招證K1)	43.00	–	–	12.90	–	27.10	3.00
242604.SH	25 China Merchants Securities K2 (25招證K2)	31.95	–	–	11.10	–	19.25	1.60
243692.SH	25 China Merchants Securities G1 (25招證G1)	72.00	–	72.00	–	–	–	–
243693.SH	25 China Merchants Securities G2 (25招證G2)	28.00	–	28.00	–	–	–	–
244460.SH	25 China Merchants Securities G3 (25招證G3)	38.00	–	–	38.00	–	–	–
244461.SH	25 China Merchants Securities G4 (25招證G4)	48.00	–	–	48.00	–	–	–
243421.SH	25 China Merchants Securities S10 (25招S10)	70.50	–	70.50	–	–	–	–
243643.SH	25 China Merchants Securities S12 (25招S12)	34.00	–	34.00	–	–	–	–
243859.SH	25 China Merchants Securities S14 (25招S14)	22.00	–	11.00	11.00	–	–	–
244243.SH	25 China Merchants Securities S16 (25招S16)	30.00	–	30.00	–	–	–	–
280328.SH	25 China Merchants Securities F4 (25招證F4)	41.00	–	41.00	–	–	–	–
280329.SH	25 China Merchants Securities F5 (25招證F5)	15.00	–	15.00	–	–	–	–
280330.SH	25 China Merchants Securities F6 (25招證F6)	37.00	–	37.00	–	–	–	–

Bond code	Bond abbreviation	Actual amount of proceeds used during the Reporting Period	Repayment of interest-bearing liabilities (excluding corporate bonds) and the amount involved	Repayment of corporate bonds and the amount involved	Replenishment of the working capital and the amount involved	Investment in fixed assets and the amount involved	Equity investment, debt investment and asset acquisition and the amount involved	Other purposes and the amount involved
280873.SH	25 China Merchants Securities F7 (25招證F7)	24.00	–	24.00	–	–	–	–
280874.SH	25 China Merchants Securities F8 (25招證F8)	16.00	–	16.00	–	–	–	–
244114.SH	25 China Merchants Securities C1 (25招證C1)	27.00	–	–	27.00	–	–	–
244115.SH	25 China Merchants Securities C2 (25招證C2)	13.00	–	–	13.00	–	–	–
244407.SH	25 China Merchants Securities C3 (25招證C3)	30.00	–	–	30.00	–	–	–
244408.SH	25 China Merchants Securities C4 (25招證C4)	15.00	–	–	15.00	–	–	–
242920.SH	25 China Merchants Securities Y1 (25招證Y1)	9.00	–	9.00	–	–	–	–
243324.SH	25 China Merchants Securities Y2 (25招證Y2)	11.00	–	11.00	–	–	–	–
244657.SH	26 China Merchants Securities G1 (26招證G1)	60.00	–	–	60.00	–	–	–
244658.SH	26 China Merchants Securities G2 (26招證G2)	60.00	–	–	60.00	–	–	–
244786.SH	26 China Merchants Securities G3 (26招證G3)	48.00	–	48.00	–	–	–	–
244787.SH	26 China Merchants Securities G4 (26招證G4)	52.00	–	12.00	40.00	–	–	–
245263.SH	26 China Merchants Securities G5 (26招證G5)	34.00	–	–	34.00	–	–	–

Bond code	Bond abbreviation	Actual amount of proceeds used during the Reporting Period	Repayment of interest-bearing liabilities (excluding corporate bonds) and the amount involved	Repayment of corporate bonds and the amount involved	Replenishment of the working capital and the amount involved	Investment in fixed assets and the amount involved	Equity investment, debt investment and asset acquisition and the amount involved	Other purposes and the amount involved
245264.SH	26 China Merchants Securities G6 (26招證G6)	60.00	–	50.00	10.00	–	–	–
244565.SH	26 China Merchants Securities S1 (26招證S1)	24.00	–	20.00	4.00	–	–	–
244566.SH	26 China Merchants Securities S2 (26招證S2)	36.00	–	36.00	–	–	–	–
245633.SH	26 China Merchants Securities S3 (26招證S3)	70.00	25.00	45.00	–	–	–	–
281472.SH	26 China Merchants Securities F1 (26招證F1)	25.00	–	25.00	–	–	–	–
281473.SH	26 China Merchants Securities F2 (26招證F2)	42.00	–	42.00	–	–	–	–
282984.SH	26 China Merchants Securities F3 (26招證F3)	23.00	–	–	23.00	–	–	–
282985.SH	26 China Merchants Securities F4 (26招證F4)	45.00	–	45.00	–	–	–	–
245391.SH	26 China Merchants Securities C1 (26招證C1)	25.00	–	25.00	–	–	–	–
245392.SH	26 China Merchants Securities C2 (26招證C2)	32.00	–	32.00	–	–	–	–
245118.SH	26 China Merchants Securities Y1 (26招證Y1)	20.00	–	20.00	–	–	–	–

(2) Proceeds used to repay corporate bonds and other interest-bearing liabilities

Bond code	Bond abbreviation	Details of the repayment of corporate bonds	Details of the repayment of other interest-bearing liabilities (excluding corporate bonds)
188998.SH	21 China Merchants Securities C8 (21招證C8)	Replacement of 18 China Merchants G8 with a principal amount of RMB1 billion	–
185584.SH	22 China Merchants Securities Y1 (22招證Y1)	Replacement of 17 China Merchants Y1 with a principal amount of RMB4 billion, and replacement of 17 China Merchants Y2 with a principal amount of RMB0.3 billion	–
185697.SH	22 China Merchants Securities Y2 (22招證Y2)	Replacement of 17 China Merchants Y2 with a principal amount of RMB4.7 billion	–
185739.SH	22 China Merchants Securities Y3 (22招證Y3)	Repayment of 17 China Merchants Y3 with a principal amount of RMB3.7 billion, and repayment of 17 China Merchants Y4 with a principal amount of RMB0.3 billion	–
185831.SH	22 China Merchants Securities Y4 (22招證Y4)	Repayment of 17 China Merchants Y4 with a principal amount of RMB2 billion	–
115648.SH	23 China Merchants Securities G6 (23招證G6)	Replacement of 20 China Merchants Securities C1 with a principal amount of RMB1.3 billion, and replacement of 21 China Merchants Securities C5 with a principal amount of RMB2.1 billion	–
115790.SH	23 China Merchants Securities 10 (23招證10)	Replacement of 20 China Merchants G1 with a principal amount of RMB2.1 billion, and replacement of 20 China Merchants Securities G3 with a principal amount of RMB1.9 billion	–
240335.SH	23 China Merchants Securities 11 (23招證11)	Replacement of 20 China Merchants Securities G7 with a principal amount of RMB1 billion, replacement of 21 China Merchants Securities C4 with a principal amount of RMB1.5 billion, and replacement of 23 China Merchants Securities S7 with a principal amount of RMB0.5 billion	–
115380.SH	23 China Merchants Securities C8 (23招證C8)	Repayment of 20 China Merchants Securities C1 with a principal amount of RMB1 billion	–
240165.SH	23 China Merchants Securities C9 (23招證C9)	Replacement of 21 China Merchants Securities G6 with a principal amount of RMB2 billion	–
240166.SH	23 China Merchants Securities C10 (23招C10)	Replacement of 23 China Merchants Securities S7 with a principal amount of RMB1.5 billion	–

Bond code	Bond abbreviation	Details of the repayment of corporate bonds	Details of the repayment of other interest-bearing liabilities (excluding corporate bonds)
240506.SH	24 China Merchants Securities G1 (24招證G1)	Replacement of 21 China Merchants Securities G2 with a principal amount of RMB1 billion, and replacement of 21 China Merchants Securities C6 with a principal amount of RMB2 billion	–
241189.SH	24 China Merchants Securities G2 (24招證G2)	Replacement of 23 China Merchants Securities S14 with a principal amount of RMB1 billion	–
241190.SH	24 China Merchants Securities G3 (24招證G3)	Replacement of 23 China Merchants Securities S14 with a principal amount of RMB0.5 billion	–
241759.SH	24 China Merchants Securities G4 (24招證G4)	Replacement of 21 China Merchants Securities G9 with a principal amount of RMB2 billion	–
240739.SH	24 China Merchants Securities C1 (24招證C1)	Replacement of 23 China Merchants Securities S9 with a principal amount of RMB0.9 billion	–
240740.SH	24 China Merchants Securities C2 (24招證C2)	Replacement of 23 China Merchants Securities S9 with a principal amount of RMB1.7 billion	–
241180.SH	24 China Merchants Securities C6 (24招證C6)	Replacement of 23 China Merchants Securities S13 with a principal amount of RMB0.9 billion, and replacement of 23 China Merchants Securities S18 with a principal amount of RMB1.1 billion	–
241412.SH	24 China Merchants Securities C8 (24招證C8)	Replacement of 24 China Merchants Securities S3 with a principal amount of RMB1.9 billion	–
256615.SH	24 China Merchants Securities F2 (24招證F2)	Replacement of 24 China Merchants Securities S6 with a principal amount of RMB2 billion	–
243692.SH	25 China Merchants Securities G1 (25招證G1)	Replacement of 22 China Merchants Securities G2 with a principal amount of RMB0.8 billion, replacement of 22 China Merchants Securities G4 with a principal amount of RMB5 billion, and replacement of 25 China Merchants Securities S1 with a principal amount of RMB1.4 billion	–
243693.SH	25 China Merchants Securities G2 (25招證G2)	Repayment of 24 China Merchants Securities S24 with a principal amount of RMB1 billion, and replacement of 22 China Merchants Securities G2 with a principal amount of RMB1.8 billion	–

Bond code	Bond abbreviation	Details of the repayment of corporate bonds	Details of the repayment of other interest-bearing liabilities (excluding corporate bonds)
243421.SH	25 China Merchants Securities S10 (25招S10)	Replacement of 24 China Merchants Securities S29 with a principal amount of RMB1.05 billion, replacement of 24 China Merchants Securities S23 with a principal amount of RMB3 billion, replacement of 24 China Merchants Securities S26 with a principal amount of RMB0.5 billion, and replacement of 23 China Merchants Securities 12 with a principal amount of RMB2.5 billion	–
243643.SH	25 China Merchants Securities S12 (25招S12)	Replacement of 24 China Merchants Securities S26 with a principal amount of RMB2 billion, and replacement of 22 China Merchants Securities G2 with a principal amount of RMB1.4 billion	–
243859.SH	25 China Merchants Securities S14 (25招S14)	Replacement of 23 China Merchants Securities C1 with a principal amount of RMB1.1 billion	–
244243.SH	25 China Merchants Securities S16 (25招S16)	Repayment of 25 China Merchants Securities S5 with a principal amount of RMB1.8 billion, and replacement of 25 China Merchants Securities S2 with a principal amount of RMB1.2 billion	–
280328.SH	25 China Merchants Securities F4 (25招證F4)	Replacement of 24 China Merchants Securities S27 with a principal amount of RMB2.5 billion, replacement of 24 China Merchants Securities S30 with a principal amount of RMB0.7 billion, and replacement of 25 China Merchants Securities S7 with a principal amount of RMB0.9 billion	–
280329.SH	25 China Merchants Securities F5 (25招證F5)	Replacement of 25 China Merchants Securities S7 with a principal amount of RMB1.5 billion	–
280330.SH	25 China Merchants Securities F6 (25招證F6)	Repayment of 25 China Merchants Securities F2 with a principal amount of RMB1.4 billion, repayment of 25 China Merchants Securities S2 with a principal amount of RMB2.2 billion, and replacement of 25 China Merchants Securities S7 with a principal amount of RMB0.1 billion	–
280873.SH	25 China Merchants Securities F7 (25招證F7)	Repayment of 24 China Merchants Securities F4 with a principal amount of RMB2 billion, and replacement of 25 China Merchants Securities S5 with a principal amount of RMB0.4 billion	–
280874.SH	25 China Merchants Securities F8 (25招證F8)	Repayment of 24 China Merchants Securities F4 with a principal amount of RMB1.6 billion	–

Bond code	Bond abbreviation	Details of the repayment of corporate bonds	Details of the repayment of other interest-bearing liabilities (excluding corporate bonds)
242920.SH	25 China Merchants Securities Y1 (25招證Y1)	Replacement of 23 China Merchants Securities C3 with a principal amount of RMB0.9 billion	–
243324.SH	25 China Merchants Securities Y2 (25招證Y2)	Replacement of 23 China Merchants Securities G1 with a principal amount of RMB1.1 billion	–
244786.SH	26 China Merchants Securities G3 (26招證G3)	Replacement of 25 China Merchants Securities S9 with a principal amount of RMB4.8 billion	–
244787.SH	26 China Merchants Securities G4 (26招證G4)	Replacement of 25 China Merchants Securities S9 with a principal amount of RMB1.2 billion	–
245264.SH	26 China Merchants Securities G6 (26招證G6)	Replacement of 23 China Merchants Securities C2 with a principal amount of RMB0.8 billion, and replacement of 25 China Merchants Securities S3 with a principal amount of RMB3.2 billion, and replacement of 25 China Merchants Securities S15 with a principal amount of RMB1 billion	–
244565.SH	26 China Merchants Securities S1 (26招證S1)	Replacement of 23 China Merchants Securities 13 with a principal amount of RMB2 billion	–
244566.SH	26 China Merchants Securities S2 (26招證S2)	Replacement of 24 China Merchants Securities F4 with a principal amount of RMB1.4 billion, and replacement of 24 China Merchants Securities F5 with a principal amount of RMB2.2 billion	–
245633.SH	26 China Merchants Securities S3 (26招證S3)	Replacement of 25 China Merchants Securities S13 with a principal amount of RMB2.9 billion, and replacement of 23 China Merchants Securities G3 with a principal amount of RMB1.6 billion	Repayment of positive repurchase of bonds with a principal amount of RMB2.5 billion
281472.SH	26 China Merchants Securities F1 (26招證F1)	Replacement of 24 China Merchants Securities F5 with a principal amount of RMB0.8 billion, and repayment of 25 China Merchants Securities F3 with a principal amount of RMB1.7 billion	–
281473.SH	26 China Merchants Securities F2 (26招證F2)	Repayment of 25 China Merchants Securities F3 with a principal amount of RMB2.6 billion, and replacement of 25 China Merchants Securities S11 with a principal amount of RMB1.6 billion	–

Bond code	Bond abbreviation	Details of the repayment of corporate bonds	Details of the repayment of other interest-bearing liabilities (excluding corporate bonds)
282985.SH	26 China Merchants Securities F4 (26招證F4)	Replacement of 23 China Merchants Securities G2 with a principal amount of RMB4 billion, and replacement of 25 China Merchants Securities S13 with a principal amount of RMB0.5 billion	–
245391.SH	26 China Merchants Securities C1 (26招證C1)	Replacement of 25 China Merchants Securities S13 with a principal amount of RMB0.4 billion, and replacement of 23 China Merchants Securities C6 with a principal amount of RMB2.1 billion	–
245392.SH	26 China Merchants Securities C2 (26招證C2)	Replacement of 23 China Merchants Securities C6 with a principal amount of RMB1.2 billion, and replacement of 25 China Merchants Securities S15 with a principal amount of RMB2 billion	–
245118.SH	26 China Merchants Securities Y1 (26招證Y1)	Replacement of 25 China Merchants Securities S9 with a principal amount of RMB0.2 billion, and replacement of 25 China Merchants Securities S6 with a principal amount of RMB1.8 billion	–

(3) Proceeds used to supplement the working capital (excluding temporary replenishment)

Bond code	Bond abbreviation	Details of replenishment of the working capital
188568.SH	21 China Merchants Securities 10 (21招證10)	Supplementing the working capital of the Company of RMB2 billion
115315.SH	23 China Merchants Securities G4 (23招證G4)	Supplementing the working capital of the Company of RMB2.2 billion
240166.SH	23 China Merchants Securities C10 (23招C10)	Supplementing the working capital of the Company of RMB1 billion
241190.SH	24 China Merchants Securities G3 (24招證G3)	Supplementing the working capital of the Company of RMB5.5 billion
240922.SH	24 China Merchants Securities C4 (24招證C4)	Supplementing the working capital of the Company of RMB2 billion
241412.SH	24 China Merchants Securities C8 (24招證C8)	Supplementing the working capital of the Company of RMB1.1 billion
256615.SH	24 China Merchants Securities F2 (24招證F2)	Supplementing the working capital of the Company of RMB0.5 billion
256616.SH	24 China Merchants Securities F3 (24招證F3)	Supplementing the working capital of the Company of RMB2.5 billion
242603.SH	25 China Merchants Securities K1 (25招證K1)	Supplementing the working capital of the Company of RMB1.29 billion
242604.SH	25 China Merchants Securities K2 (25招證K2)	Supplementing the working capital of the Company of RMB1.11 billion
244460.SH	25 China Merchants Securities G3 (25招證G3)	Supplementing the working capital of the Company of RMB3.8 billion

Bond code	Bond abbreviation	Details of replenishment of the working capital
244461.SH	25 China Merchants Securities G4 (25招證G4)	Supplementing the working capital of the Company of RMB4.8 billion
243859.SH	25 China Merchants Securities S14 (25招S14)	Supplementing the working capital of the Company of RMB1.1 billion
244114.SH	25 China Merchants Securities C1 (25招證C1)	Supplementing the working capital of the Company of RMB2.7 billion
244115.SH	25 China Merchants Securities C2 (25招證C2)	Supplementing the working capital of the Company of RMB1.3 billion
244407.SH	25 China Merchants Securities C3 (25招證C3)	Supplementing the working capital of the Company of RMB3 billion
244408.SH	25 China Merchants Securities C4 (25招證C4)	Supplementing the working capital of the Company of RMB1.5 billion
244657.SH	26 China Merchants Securities G1 (26招證G1)	Supplementing the working capital of the Company of RMB6 billion
244658.SH	26 China Merchants Securities G2 (26招證G2)	Supplementing the working capital of the Company of RMB6 billion
244787.SH	26 China Merchants Securities G4 (26招證G4)	Supplementing the working capital of the Company of RMB4 billion
245263.SH	26 China Merchants Securities G5 (26招證G5)	Supplementing the working capital of the Company of RMB3.4 billion
245264.SH	26 China Merchants Securities G6 (26招證G6)	Supplementing the working capital of the Company of RMB1 billion
244565.SH	26 China Merchants Securities S1 (26招證S1)	Supplementing the working capital of the Company of RMB0.4 billion
282984.SH	26 China Merchants Securities F3 (26招證F3)	Supplementing the working capital of the Company of RMB2.3 billion

(4) Proceeds used for other purposes

Bond code	Bond abbreviation	Details of other purposes
242603.SH	25 China Merchants Securities K1 (25招證K1)	As at the end of the Reporting Period, RMB3.01 billion for specifically supporting businesses in sci-tech innovation sector through bonds, fund investments and other forms.
242604.SH	25 China Merchants Securities K2 (25招證K2)	As at the end of the Reporting Period, RMB2.085 billion for specifically supporting businesses in sci-tech innovation sector through equity, bonds, fund investments and other forms.

3. Compliance in the use of proceeds

Bond code	Bond abbreviation	Use of proceeds according to the commitments in the prospectus	Actual use of proceeds as at the end of the Reporting Period (including actual use and temporary replenishment)	Whether the actual use is consistent with the agreed use (including the agreed use in the prospectus and the use after compliance change)	Whether the use of proceeds and management of the special account for proceeds were in compliance with the law during the Reporting Period	Whether the use of proceeds was in line with the debt administrative provisions of the local government
188568.SH	21 China Merchants Securities 10 (21招證10)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A
188998.SH	21 China Merchants Securities C8 (21招證C8)	Repaying due corporate bonds	Repaying due corporate bonds	Yes	Yes	N/A
185584.SH	22 China Merchants Securities Y1 (22招證Y1)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
185697.SH	22 China Merchants Securities Y2 (22招證Y2)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
185739.SH	22 China Merchants Securities Y3 (22招證Y3)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
185831.SH	22 China Merchants Securities Y4 (22招證Y4)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
115315.SH	23 China Merchants Securities G4 (23招證G4)	Supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A
115648.SH	23 China Merchants Securities G6 (23招證G6)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A

Bond code	Bond abbreviation	Use of proceeds according to the commitments in the prospectus	Actual use of proceeds as at the end of the Reporting Period (including actual use and temporary replenishment)	Whether the actual use is consistent with the agreed use (including the agreed use in the prospectus and the use after compliance change)	Whether the use of proceeds and management of the special account for proceeds were in compliance with the law during the Reporting Period	Whether the use of proceeds was in line with the debt administrative provisions of the local government
115790.SH	23 China Merchants Securities 10 (23招證10)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
240335.SH	23 China Merchants Securities 11 (23招證11)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
115380.SH	23 China Merchants Securities C8 (23招證C8)	Repaying due corporate bonds	Repaying due corporate bonds	Yes	Yes	N/A
240165.SH	23 China Merchants Securities C9 (23招證C9)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
240166.SH	23 China Merchants Securities C10 (23招C10)	Repaying the principal of due corporate bonds (Follow-on Offering: supplementing the working capital of the Company)	RMB1.5 billion for repaying the principal of due corporate bonds, and RMB1 billion for supplementing the working capital of the Company	Yes	Yes	N/A
240506.SH	24 China Merchants Securities G1 (24招證G1)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
241189.SH	24 China Merchants Securities G2 (24招證G2)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	Repaying the principal of due corporate bonds	Yes	Yes	N/A
241190.SH	24 China Merchants Securities G3 (24招證G3)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	RMB0.5 billion for repaying the principal of due corporate bonds, and RMB5.5 billion for supplementing the working capital of the Company	Yes	Yes	N/A
241759.SH	24 China Merchants Securities G4 (24招證G4)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
240739.SH	24 China Merchants Securities C1 (24招證C1)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
240740.SH	24 China Merchants Securities C2 (24招證C2)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
240922.SH	24 China Merchants Securities C4 (24招證C4)	Supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A

Bond code	Bond abbreviation	Use of proceeds according to the commitments in the prospectus	Actual use of proceeds as at the end of the Reporting Period (including actual use and temporary replenishment)	Whether the actual use is consistent with the agreed use (including the agreed use in the prospectus and the use after compliance change)	Whether the use of proceeds and management of the special account for proceeds were in compliance with the law during the Reporting Period	Whether the use of proceeds was in line with the debt administrative provisions of the local government
241180.SH	24 China Merchants Securities C6 (24招證C6)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
241412.SH	24 China Merchants Securities C8 (24招證C8)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	RMB1.9 billion for repaying the principal of due corporate bonds, and RMB1.1 billion for supplementing the working capital of the Company	Yes	Yes	N/A
256615.SH	24 China Merchants Securities F2 (24招證F2)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	RMB2 billion for repaying the principal of due corporate bonds, and RMB0.5 billion for supplementing the working capital of the Company	Yes	Yes	N/A
256616.SH	24 China Merchants Securities F3 (24招證F3)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A
242603.SH	25 China Merchants Securities K1 (25招證K1)	Investments that comply with the requirements of the capital market, including but not limited to fund investments in sci-tech innovation sector	RMB3.01 billion for specifically supporting businesses in sci-tech innovation sector through bonds, fund investments and other forms, and RMB1.29 billion for supplementing the working capital of the Company	Yes	Yes	N/A
242604.SH	25 China Merchants Securities K2 (25招證K2)	Investments that comply with the requirements of the capital market, including but not limited to fund investments in sci-tech innovation sector	RMB2.085 billion for specifically supporting businesses in sci-tech innovation sector through equity, bonds, fund investments and other forms, and RMB1.11 billion for supplementing the working capital of the Company	Yes	Yes	N/A
243692.SH	25 China Merchants Securities G1 (25招證G1)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
243693.SH	25 China Merchants Securities G2 (25招證G2)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
244460.SH	25 China Merchants Securities G3 (25招證G3)	Supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A

Bond code	Bond abbreviation	Use of proceeds according to the commitments in the prospectus	Actual use of proceeds as at the end of the Reporting Period (including actual use and temporary replenishment)	Whether the actual use is consistent with the agreed use (including the agreed use in the prospectus and the use after compliance change)	Whether the use of proceeds and management of the special account for proceeds were in compliance with the law during the Reporting Period	Whether the use of proceeds was in line with the debt administrative provisions of the local government
244461.SH	25 China Merchants Securities G4 (25招證G4)	Supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A
243421.SH	25 China Merchants Securities S10 (25招S10)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
243643.SH	25 China Merchants Securities S12 (25招S12)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
243859.SH	25 China Merchants Securities S14 (25招S14)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	RMB1.1 billion for repaying the principal of due corporate bonds, and RMB1.1 billion for supplementing the working capital of the Company	Yes	Yes	N/A
244243.SH	25 China Merchants Securities S16 (25招S16)	Repaying due debts	Repaying the principal of due corporate bonds	Yes	Yes	N/A
280328.SH	25 China Merchants Securities F4 (25招證F4)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
280329.SH	25 China Merchants Securities F5 (25招證F5)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
280330.SH	25 China Merchants Securities F6 (25招證F6)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
280873.SH	25 China Merchants Securities F7 (25招證F7)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
280874.SH	25 China Merchants Securities F8 (25招證F8)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
244114.SH	25 China Merchants Securities C1 (25招證C1)	Supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A
244115.SH	25 China Merchants Securities C2 (25招證C2)	Supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A
244407.SH	25 China Merchants Securities C3 (25招證C3)	Supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A

Bond code	Bond abbreviation	Use of proceeds according to the commitments in the prospectus	Actual use of proceeds as at the end of the Reporting Period (including actual use and temporary replenishment)	Whether the actual use is consistent with the agreed use (including the agreed use in the prospectus and the use after compliance change)	Whether the use of proceeds and management of the special account for proceeds were in compliance with the law during the Reporting Period	Whether the use of proceeds was in line with the debt administrative provisions of the local government
244408.SH	25 China Merchants Securities C4 (25招證C4)	Supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A
242920.SH	25 China Merchants Securities Y1 (25招證Y1)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
243324.SH	25 China Merchants Securities Y2 (25招證Y2)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
244657.SH	26 China Merchants Securities G1 (26招證G1)	Supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A
244658.SH	26 China Merchants Securities G2 (26招證G2)	Supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A
244786.SH	26 China Merchants Securities G3 (26招證G3)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	Repaying the principal of due corporate bonds	Yes	Yes	N/A
244787.SH	26 China Merchants Securities G4 (26招證G4)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	RMB1.2 billion for repaying the principal of due corporate bonds, and RMB4 billion for supplementing the working capital of the Company	Yes	Yes	N/A
245263.SH	26 China Merchants Securities G5 (26招證G5)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A
245264.SH	26 China Merchants Securities G6 (26招證G6)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	RMB5 billion for repaying the principal of due corporate bonds, and RMB1 billion for supplementing the working capital of the Company	Yes	Yes	N/A
244565.SH	26 China Merchants Securities S1 (26招證S1)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	RMB2 billion for repaying the principal of due corporate bonds, and RMB0.4 billion for supplementing the working capital of the Company	Yes	Yes	N/A

Bond code	Bond abbreviation	Use of proceeds according to the commitments in the prospectus	Actual use of proceeds as at the end of the Reporting Period (including actual use and temporary replenishment)	Whether the actual use is consistent with the agreed use (including the agreed use in the prospectus and the use after compliance change)	Whether the use of proceeds and management of the special account for proceeds were in compliance with the law during the Reporting Period	Whether the use of proceeds was in line with the debt administrative provisions of the local government
244566.SH	26 China Merchants Securities S2 (26招證S2)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	Repaying the principal of due corporate bonds	Yes	Yes	N/A
245633.SH	26 China Merchants Securities S3 (26招證S3)	Repaying due debts	RMB4.5 billion for repaying the principal of due corporate bonds, and RMB2.5 billion for repaying due debts	Yes	Yes	N/A
281472.SH	26 China Merchants Securities F1 (26招證F1)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
281473.SH	26 China Merchants Securities F2 (26招證F2)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
282984.SH	26 China Merchants Securities F3 (26招證F3)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	Supplementing the working capital of the Company	Yes	Yes	N/A
282985.SH	26 China Merchants Securities F4 (26招證F4)	Meeting the needs of business operations, adjusting the debt structure, repaying due debts, and supplementing the working capital of the Company	Repaying the principal of due corporate bonds	Yes	Yes	N/A
245391.SH	26 China Merchants Securities C1 (26招證C1)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
245392.SH	26 China Merchants Securities C2 (26招證C2)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A
245118.SH	26 China Merchants Securities Y1 (26招證Y1)	Repaying the principal of due corporate bonds	Repaying the principal of due corporate bonds	Yes	Yes	N/A

(III) Other matters to be disclosed in respect of certain types of bonds

1. The Company is the issuer of renewable corporate bonds

Unit: 100 Million Yuan Currency: RMB

Bond code	185584.SH	185697.SH	185739.SH	185831.SH	242920.SH	243324.SH	245118.SH
Bond abbreviation	22 China Merchants Securities Y1 (22招證Y1)	22 China Merchants Securities Y2 (22招證Y2)	22 China Merchants Securities Y3 (22招證Y3)	22 China Merchants Securities Y4 (22招證Y4)	25 China Merchants Securities Y1 (25招證Y1)	25 China Merchants Securities Y2 (25招證Y2)	26 China Merchants Securities Y1 (26招證Y1)
Remaining balance	43	47	40	20	9	11	20
Renewal	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Interest step-up	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Interest deferral	Nil	Nil	Nil	Nil	Nil	Nil	No interest payment date due
Mandatory interest payment	The Company distributes dividends within 12 months prior to the interest payment date, which is a mandatory interest payment.						
Whether they are still included in equity and corresponding accounting treatment or not	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Other matters	Nil	Nil	Nil	Nil	Nil	Nil	Nil

2. The issuer of sci-tech innovation corporate bonds or innovation and entrepreneurship corporate bonds of the Company

Unit: 100 Million Yuan Currency: RMB

Applicable entity category for the issuer of this bond	☐ Sci-tech innovation enterprises ☐ Sci-tech innovation upgrading enterprises ☐ Sci-tech innovation investment enterprises ☐ Sci-tech innovation incumbent enterprises ✓ Financial institutions	
Bond code	242603.SH	242604.SH
Bond abbreviation	25 China Merchants Securities K1 (25招證K1)	25 China Merchants Securities K2 (25招證K2)
Remaining balance	43	37
Progress of proceeds from sci-tech innovation projects or financial institutions for investment in sci-tech innovation sectors	The proceeds will primarily be used for sci-tech innovation equities, bonds, and fund investments, as well as market-making business for sci-tech innovation bonds and STAR Market ETF funds.	
Effectiveness in promoting development of sci-tech innovation	Through investments in equities, bonds, funds, and market-making business, we provide specialized support for businesses in sci-tech innovation sector. This initiative aims to provide financing for sci-tech enterprises, enhance the liquidity of sci-tech financial products, stimulate market allocation vitality in sci-tech innovation sector, effectively channel social capital toward national strategies, and contribute to scientific and technological self-reliance and industrial upgrading.	
Operation of fund products (if any)	N/A	The fund operates normally, with invested projects covering sectors such as new energy, new materials, next-generation information technology, integrated circuits, high-end equipment and advanced manufacturing
Other matters	Nil	Nil

(IV) Significant events in relation to corporate bonds during the Reporting Period

1. Non-operating intercourse funds and fund lending

(1) The balance of non-operating intercourse funds and fund lending

As at the beginning of the Reporting Period, the balance of the Company's consolidated intercourse funds receivable from and fund lending to other parties that are not directly attributable to production operations (hereinafter referred to as non-operating intercourse funds and fund lending): RMB0 billion;

During the Reporting Period, the newly added non-operating intercourse funds and fund lending: RMB0 billion, and the amount recovered: RMB0 billion;

There was no non-compliance with the relevant covenants or undertakings set out in the prospectus in respect of non-operating intercourse funds or fund lending.

As at the end of the Reporting Period, the total amount of uncollected non-operating intercourse funds and fund lending: RMB0 billion. Of which, total amount of funds and fund lending of the controlling shareholder, the de facto controller and other related parties amounted to RMB0 billion.

(2) The details of non-operating intercourse funds and fund lending

As at the end of the Reporting Period, the proportion of uncollected non-operating intercourse funds and fund lending on a consolidated basis to the consolidated net assets of the Company was 0%

Not exceeding 10% of the consolidated net assets

2. Liabilities

(1) Interest-bearing liabilities and changes therein

1.1 Debt structure of the Company

As of the beginning and the end of the Reporting Period, the balance of the Company's interest-bearing liabilities (on a non-consolidated basis) amounted to RMB353.989 billion and RMB333.915 billion, respectively, and the balance of the interest-bearing liabilities recorded a year-on-year decrease of 5.67% during the Reporting Period.

Unit: 100 Million Yuan Currency: RMB

Type of interest-bearing liabilities	Maturity time			Total	Percentage to the interest-bearing liabilities (%)
	Overdue	Within one year (inclusive)	Above one year (exclusive)		
Corporate credit bonds	–	690.25	961.38	1,651.64	49.46
Bank loans	–	–	–	–	–
Non-standard financing	–	347.72	121.47	469.19	14.05
Other interest-bearing liabilities	–	1,218.32	–	1,218.32	36.49
Of which: Placements from banks and other financial institutions	–	10.22	–	10.22	0.31
Financial assets sold under repurchase agreements	–	1,208.10	–	1,208.10	36.18
Total	–	2,256.29	1,082.86	3,339.15	100.00

Note: As of the beginning and the end of the Reporting Period, the perpetual subordinated bonds of the Company (on a non-consolidated basis) amounted to RMB17 billion and RMB19 billion, respectively, which are classified as equity instruments and are not included in interest-bearing liabilities. For details, please see "Other equity instruments" in "Chapter 9: Financial Report" of this report.

As at the end of the Reporting Period, among the corporate credit bonds of the Company, the outstanding balance of corporate bonds was RMB165.164 billion, the outstanding balance of enterprise bonds was RMB0 billion, and the outstanding balance of debt financing instruments of non-financial enterprises was RMB0 billion.

1.2 Interest-bearing liabilities structure of the Company's consolidated accounts

As of the beginning and the end of the Reporting Period, the balance of the Company's interest-bearing liabilities within the scope of the Company's consolidated statements amounted to RMB373.418 billion and RMB361.143 billion, respectively, and the balance of the Company's interest-bearing liabilities recorded a year-on-year decrease of 3.29% during the Reporting Period.

Unit: 100 Million Yuan Currency: RMB

Type of interest-bearing liabilities	Maturity time			Total	Percentage to the interest-bearing liabilities (%)
	Overdue	Within one year (inclusive)	Above one year (exclusive)		
Corporate credit bonds	–	700.50	974.37	1,674.87	46.38
Bank loans	–	122.61	46.54	169.15	4.68
Non-standard financing	–	347.72	121.47	469.19	12.99
Other interest-bearing liabilities	–	1,298.22	–	1,298.22	35.95
Of which: Placements from banks and other financial institutions	–	10.24	–	10.24	0.28
Financial assets sold under repurchase agreements	–	1,287.99	–	1,287.99	35.66
Total	–	2,469.05	1,142.38	3,611.43	100.00

Note: As of the beginning and the end of the Reporting Period, the perpetual subordinated bonds within the scope of the Company's consolidated statements amounted to RMB17 billion and RMB19 billion, respectively, which are classified as equity instruments and are not included in interest-bearing liabilities. For details, please see "Other equity instruments" in "Chapter 9: Financial Report" of this report.

As at the end of the Reporting Period, among the corporate credit bonds of the Company's consolidated accounts, the outstanding balance of corporate bonds was RMB165.164 billion, the outstanding balance of enterprise bonds was RMB0 billion, and the outstanding balance of debt financing instruments of non-financial enterprises was RMB2.323 billion.

1.3 Offshore bonds

As of the end of the Reporting Period, the balance of offshore bonds issued within the scope of consolidated statements of the Company amounted to RMB2.323 billion.

(2) Prioritized repayments of liabilities against any third person

As at the end of the Reporting Period, there were no prioritized repayments of liabilities against any third person within the scope of consolidated statements of the Company.

3. Changes in the information disclosure management system during the Reporting Period

There is no change in the information disclosure management system of the Company during the Reporting Period.

(V) Key accounting data and financial indicators

Unit: 100 Million Yuan Currency: RMB

Key indicators	As at the end of the Reporting Period	As at the end of last year	Change (%)	Reason for the change
Current ratio	1.48	1.43	3.47	–
Quick ratio	1.48	1.43	3.47	–
Gearing ratio (%)	77.50	76.93	Increased by 0.57 percentage point	–

	The Reporting Period (January – June)	The Previous Period	Change (%)	Reason for the change
Net profit after deduction of non-recurring profit or loss	106.26	51.78	105.23	Attributable to the year-on-year increase in the Company's net profit
EBITDA/debt ratio	3.84	2.67	43.78	Attributable to the year-on-year increase in the Company's net profit
Interest coverage ratio	4.66	2.52	84.86	Attributable to the year-on-year increase in the Company's net profit
Cash interest coverage ratio	-1.36	5.04	N/A	Attributable to the decrease in net cash flows generated from operating activities after deducting the effect of net cash received/paid for agency trading of securities
EBITDA/interest coverage ratio	4.80	2.64	81.58	Attributable to the year-on-year increase in the Company's net profit
Loan repayment ratio (%)	100.00	100.00	–	–
Interest payment ratio (%)	100.00	100.00	–	–

Note: Gearing ratio = (Total liabilities – Accounts payable to brokerage clients – Amounts payable to underwriting clients)/(Total assets – Accounts payable to brokerage clients – Amounts payable to underwriting clients).

Chapter 8 Information Disclosure of a Securities Company

Relevant Information on the Major Administrative Approvals of the Company

No.	Issuing authority	Title	Document No.	Date of announcement
1	CSRC	Approval for the Registration of Corporate Bonds Publicly Issued by China Merchants Securities Co., Ltd. to Professional Investors (關於同意招商證券股份有限公司向專業投資者公開發行公司債券註冊的批覆)	Zheng Jian Xu Ke [2026] No. 1610	July 1, 2026

04

Financial Report

Review report to the Board of Directors of China Merchants Securities Co., Ltd.
(Incorporated in the People's Republic of China with limited liability)

Introduction

We have reviewed the accompanying interim financial report set out on pages 147 to 232, which comprises the condensed consolidated statement of financial position of China Merchants Securities Co., Ltd. (the "Company") and its subsidiaries (collectively the "Group") as at June 30, 2026, the related condensed consolidated statement of profit or loss, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the six-month period then ended, and explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of an interim financial report to be in compliance with the relevant provisions thereof and IAS 34 *Interim Financial Reporting* as issued by the International Accounting Standards Board. The directors are responsible for the preparation and presentation of this interim financial report in accordance with IAS 34 *Interim Financial Reporting*.

Our responsibility is to express a conclusion, based on our review, on this interim financial report and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* as issued by the International Auditing and Assurance Standards Board. A review of interim financial report consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim financial report as at June 30, 2026 is not prepared, in all material respects, in accordance with IAS 34 *Interim Financial Reporting*.

KPMG

Certified Public Accountants
8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong

25 August, 2026

Condensed consolidated statement of profit or loss

For the six months ended June 30, 2026

(Expressed in thousands of Renminbi, unless otherwise stated)

	Note	Six months ended June 30 2026 (Unaudited)	2025 (Unaudited)
Fee and commission income	4	9,175,814	6,272,266
Interest income	5	5,273,906	4,534,211
Investment gains, net	6	12,914,464	4,123,562
Other income and gains or losses, net	7	(91,994)	149,355
Total revenue, other income and gains		**27,272,190**	**15,079,394**
Depreciation and amortization	8	(481,037)	(448,508)
Staff costs	9	(6,879,989)	(3,317,686)
Fee and commission expenses	10	(2,382,841)	(1,380,514)
Interest expenses	11	(3,733,967)	(3,904,192)
Tax and surcharges		(84,886)	(61,293)
Other operating expenses	12	(1,181,571)	(1,025,000)
Impairment losses under expected credit loss model, net of reversal	13	(250,278)	15,764
Total expenses		**(14,994,569)**	**(10,121,429)**
Share of results of associates and joint ventures		746,610	725,944
Profit before income tax		**13,024,231**	**5,683,909**
Income tax expenses	14	(2,395,981)	(495,960)
Profit for the period		**10,628,250**	**5,187,949**
Attributable to:			
Shareholders of the Company		10,624,328	5,185,896
Non-controlling interests		3,922	2,053
		10,628,250	**5,187,949**
Earnings per share attributable to shareholders of the Company (Expressed in RMB per share)			
– Basic and diluted	**15**	**1.19**	**0.56**

The accompanying notes form an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of profit or loss and other comprehensive income

For the six months ended June 30, 2026

(Expressed in thousands of Renminbi, unless otherwise stated)

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Profit for the period	**10,628,250**	**5,187,949**
Other comprehensive (expense) income:		
Items that will not be reclassified subsequently to profit or loss:		
Equity instruments designated as at fair value through other comprehensive income:		
Net fair value changes during the period	(1,359,693)	(254,575)
Income tax impact	297,040	(3,338)
Subtotal	(1,062,653)	(257,913)
Share of other comprehensive income of associates, net of related income tax	(1,180)	(295)
Items that may be reclassified subsequently to profit or loss:		
Debt instruments at fair value through other comprehensive income:		
Net fair value changes during the period	412,497	(243,152)
Reclassification adjustment to profit or loss	(267,050)	(624,554)
Impairment losses under expected credit loss model	3,953	1,110
Income tax impact	(40,991)	226,199
Subtotal	108,409	(640,397)
Share of other comprehensive income of associates, net of related income tax	18,146	(6,091)
Exchange differences arising from translation of foreign operations	(366,854)	(91,420)
Other comprehensive income for the period (net of tax)	**(1,304,132)**	**(996,116)**
Total comprehensive income for the period (net of tax)	**9,324,118**	**4,191,833**
Attributable to:		
Shareholders of the Company	9,320,196	4,189,780
Non-controlling interests	3,922	2,053
	9,324,118	**4,191,833**

The accompanying notes form an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of financial position

As at June 30, 2026

(Expressed in thousands of Renminbi, unless otherwise stated)

	Note	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Non-current assets			
Property and equipment	16	1,618,956	1,631,381
Right-of-use assets	17	1,227,556	1,173,534
Goodwill		9,671	9,671
Other intangible assets		895,263	920,670
Interests in associates and joint ventures	18	13,544,009	13,339,482
Equity instruments at fair value through other comprehensive income	19	43,958,759	35,425,795
Financial assets held under resale agreements	21	1,486,483	1,216,578
Financial assets at fair value through profit or loss	27	18,238,519	9,126,881
Deferred tax assets	22	763,066	483,690
Other non-current assets	23	197,787	253,442
Total non-current assets		**81,940,069**	**63,581,124**
Current assets			
Advances to customers	24	157,372,086	133,353,124
Current tax assets		255,818	80,710
Accounts and other receivables	25	6,735,114	4,334,949
Debt instruments at fair value through other comprehensive income	26	64,388,577	69,933,548
Debt instruments at amortized cost	20	85,941	180,317
Financial assets held under resale agreements	21	18,163,298	25,818,856
Financial assets at fair value through profit or loss	27	266,336,122	261,539,131
Derivative financial assets	28	4,381,854	2,947,104
Other current assets		363,753	376,443
Deposits with exchanges and non-bank financial institutions	29	22,636,174	18,516,421
Clearing settlement funds	30	74,934,474	40,025,951
Cash and bank balances	31	173,814,347	132,789,412
Total current assets		**789,467,558**	**689,895,966**
Total assets		**871,407,627**	**753,477,090**

The accompanying notes form an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of financial position (Continued)

As at June 30, 2026

(Expressed in thousands of Renminbi, unless otherwise stated)

	Note	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Current liabilities			
Short-term borrowings	33	10,759,395	7,501,973
Short-term debt instruments	34	38,164,504	64,381,201
Placements from banks and other financial institutions	35	1,023,852	5,900,444
Accounts payables to brokerage clients	36	227,576,958	155,015,825
Accrued staff costs	37	9,332,888	5,722,694
Other payables and accrued charges	38	43,043,238	29,767,157
Current tax liabilities		139,965	519,887
Financial liabilities at fair value through profit or loss	39	57,861,980	41,077,341
Derivative financial liabilities	28	20,910,877	7,229,012
Financial assets sold under repurchase agreements	40	128,798,589	152,377,884
Lease liabilities due within one year	41	262,423	258,264
Contract liabilities		76,846	42,999
Provisions		1,175	1,175
Long-term borrowings due within one year	42	1,501,402	456,485
Bonds payables due within one year	48	66,657,107	57,591,249
Securities underwriting brokerage deposits		5,800	8,100
Total current liabilities		**606,116,999**	**527,851,690**
Net current assets		**183,350,559**	**162,044,276**
Total assets less current liabilities		**265,290,628**	**225,625,400**

The accompanying notes form an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of financial position (Continued)

As at June 30, 2026

(Expressed in thousands of Renminbi, unless otherwise stated)

	Note	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Equity			
Share capital	44	8,696,526	8,696,526
Other equity instruments	45	19,000,000	17,000,000
Capital reserves		40,358,966	40,360,966
Investment revaluation reserve of financial assets at fair value through other comprehensive income	46	(407,207)	379,905
Translation reserve		(153,519)	213,335
General reserves	47	28,421,444	28,392,750
Retained profits		48,868,973	42,961,176
Equity attributable to shareholders of the Company		144,785,183	138,004,658
Non-controlling interests		46,095	42,173
Total equity		**144,831,278**	**138,046,831**
Non-current liabilities			
Deferred tax liabilities	22	2,352,015	570,386
Financial liabilities at fair value through profit or loss	39	3,120,418	1,101,837
Deferred income		97,064	98,585
Lease liabilities	41	651,387	599,347
Long-term borrowings	43	4,654,090	2,502,273
Bonds payables	49	109,584,376	82,706,141
Total non-current liabilities		**120,459,350**	**87,578,569**
Total equity and non-current liabilities		**265,290,628**	**225,625,400**

Approved and authorized for issue by the Board of Directors on 25 August 2026 and signed on its behalf by:

ZHU Jiangtao
Chairman

TAO Wu
Director

The accompanying notes form an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of changes in equity

For the six months ended June 30, 2026

(Expressed in thousands of Renminbi, unless otherwise stated)

	Equity attributable to shareholders of the Company									
	Share capital (Note 44)	Other equity instruments (Note 45)	Capital reserves	Investment revaluation reserve of financial assets at fair value through other comprehensive income (Note 46)	Translation reserve	General reserves (Note 47)	Retained profits	Subtotal	Non-controlling interests	Total
At January 1, 2026 (Audited)	**8,696,526**	**17,000,000**	**40,360,966**	**379,905**	**213,335**	**28,392,750**	**42,961,176**	**138,004,658**	**42,173**	**138,046,831**
Profit for the period	–	–	–	–	–	–	10,624,328	10,624,328	3,922	10,628,250
Other comprehensive income for the period	–	–	–	(937,278)	(366,854)	–	–	(1,304,132)	–	(1,304,132)
Total comprehensive income for the period	**–**	**–**	**–**	**(937,278)**	**(366,854)**	**–**	**10,624,328**	**9,320,196**	**3,922**	**9,324,118**
Capital invested/(reduced) by shareholders										
– Capital invested by holders of other equity instruments	–	2,000,000	(2,000)	–	–	–	–	1,998,000	–	1,998,000
Appropriation to general reserves	–	–	–	–	–	28,694	(28,694)	–	–	–
Distribution to holders of other equity instruments	–	–	–	–	–	–	(632,930)	(632,930)	–	(632,930)
Dividends recognized as distribution	–	–	–	–	–	–	(3,904,741)	(3,904,741)	–	(3,904,741)
Transfer to retained profits for cumulative fair value change of FVTOCI upon disposal	–	–	–	150,166	–	–	(150,166)	–	–	–
At June 30, 2026 (Unaudited)	**8,696,526**	**19,000,000**	**40,358,966**	**(407,207)**	**(153,519)**	**28,421,444**	**48,868,973**	**144,785,183**	**46,095**	**144,831,278**

The accompanying notes form an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of changes in equity (Continued)

For the six months ended June 30, 2026

(Expressed in thousands of Renminbi, unless otherwise stated)

	Equity attributable to shareholders of the Company									
	Share capital	Other equity instruments	Capital reserves	Investment revaluation reserve of financial assets at fair value through other comprehensive income	Translation reserve	General reserves	Retained profits	Subtotal	Non-controlling interests	Total
At January 1, 2025 (Audited)	**8,696,526**	**15,000,000**	**40,362,974**	**1,445,336**	**446,769**	**25,881,942**	**38,345,082**	**130,178,629**	**73,604**	**130,252,233**
Profit for the period	–	–	–	–	–	–	5,185,896	5,185,896	2,053	5,187,949
Other comprehensive income for the period	–	–	–	(904,696)	(91,420)	–	–	(996,116)	–	(996,116)
Total comprehensive income for the period	**-**	**-**	**-**	**(904,696)**	**(91,420)**	**-**	**5,185,896**	**4,189,780**	**2,053**	**4,191,833**
Capital invested/(reduced) by shareholders										
– Capital invested by holders of other equity instruments	–	900,000	(849)	–	–	–	–	899,151	–	899,151
Appropriation to general reserves	–	–	–	–	–	26,518	(26,518)	–	–	–
Distribution to holders of other equity instruments	–	–	–	–	–	–	(592,130)	(592,130)	–	(592,130)
Dividends recognized as distribution	–	–	–	–	–	–	(3,278,591)	(3,278,591)	–	(3,278,591)
Transfer to retained profits for cumulative fair value change of FVTOCI upon disposal	–	–	–	284,062	–	–	(284,062)	–	–	–
At June 30, 2025 (Unaudited)	**8,696,526**	**15,900,000**	**40,362,125**	**824,702**	**355,349**	**25,908,460**	**39,349,677**	**131,396,839**	**75,657**	**131,472,496**

The accompanying notes form an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of cash flows

For the six months ended June 30, 2026
(Expressed in thousands of Renminbi, unless otherwise stated)

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Operating activities		
Profit before income tax	13,024,231	5,683,909
Adjustments for:		
Interest expenses	3,733,967	3,904,192
Share of results of associates and joint ventures	(746,610)	(725,944)
Depreciation and amortization	481,037	448,508
Impairment losses under expected credit loss model, net of reversal and other impairment losses, net	250,278	(15,764)
Gains on disposal of property and equipment, other intangible assets and other non-current assets, net	(3,901)	(1,088)
Foreign exchange losses, net	417,152	43,343
Net realized gains from disposal of financial assets at fair value through other comprehensive income	(267,050)	(624,554)
Dividend income and interest income on financial assets at fair value through other comprehensive income and debt instrument at amortized cost	(1,385,937)	(1,477,557)
Unrealized fair value changes in financial instruments at fair value through profit or loss	(19,464,886)	253,936
Unrealized fair value changes in derivative financial instruments	12,593,405	1,711,969
Operating cash flows before movements in working capital	**8,631,686**	**9,200,950**

The accompanying notes form an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of cash flows (Continued)

For the six months ended June 30, 2026

(Expressed in thousands of Renminbi, unless otherwise stated)

	Six months ended June 30	
	2026	2025
	(Unaudited)	(Unaudited)
Operating activities (continued)		
(Increase) Decrease in advances to customers	(24,385,789)	301,973
Increase in other current assets	(2,419,121)	(118,131)
Decrease in financial assets held under resale agreements	7,303,425	7,037,193
Decrease (Increase) in financial instruments at fair value through profit or loss, net	23,103,433	(11,988,874)
Increase in deposits with exchanges and non-bank financial institutions	(2,887,915)	(1,553,778)
(Increase) Decrease in pledged and restricted bank deposits	(9,559)	196,041
(Increase) Decrease in clearing settlement funds	(34,291,149)	7,813,440
(Increase) Decrease in cash held on behalf of customers	(33,084,284)	13,454,579
Increase (Decrease) in accounts payables to brokerage clients	71,586,206	(18,450,050)
Increase in accrued staff costs	3,623,293	781,059
Increase in other current liabilities	9,770,659	2,682,438
(Decrease) Increase in financial assets sold under repurchase agreements	(23,247,496)	8,393,119
(Decrease) Increase in placements from banks and other financial institutions	(4,849,933)	1,124,616
Net cash (used in) from operations	**(1,156,544)**	**18,874,575**
Income taxes paid	(1,140,293)	(156,001)
Interest paid	(1,340,957)	(1,675,822)
Net cash (used in) from operating activities	**(3,637,794)**	**17,042,752**
Investing activities		
Dividends and interest received from investments	1,845,856	2,192,025
Purchases of property and equipment, other intangible assets and other non-current assets	(232,634)	(107,811)
Proceeds from disposals of property and equipment, other intangible assets and other non-current assets	196	1,380
Cash paid for investments in a joint venture	–	(21,515)
Net (purchase) proceeds from purchases or disposals of financial instruments at fair value through other comprehensive income	(4,312,788)	11,549,327
Net proceeds from purchases or disposals of debt instruments at amortized cost	88,679	–
Net cash (used in) from investing activities	**(2,610,691)**	**13,613,406**

The accompanying notes form an integral part of these condensed consolidated financial statements.

Condensed consolidated statement of cash flows (Continued)

For the six months ended June 30, 2026

(Expressed in thousands of Renminbi, unless otherwise stated)

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Financing activities		
Dividends paid to shareholders and other equity instruments holders	(592,130)	(572,240)
Interest payment of bonds and short-term debt instruments	(1,576,233)	(1,967,308)
Interest payment of borrowings	(152,678)	(217,695)
Interest payment of lease liabilities	(10,984)	(11,045)
Repayment of bonds and short-term debt instruments	(68,511,512)	(69,609,653)
Repayment of lease liabilities	(135,750)	(159,741)
Net proceeds from issuance of perpetual bonds	1,998,000	899,151
Proceeds from bonds and short-term debt instruments	77,630,590	38,685,102
Net proceeds from (repayment of) short-term borrowings	3,265,474	(1,257,514)
Net proceeds from long-term borrowings	3,333,718	–
Net cash from (used in) financing activities	**15,248,495**	**(34,210,943)**
Net increase (decrease) in cash and cash equivalents	**9,000,010**	**(3,554,785)**
Cash and cash equivalents at the beginning of the period	**21,165,896**	**27,559,062**
Effect of foreign exchange rate changes	(193,169)	(8,108)
Cash and cash equivalents at the end of the period	**29,972,737**	**23,996,169**
Net cash flows from operating activities including: interest received	**4,626,953**	**3,773,386**

The accompanying notes form an integral part of these condensed consolidated financial statements.

1 Corporate information

China Merchants Securities Co., Ltd. (the "**Company**") was formerly established as a securities department of China Merchants Bank Co., Ltd.. On August 1, 1993, with the approval of People's Bank of China (Shenzhen branch) and Shenzhen Administration for Industry and Commerce, the Company was duly established as the Securities Department of China Merchants Bank Co., Ltd. (招商銀行證券業務部). On August 26, 1994, the Securities Department of China Merchants Bank Co., Ltd. was renamed as Shenzhen CMB Securities Company (深圳招銀證券公司). On September 28, 1994, Shenzhen CMB Securities Company (深圳招銀證券公司) further changed its name to CMB Securities Company (招銀證券公司). On November 6, 1998, with the approval of People's Bank of China and China Securities Regulatory Commission, CMB Securities Company (招銀證券公司) increased its paid-in capital and changed its name to Guotong Securities Limited Liability Company (國通證券有限責任公司).

After the completion of registration with Shenzhen Administration for Industry and Commerce, Guotong Securities Limited Liability Company (國通證券有限責任公司) restructured and changed its name to Guotong Securities Co., Ltd. (國通證券股份有限公司) on December 26, 2001 in accordance with The Approval to The Resolution about Managing The State-owned Shares of Guotong Securities Co., Ltd. (國通證券股份有限公司) (Cai Qi [2001] No. 723) issued by the Ministry of Finance of the People's Republic of China ("**PRC**"), The Approval for Changing the Name of Guotong Securities Co., Ltd. (國通證券股份有限公司) (Zheng Jian Ji Gou Zi [2001] No. 285) issued by the China Securities Regulatory Commission, and The Approval for Equity Restructuring of Guotong Securities Co., Ltd. (國通證券股份有限公司) (Shen Fu Gu [2001] No. 49) issued by the Municipal Government of Shenzhen. On June 28, 2002, Guotong Securities Co., Ltd. (國通證券股份有限公司) was renamed as China Merchants Securities Co., Ltd. (招商證券股份有限公司).

On November 2, 2009, with the approval by China Securities Regulatory Commission ([2009] No. 1132), the Company launched its initial public offering of 358,546,141 A shares. On November 17, 2009, the Company started to be listed on the Shanghai Stock Exchange.

The Company's ultimate holding company is China Merchants Group Limited ("**CMG**"). CMG is a PRC enterprise regulated and directly managed by the State-Owned Assets Supervision and Administration Commission of the State Council. CMG is owned and controlled by the PRC Government.

On October 7, 2016, with the approval by China Securities Regulatory Commission ([2016] No. 1735), the Company issued 891,273,800 H Shares, which were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Hong Kong Stock Exchange**").

1 Corporate information (continued)

On July 20, 2020, and August 20, 2020, with the approval by China Securities Regulatory Commission ([2019] No. 1946 and [2020] No. 723), the Company completed the rights issue of A Share and H Share by issuing 1,702,997,123 A Shares and 294,120,354 H Shares, which were listed on the Shanghai Stock Exchange and the Main Board of The Hong Kong Stock Exchanges, respectively.

As at June 30, 2026, the Company's registered capital was RMB8,696,526,806 and the Company has a total of 8,696,526,806 issued shares of RMB1 each.

The address of the registered office and principal place of business of the Company is No.111, 1st Fuhua Road, Futian District, Shenzhen, Guangdong, the PRC. The Company and its subsidiaries (collectively the "**Group**") are principally engaged in securities brokerage, securities financial advisory, financial advisory services relating to securities trading and investment activities, securities underwriting and sponsorship, proprietary trading, asset management, margin financing and securities lending, securities investment fund distribution, agency sales of financial products, equity investment, securities investment management, publicly offered securities investment fund management, stock options market-making business, listed securities market-making business, commodity futures brokerage, financial futures brokerage, futures investment consulting and other business approved by China Securities Regulatory Commission ("**CSRC**").

The condensed consolidated financial statements are presented in Renminbi ("**RMB**"), which is the same as functional currency of the Company. All condensed consolidated financial statements and notes to the condensed consolidated financial statements are presented in RMB and has been rounded to the nearest thousands, except when otherwise indicates.

2 Basis of preparation

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting* ("IAS 34"), issued by the International Accounting Standards Board as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

These condensed consolidated interim financial statements have been prepared in accordance with the same accounting policies adopted in the 2025 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2026 annual financial statements. Details of any changes in accounting policies are set out in Note 3.

The preparation of this condensed consolidated interim financial statements, in accordance with IAS 34, requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, and income and expenses. Actual results may differ from these estimates.

These condensed consolidated interim financial statements does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2025.

These interim financial report is unaudited but has been reviewed by KPMG in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity", issued by the International Auditing and Assurance Standards Board. KPMG's independent review report to the Board is included on page 146.

3 Change in accounting policy

3.1 New and amendments to IFRS Accounting Standards that are mandatorily effective for the current period

Except as described below, the accounting policies applied in these interim financial statements are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 December 2025.

The Group has applied amendments to IFRS 9 and IFRS 7 issued by the International Accounting Standards Board in the current accounting period. These amendments are mandatorily effective for the current accounting period. The adoption of such amendments does not have a material impact on these condensed consolidated financial statements.

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

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

Amendments to IFRS 18	Presentation and disclosure in financial statements[1]
Amendments to IFRS 19	Disclosure by Non-Public Sector Subsidiaries[1]
Amendments to IFRS 10 and IAS 28	Sales or Contributions of Assets between an Investor and Its Associate or Joint Venture[2]

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

2 Effective date to be determined

The directors of the Company is in the process of making an assessment of what the impact of these developments is expected to be in the period of initial application. So far it has concluded that the adoption of them is unlikely to have a significant impact on the condensed consolidated financial statements except for the following:

(Expressed in thousands of Renminbi, unless otherwise stated)

3 Change in accounting policy (continued)

3.2 New and amendments IFRS Accounting Standards in issue but not yet effective (continued)

IFRS 18, Presentation and disclosure in financial statements

IFRS 18 will replace IFRS 1 Presentation of financial statements and aims to improve the transparency and comparability of information about an entity's financial statements. IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027 and is to be applied retrospectively.

Among other changes, under IFRS 18, entities are required to classify all income and expenses into five categories in the statement of profit or loss, namely the operating, investing, financing, discontinued operations and income tax categories. Entities are also required to provide specific disclosures about management-defined performance measures in a single note in the financial statements.

The Group does not plan to early adopt IFRS 18 and is still in the process of assessing the impact of the adoption.

4 Fee and commission income

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Securities and futures brokerage business	7,732,904	5,089,587
Underwriting and sponsorship business	574,182	377,310
Asset management and fund management business	408,881	446,660
Financial advisory business	57,700	39,276
Investment advisory business	13,810	26,629
Other business	388,337	292,804
	9,175,814	**6,272,266**

(Expressed in thousands of Renminbi, unless otherwise stated)

5 Interest income

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Advances to customers and securities lending	2,898,996	2,338,462
Exchanges and financial institutions balances, deposits and clearing settlement funds	1,420,190	1,165,918
Debt instruments at fair value through other comprehensive income ("FVTOCI")	663,417	698,583
Financial assets held under securities back-lending resale agreements	253,872	250,587
Other financial assets held under resale agreements	36,229	70,751
Debt instruments at amortized cost	1,202	9,910
	5,273,906	**4,534,211**

6 Investment gains, net

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Dividend and interest income from financial assets at FVTPL	2,085,121	2,549,655
Net gains from financial assets at FVTPL	32,501,739	3,113,765
Dividend from financial assets at FVTOCI	721,492	767,516
Net gains from disposals of debt instruments measured at FVTOCI	267,050	624,554
Net losses from derivative financial instruments	(19,129,293)	(2,399,729)
Net losses from financial liabilities at FVTPL	(3,531,471)	(533,748)
Others (losses)/gains	(174)	1,549
	12,914,464	**4,123,562**

(Expressed in thousands of Renminbi, unless otherwise stated)

7 Other income and gains or losses, net

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Market making service revenue	251,287	107,798
Refund from tax withholding and remittance	50,174	24,933
Rental income	14,661	8,040
Government grants	11,524	11,295
Foreign exchange losses, net	(426,251)	(9,698)
Others	6,611	6,987
	(91,994)	**149,355**

8 Depreciation and amortization

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Depreciation of right-of-use assets	157,249	158,531
Depreciation of property and equipment	146,978	147,620
Amortization of other non-current assets	45,409	58,305
Amortization of other intangible assets	131,401	84,052
	481,037	**448,508**

(Expressed in thousands of Renminbi, unless otherwise stated)

9 Staff costs

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Salaries, bonus and allowances	5,956,509	2,631,226
Contributions to retirement benefits	396,534	346,369
Other social welfare	306,235	251,553
Others	220,711	88,538
	6,879,989	**3,317,686**

10 Fee and commission expenses

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Securities and futures brokerage business	2,348,652	1,356,350
Underwriting and sponsorship business	25,209	11,715
Asset management and fund management business	3,671	6,772
Financial advisory business	2,880	2,599
Investment advisory business	2,429	3,078
	2,382,841	**1,380,514**

(Expressed in thousands of Renminbi, unless otherwise stated)

11 Interest expenses

	Six months ended June 30	
	2026	2025
	(Unaudited)	(Unaudited)
Bonds payables	1,749,845	1,446,536
Financial assets sold under repurchase agreements	955,876	1,385,063
Short-term debt instruments	434,798	502,054
Placements from banks and other financial institutions	239,178	171,912
Accounts payables to brokerage clients	179,010	171,635
Borrowings	164,032	215,614
Lease liabilities	10,984	11,045
Others	244	333
	3,733,967	**3,904,192**

12 Other operating expenses

	Six months ended June 30	
	2026	2025
	(Unaudited)	(Unaudited)
Electronic equipment operation expenses	274,514	209,944
Business promotion expenses	249,506	176,070
Member fees of stock exchange	200,362	137,025
Postal and communications expenses	73,634	93,504
Clearing fee	65,339	130,715
Securities and futures investor protection funds	64,961	49,689
Business travel expenses	55,409	53,634
Rental and property management expenses	50,011	44,857
General and administrative expenses	20,891	24,160
Others	126,944	105,402
	1,181,571	**1,025,000**

(Expressed in thousands of Renminbi, unless otherwise stated)

13 Impairment losses under expected credit loss model, net of reversal

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Impairment loss on (Reversal of) financial assets held under resale agreements	110,314	(4,782)
Impairment loss on (Reversal of) debt instruments at amortized cost	34	(374)
Impairment loss on (Reversal of) accounts and other receivables	55	(2,689)
Impairment loss on (Reversal of) advances to customers	135,922	(9,029)
Impairment loss on debt instruments at FVTOCI	3,953	1,110
	250,278	**(15,764)**

14 Income tax expenses

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Current tax:		
– PRC Enterprise Income Tax	489,475	81,731
– Hong Kong Profits Tax	52,115	1,793
	541,590	83,524
Under (over) provision in respect of prior periods:		
– PRC Enterprise Income Tax	96,046	15,847
– Hong Kong Profits Tax	90	(2)
	96,136	15,845
Deferred taxation:		
– Origination and reversal of temporary differences	1,758,255	396,591
	2,395,981	**495,960**

The Group operates in multiple jurisdictions, and some jurisdictions have implemented the Pillar Two Model Rules (also referred to as the Global Anti-Base Erosion), as published by the Organization for Economic Co-operation and Development.

The Group has assessed the current implication arising from Pillar Two income taxes and the exposure to future Pillar Two income taxes, and determined it is not material.

(Expressed in thousands of Renminbi, unless otherwise stated)

15 Earnings per share attributable to shareholders of the Company

The calculation of basic earnings per share attributable to shareholders of the Company is as follows:

	Six months ended June 30	
	2026	**2025**
	(Unaudited)	**(Unaudited)**
Earnings for the purpose of basic earnings per share:		
Profit attributable to shareholders of the Company	10,624,328	5,185,896
Less: Profit attributable to holders of perpetual subordinated bonds	(312,526)	(287,419)
	10,311,802	**4,898,477**
Number of shares:		
Weighted average number of ordinary shares (thousand)	8,696,526	8,696,526
Earnings per share:		
Earnings per share (in RMB yuan)	1.19	0.56

Note: For the six months ended June 30, 2026 and 2025, there were no dilutive shares. Therefore, diluted earning per share is not presented.

(Expressed in thousands of Renminbi, unless otherwise stated)

16 Property and equipment

	Leasehold land and buildings	Motor vehicles	Electronic and communication equipment	Office equipment and others	Construction in progress	Total
Unaudited						
Cost						
As at January 1, 2026	1,242,144	56,921	1,502,727	279,174	40,999	3,121,965
Additions	–	–	109,390	15,357	58,614	183,361
Disposals	–	–	(844)	(5,521)	–	(6,365)
Transfer	–	–	–	–	(46,066)	(46,066)
Exchange differences	–	(48)	(2,189)	(1,532)	(1,474)	(5,243)
As at June 30, 2026	1,242,144	56,873	1,609,084	287,478	52,073	3,247,652
Accumulated depreciation and impairment						
As at January 1, 2026	432,676	41,643	872,419	143,846	–	1,490,584
Charge for the period	15,303	2,000	105,615	24,060	–	146,978
Disposals	–	–	(792)	(5,424)	–	(6,216)
Exchange differences	–	(48)	(1,274)	(1,328)	–	(2,650)
As at June 30, 2026	447,979	43,595	975,968	161,154	–	1,628,696
Carrying values						
As at June 30, 2026	**794,165**	**13,278**	**633,116**	**126,324**	**52,073**	**1,618,956**

(Expressed in thousands of Renminbi, unless otherwise stated)

16 Property and equipment (continued)

	Leasehold land and buildings	Motor vehicles	Electronic and communication equipment	Office equipment and others	Construction in progress	Total
Audited						
Cost						
As at January 1, 2025	1,242,144	64,188	1,455,966	225,670	38,576	3,026,544
Additions	–	995	196,780	69,177	71,945	338,897
Disposals	–	(8,230)	(148,702)	(14,881)	–	(171,813)
Transfer to other non-current assets	–	–	–	–	(68,621)	(68,621)
Exchange differences	–	(32)	(1,317)	(792)	(901)	(3,042)
As at December 31, 2025	1,242,144	56,921	1,502,727	279,174	40,999	3,121,965
Accumulated depreciation and impairment						
As at January 1, 2025	401,724	45,176	808,791	106,040	–	1,361,731
Charge for the year	30,952	4,317	205,695	52,234	–	293,198
Disposals	–	(7,818)	(141,279)	(13,647)	–	(162,744)
Exchange differences	–	(32)	(788)	(781)	–	(1,601)
As at December 31, 2025	432,676	41,643	872,419	143,846	–	1,490,584
Carrying values						
As at December 31, 2025	**809,468**	**15,278**	**630,308**	**135,328**	**40,999**	**1,631,381**

(Expressed in thousands of Renminbi, unless otherwise stated)

17 Right-of-use assets

	Land and buildings	Leasehold land	Total
Unaudited			
Cost			
As at January 1, 2026	2,787,966	411,766	3,199,732
Additions	216,731	–	216,731
Disposals	(145,445)	–	(145,445)
Exchange differences	(11,113)	–	(11,113)
As at June 30, 2026	2,848,139	411,766	3,259,905
Accumulated depreciation			
As at January 1, 2026	1,952,202	73,996	2,026,198
Charge for the period	152,025	5,224	157,249
Disposals	(144,584)	–	(144,584)
Exchange differences	(6,514)	–	(6,514)
As at June 30, 2026	1,953,129	79,220	2,032,349
Carrying values			
As at June 30, 2026	**895,010**	**332,546**	**1,227,556**
Audited			
Cost			
As at January 1, 2025	2,726,549	411,766	3,138,315
Additions	362,153	–	362,153
Disposals	(293,950)	–	(293,950)
Exchange differences	(6,786)	–	(6,786)
As at December 31, 2025	2,787,966	411,766	3,199,732
Accumulated depreciation			
As at January 1, 2025	1,875,956	63,549	1,939,505
Charge for the year	305,202	10,447	315,649
Disposals	(224,074)	–	(224,074)
Exchange differences	(4,882)	–	(4,882)
As at December 31, 2025	1,952,202	73,996	2,026,198
Carrying values			
As at December 31, 2025	**835,764**	**337,770**	**1,173,534**

(Expressed in thousands of Renminbi, unless otherwise stated)

18 Interests in associates and joint ventures

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Cost of unlisted investments in associates	4,576,535	4,576,535
Cost of unlisted investments in joint ventures	27,756	27,756
Share of post-acquisition profits and other comprehensive income, net of dividends received	9,608,868	9,404,341
Subtotal	14,213,159	14,008,632
Less: Impairment loss	(669,150)	(669,150)
	13,544,009	**13,339,482**

The following list contains only the particulars of associates and joint ventures using the equity method in the condensed consolidated financial statements:

Name of associates and joint ventures	Place of incorporation/ establishment	Equity interest held by the Group As at June 30, 2026	As at December 31, 2025	Principal Activities
Bosera Asset Management Co., Ltd.	PRC	49.00%	49.00%	Fund management
China Merchants Fund Management Limited	PRC	45.00%	45.00%	Fund management
Guangdong Equity Exchange Center Co., Ltd. (i)	PRC	12.02%	12.02%	Transaction settlement services
Twenty-first Century Technology Investment Co., Ltd. (ii)	PRC	23.88%	23.88%	Investment
Twin Bays Investments Limited	PRC	40.00%	40.00%	Investment management
Guolian Zhaozheng Science and Technology Innovation Fund Phase I Limited Partnership Fund	PRC	37.50%	37.50%	Investment management

(Expressed in thousands of Renminbi, unless otherwise stated)

18 Interests in associates and joint ventures (continued)

* English name translation is for identification purpose only.

(i) Guangdong Equity Exchange Center Co., Ltd. was recognized as an associate as the Group has rights to participate in its financial and operational decision making.

(ii) This associate has been undergoing liquidation, and impairment losses have been fully recognized and written off.

19 Equity instruments at fair value through other comprehensive income

Non-tradable equity instruments	As at June 30, 2026	As at December 31, 2025	Dividend recognized during the reporting period	Gains or losses recognized in other comprehensive income during the reporting period	Cumulative gains and losses recognized in other comprehensive income up to the end of the reporting period	Transfers to retained earnings	The reason for transferring to retained earnings
Equity investments (i)	11,958,357	9,639,612	281,880	(1,268,179)	(1,186,185)	54,130	Disposal
Others (ii)	32,000,402	25,786,183	439,612	58,652	93,644	(204,295)	Disposal, Maturity settlement
	43,958,759	**35,425,795**	**721,492**	**(1,209,527)**	**(1,092,541)**	**(150,165)**	

19 Equity instruments at fair value through other comprehensive income (continued)

(i) The equity investments mainly refer to stocks held by the Group for strategic investment. The Group does not hold such investments for trading purposes. In this case, they are classified as financial assets designated as at fair value through other comprehensive income. Disposals of such equity instruments during the reporting period were mainly driven by the Company's changes in strategy. The fair value related to such investments derecognized during the reporting period were RMB202,554 thousand. The fair value gains or losses related to such investments during the reporting period were RMB-1,268,179 thousand, of which the fair value gains or losses related to such investments derecognized during the reporting period were RMB46,333 thousand, and the fair value gains or losses related to such investments held at 30 June, 2026, were RMB-1,314,512 thousand. The dividend recognized on such investments during the reporting period were RMB281,880 thousand, of which the dividend recognized on such investments derecognized during the reporting period were RMB2,229 thousand, the dividend recognized on such investments held at 30 June, 2026, were RMB279,651 thousand.

(ii) Most of the investments represent perpetual bonds and the Group does not hold such perpetual bonds for the purpose of selling them in the near future. In this case, they are classified as financial assets designated as at fair value through other comprehensive income. Disposals of such equity instruments during the reporting period were mainly driven by the Company's changes in strategy. The fair value related to such investments derecognized during the reporting period were RMB6,998,469 thousand. The fair value gains or losses related to such investments during the reporting period were RMB58,652 thousand, of which the fair value gains or losses related to such investments derecognized during the reporting period were RMB19,212 thousand, and the fair value gains or losses related to such investments held at 30 June, 2026, were RMB39,440 thousand. The dividend recognized on such investments during the reporting period were RMB439,612 thousand, of which the dividend recognized on such investments derecognized during the reporting period were RMB229,967 thousand, the dividend recognized on such investments held at 30 June, 2026, were RMB209,645 thousand.

(iii) As at June 30, 2026, the equity instruments at fair value through other comprehensive income with restricted sales period or commitment conditions were RMB28,684,827 thousand (December 31, 2025: RMB23,000,157 thousand).

(Expressed in thousands of Renminbi, unless otherwise stated)

20 Debt instruments at amortized cost

(1) Analyzed by nature

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Current		
Bonds	86,003	180,347
Less: Expected credit losses	(62)	(30)
	85,941	**180,317**

(2) Movements of expected credit losses are as follows

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
At the beginning of the period/year	30	376
Expected credit losses (Reversal of) recognized	34	(342)
Exchange differences	(2)	(4)
At the end of the period/year	**62**	**30**

	As at June 30, 2026 (Unaudited)			
	12 months (stage 1)	Life time (stage 2)	Life time (stage 3)	Total
Principal and interest	86,003	–	–	86,003
Expected credit losses	62	–	–	62

	As at December 31, 2025 (Audited)			
	12 months (stage 1)	Life time (stage 2)	Life time (stage 3)	Total
Principal and interest	180,347	–	–	180,347
Expected credit losses	30	–	–	30

During the period ended June 30, 2026, there was no transfer between the stages of expected credit losses. (2025: there was no transfer between the stages of expected credit losses)

(Expressed in thousands of Renminbi, unless otherwise stated)

21 Financial assets held under resale agreements

(1) Analyzed by collateral type and market of financial assets held under resale agreements

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Non-current		
Analyzed by collateral type:		
Listed equity investments (i)	1,516,000	1,232,000
Analyzed by market:		
Stock exchanges	1,516,000	1,232,000
Less: Expected credit losses	(29,517)	(15,422)
	1,486,483	**1,216,578**
Current		
Analyzed by collateral type:		
Listed equity investments (i)	17,180,960	16,275,472
Bonds	2,121,105	10,585,932
Subtotal	19,302,065	26,861,404
Analyzed by market:		
Stock exchanges	17,571,923	17,170,580
Interbank bond market	1,730,142	9,690,824
Subtotal	19,302,065	26,861,404
Less: Expected credit losses	(1,138,767)	(1,042,548)
	18,163,298	**25,818,856**

(i) Financial assets (pledged by stocks) held under resale agreements and securities back-lending are resale agreements entered into by the Group with qualified investors with a commitment to purchasing the specified securities at a future date with an agreed price.

As at June 30, 2026, the Group received collateral amounted to RMB61,932 million (December 31,2025: RMB65,665 million) in connection with its reverse resale agreements and securities back-lending.

(Expressed in thousands of Renminbi, unless otherwise stated)

21 Financial assets held under resale agreements (continued)

(2) Movements of allowances for expected credit losses are as follows

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
At the beginning of the period/year	1,057,970	892,775
Expected credit losses recognized	110,314	165,195
At the end of the period/year	**1,168,284**	**1,057,970**

Details of expected credit losses and the fair value of the collateral of the repurchase agreements related to stocks are as follows:

	As at June 30, 2026 (Unaudited)			
	12 months (stage 1)	Life time (stage 2)	Life time (stage 3)	Total
Principal and interest	17,837,203	–	859,757	18,696,960
Expected credit losses	308,527	–	859,757	1,168,284
Collateral fair value	62,281,733	–	–	62,281,733

	As at December 31, 2025 (Audited)			
	12 months (stage 1)	Life time (stage 2)	Life time (stage 3)	Total
Principal and interest	16,647,716	–	859,757	17,507,473
Expected credit losses	198,213	–	859,757	1,057,970
Collateral fair value	59,331,236	–	–	59,331,236

(Expressed in thousands of Renminbi, unless otherwise stated)

22 Deferred tax assets (liabilities)

The following is an analysis of the deferred tax balances for financial reporting purposes:

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Deferred tax assets	763,066	483,690
Deferred tax liabilities	(2,352,015)	(570,386)
	(1,588,949)	**(86,696)**

The following are the major deferred tax assets (liabilities) recognized and movements thereon in the period/year:

	Financial instruments at fair value through profit and loss/ derivatives	Accrued staff costs	Deferred income	Impairment allowances	Financial instruments at fair value through other comprehensive income	Property and equipment	Others	Total
At January 1, 2025	(1,628,934)	1,057,714	25,352	229,233	(437,162)	(3,714)	894,832	137,321
(Charge) Credit to profit or loss	(12,818)	169,540	(760)	62,671	–	(4,591)	(786,553)	(572,511)
Credit to other comprehensive income	–	–	–	–	347,302	–	–	347,302
Exchange differences	–	–	–	–	–	–	1,192	1,192
At December 31, 2025	**(1,641,752)**	**1,227,254**	**24,592**	**291,904**	**(89,860)**	**(8,305)**	**109,471**	**(86,696)**
At January 1, 2026	(1,641,752)	1,227,254	24,592	291,904	(89,860)	(8,305)	109,471	(86,696)
(Charge) Credit to profit or loss	(1,815,371)	(36,945)	(380)	57,607	–	135	36,699	(1,758,255)
Credit to other comprehensive income	–	–	–	–	256,751	–	–	256,751
Exchange differences	–	–	–	–	–	–	(749)	(749)
At June 30, 2026 (Unaudited)	**(3,457,123)**	**1,190,309**	**24,212**	**349,511**	**166,891**	**(8,170)**	**145,421**	**(1,588,949)**

(Expressed in thousands of Renminbi, unless otherwise stated)

23 Other non-current assets

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Deferred expenses	89,328	133,166
Deposit receivables	77,068	88,885
Other long-term receivables	32,417	32,417
Less: Allowances for impairment	(1,026)	(1,026)
	197,787	**253,442**

24 Advances to customers

(1) Analyzed by nature

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Advances to customers	157,800,537	133,647,792
Less: Expected credit losses	(428,451)	(294,668)
	157,372,086	**133,353,124**

Credit facility limits granted to margin clients are determined by the discounted market value of collateral securities accepted by the Group.

The majority of the advances to customers which are secured by the underlying pledged securities and cash collateral are interest-bearing. The Group maintains a list of approved stocks for margin lending with respective loan-to-collateral ratios. Any excess in the ratio will trigger a margin call upon which the customers have to make up the balance.

(Expressed in thousands of Renminbi, unless otherwise stated)

24 Advances to customers (continued)

(2) Analyzed by fair value of collateral of margin financing and securities lending business

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Collateral measured at fair value:		
Equity securities	435,160,580	348,407,705
Funds	10,912,290	9,531,630
Cash	13,367,080	8,528,835
Bonds	295,550	311,270
	459,735,500	**366,779,440**

(3) Movements of expected credit losses are as follows

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
At the beginning of the period/year	294,668	182,348
Expected credit losses recognized	135,922	113,434
Exchange differences	(2,139)	(1,114)
At the end of the period/year	**428,451**	**294,668**

	As at June 30, 2026 (Unaudited)			
	12 months (stage 1)	Life time (stage 2)	Life time (stage 3)	Total
Principal and interest	156,803,319	100,955	896,263	157,800,537
Expected credit losses	255,061	210	173,180	428,451

	As at December 31, 2025 (Audited)			
	12 months (stage 1)	Life time (stage 2)	Life time (stage 3)	Total
Principal and interest	133,032,979	26,908	587,905	133,647,792
Expected credit losses	137,797	178	156,693	294,668

(Expressed in thousands of Renminbi, unless otherwise stated)

25 Accounts and other receivables

(1) Analyzed by nature

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Accounts and other receivables from/related to:		
Clearing houses, brokers and dealers	4,970,052	2,874,163
Fee and commission income	818,446	579,903
Deposits of OTC derivative business	636,375	757,195
Dividends receivable	204,419	59,913
Other receivables	34,047	13,591
Others	136,162	115,052
Subtotal	6,799,501	4,399,817
Less: Expected credit losses of accounts and other receivables	(64,387)	(64,868)
	6,735,114	**4,334,949**

(2) Analyzed by ageing

As at the end of the period/year, the ageing analysis based on transaction dates of accounts and other receivables, is as follows:

	As at June 30, 2026 (Unaudited)		As at December 31, 2025 (Audited)	
	Accounts and other receivables	Expected credit losses	Accounts and other receivables	Expected credit losses
Within 1 year	6,686,843	(37)	4,287,356	(27)
Between 1 and 2 years	21,760	(177)	23,235	(164)
Between 2 and 3 years	21,466	(8,683)	18,183	(9,026)
Over 3 years	69,432	(55,490)	71,043	(55,651)
	6,799,501	**(64,387)**	**4,399,817**	**(64,868)**

(Expressed in thousands of Renminbi, unless otherwise stated)

26 Debt instruments at fair value through other comprehensive income

(1) Analyzed by type

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Current		
Government bonds	40,653,080	49,012,154
Bonds issued by policy banks	–	544,769
Bonds issued by commercial banks and other financial institutions	10,481,414	8,645,710
Others	13,254,083	11,730,915
	64,388,577	**69,933,548**

(2) Movements of allowances for expected credit losses are as follows

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
At the beginning of the period/year	10,413	13,147
Expected credit losses (Reversal of) recognized	3,953	(2,633)
Current year's resale	–	(26)
Exchange differences	(161)	(75)
At the end of the period/year	**14,205**	**10,413**

	As at June 30, 2026 (Unaudited)			
	12 months (stage 1)	Life time (stage 2)	Life time (stage 3)	Total
Principal and interest	64,388,577	–	–	64,388,577
Expected credit losses	14,205	–	–	14,205

	As at December 31, 2025 (Audited)			
	12 months (stage 1)	Life time (stage 2)	Life time (stage 3)	Total
Principal and interest	69,933,548	–	–	69,933,548
Expected credit losses	10,413	–	–	10,413

During the six months ended June 30, 2026 and the year ended December 31, 2025, there was no material transfer between the stages of expected credit losses.

(Expressed in thousands of Renminbi, unless otherwise stated)

27 Financial assets at fair value through profit or loss

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Current		
Debt securities	153,553,553	166,089,274
Funds	42,869,850	45,358,767
Equity investments (i)	50,279,237	32,667,293
Others (ii)	19,633,482	17,423,797
	266,336,122	**261,539,131**
Non-current		
Funds	9,821	–
Equity investments (i)	8,048,473	3,754,780
Others (ii)	10,180,225	5,372,101
	18,238,519	**9,126,881**

(i) Equity investments comprise of unlisted equity investments.

(ii) Others mainly represent investments in collective asset management schemes, wealth management products, trusts and investments in limited partnerships.

Fair value of the Group's financial assets at fair value through profit or loss are determined as described in note 56.

As at June 30, 2026, debt securities of RMB5,969,282 thousand (December 31, 2025: RMB3,906,980 thousand), RMB55,383,257 thousand (December 31, 2025: RMB30,359,904 thousand) and RMB56,570,435 thousand (December 31, 2025: RMB98,398,702 thousand) classified as FVTPL were pledged as collateral for certain derivative transactions and securities borrowing and financial assets sold under repurchase agreements, respectively; Additionally, the carrying value of financial assets classified as FVTPL with restricted sales period or commitment conditions, excluding debt securities, is RMB1,736,624 thousand (December 31, 2025: RMB887,571 thousand).

(Expressed in thousands of Renminbi, unless otherwise stated)

28 Derivative financial instruments

	As at June 30, 2026 Non-hedging instruments			As at December 31, 2025 Non-hedging instruments		
	Notional Principal amounts	Fair Value		Notional Principal amounts	Fair Value	
		Assets	Liabilities		Assets	Liabilities
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Interest derivative instrument	432,897,049	6,778	24,132	408,360,328	58,214	47,514
Equity derivative instrument	126,646,361	3,442,447	19,828,067	110,198,210	1,484,973	5,847,526
Currency derivative instrument	60,828,564	50,474	47,487	67,213,897	56,507	22,487
Credit derivative instrument	–	–	–	794,606	–	17,173
Other derivative instrument	114,765,661	882,155	1,011,191	86,072,202	1,347,410	1,294,312
	735,137,635	**4,381,854**	**20,910,877**	**672,639,243**	**2,947,104**	**7,229,012**

Under a daily mark-to-market and settlement arrangement, any gains or losses of the Group's position in the PRC futures contracts, interest rate swap contracts and bond forward contracts traded in the National Interbank Funding Center and foreign exchange contracts traded in the China Foreign Exchange Trade System are settled daily and the corresponding receipts and payments are included in "clearing settlement funds". Accordingly, these contracts are presented after netting of their settlements at the end of the reporting period.

29 Deposits with exchanges and non-bank financial institutions

	As at June 30, 2026	As at December 31, 2025
	(Unaudited)	(Audited)
Deposits with stock exchanges and clearing houses:		
Shanghai Clearing House	1,567,775	1,116,731
China Securities Depository and Clearing Corporation Limited	1,368,006	1,272,943
Hong Kong Exchanges and Clearing Limited	193,709	168,390
Deposits with futures and commodity exchanges and financial institutions:		
China Financial Futures Exchange	11,159,956	7,974,235
Shanghai Futures Exchange	3,971,137	3,536,468
Dalian Commodity Exchange	985,273	607,226
Zhengzhou Commodity Exchange	724,404	602,978
Guangzhou Futures Exchange	676,140	818,196
Others	1,989,774	2,419,254
	22,636,174	**18,516,421**

(Expressed in thousands of Renminbi, unless otherwise stated)

30 Clearing settlement funds

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Clearing settlement funds held with clearing houses for:		
House accounts	6,031,118	5,412,647
Clients	68,903,356	34,613,304
	74,934,474	**40,025,951**

31 Cash and bank balances

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Bank balances – house accounts	24,586,483	16,374,287
House accounts	23,970,577	15,767,940
Pledged and restricted bank deposits		
– Restricted bank deposit for purchase of bond, stock and as risk reserve and credit	615,906	606,347
Cash held on behalf of customers	149,227,864	116,415,125
	173,814,347	**132,789,412**

32 Cash and cash equivalents

Cash and cash equivalents comprise the followings:

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Cash and bank balances – house accounts	24,557,528	16,359,606
Clearing settlement funds – house accounts	6,031,115	5,412,637
Less: Pledged and restricted bank deposits	(615,906)	(606,347)
	29,972,737	**21,165,896**

(Expressed in thousands of Renminbi, unless otherwise stated)

33 Short-term borrowings

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Current		
Unsecured bank borrowings [i]	10,738,115	7,484,880
Interests accrued	21,280	17,093
	10,759,395	**7,501,973**

(i) As at June 30, 2026, the floating interest rates of Group's short-term unsecured bank borrowings ranged from 3.35% to 3.39% (December 31, 2025: 3.41% to 3.99%) per annum and the fixed interest rates of Group's short-term unsecured bank borrowings ranged from 1.30% to 1.98% (December 31, 2025: 1.80% to 4.76%) per annum.

34 Short-term debt instruments

	Coupon rate as at June 30, 2026 (Unaudited)	As at January 1, 2026	Issuance/Other Transfer	Redemption/ Exchange difference	As at June 30, 2026 (Unaudited)
Short-term bond payables	1.62%-2.06%	44,200,000	8,500,000	31,050,000	21,650,000
Principals of income certificates	1.35%-1.96%/ Floating rates	19,787,998	11,705,400	15,381,198	16,112,200
Interest accrued		393,203	429,347	420,246	402,304
		64,381,201	**20,634,747**	**46,851,444**	**38,164,504**

	Coupon rate as at December 31, 2025 (Audited)	As at January 1, 2025	Issuance/Other Transfer	Redemption/ Exchange difference	As at December 31, 2025 (Audited)
Short-term bond payables	1.62% – 2.19%	38,000,000	57,100,000	50,900,000	44,200,000
Principals of income certificates	1.56% – 4.74%/ Floating rates	19,110,760	35,510,491	34,833,253	19,787,998
Interest accrued		273,379	980,431	860,607	393,203
		57,384,139	**93,590,922**	**86,593,860**	**64,381,201**

(Expressed in thousands of Renminbi, unless otherwise stated)

35 Placements from banks and other financial institutions

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Placement from banks(i)	1,023,142	5,900,000
Interest accrued	710	444
	1,023,852	**5,900,444**

(i) As at June 30, 2026, the Group's interest rates due to banks ranged from 3.88% to 3.95% (December 31, 2025: 1.30% – 2.20%) per annum.

36 Accounts payables to brokerage clients

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Clients' deposits for margin financing and securities lending	21,842,364	15,389,276
Clients' deposits for other brokerage business	205,734,594	139,626,549
	227,576,958	**155,015,825**

Accounts payables to brokerage clients represent money received from and repayable to brokerage clients, which are mainly held at banks and at clearing houses by the Group. Accounts payables to brokerage clients are interest-bearing at the prevailing interest rate.

The majority of the accounts payable balances are repayable on demand except for certain accounts payables to brokerage clients represent money received from clients for their margin financing activities under normal course of business, such as margin financing and securities lending. Only the excessive amounts over the required margin deposits and cash collateral stipulated are repayable on demand.

The directors of the Group are of the opinion that an ageing analysis does not give additional value in view of the nature of these businesses. As a result, no ageing analysis is disclosed.

(Expressed in thousands of Renminbi, unless otherwise stated)

37 Accrued staff costs

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Current		
Salaries, bonus and allowances	9,241,927	5,674,329
Short-term social welfare	39	27
Defined contribution plans	2,502	1,241
Others	88,420	47,097
	9,332,888	**5,722,694**

38 Other payables and accrued charges

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Deposits of OTC derivative business(i)	25,530,507	18,073,309
Settlement payables to brokers and clearing houses	11,420,685	9,756,284
Dividends payables to holders of ordinary shares and other equity instruments	4,560,221	614,680
Other tax payables	479,120	550,807
Futures risk reserve	225,456	209,117
Commission and handling fee payables	113,443	104,642
Others	713,806	458,318
	43,043,238	**29,767,157**

(i) As at June 30, 2026 and December 31, 2025, the balance mainly represents deposits received from investors on equity return swaps and over-the-counter options which is refundable according to the contract terms upon the expiry date. The deposit will be mature within one year from the end of the reporting period.

(Expressed in thousands of Renminbi, unless otherwise stated)

39 Financial liabilities at fair value through profit or loss

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Non-current		
Financial liabilities designated at fair value through profit or loss		
– Structured entities [(i)]	3,120,418	1,101,837
	3,120,418	**1,101,837**
Current		
Financial liabilities held for trading		
– Equity securities	126,874	425,470
– Debt securities	55,136,700	38,462,498
– Structured notes	1,216,381	1,282,603
– Others	891,285	640,234
Financial liabilities designated at fair value through profit or loss		
– Structured entities [(i)]	490,740	266,536
	57,861,980	**41,077,341**

(i) In the condensed consolidated financial statements, financial liabilities arising from consolidated structured entities are designated at fair value through profit or loss by the Group, as the Group has the obligation to pay other investors based on net book values and related terms upon maturity dates of the structured entities.

(Expressed in thousands of Renminbi, unless otherwise stated)

40 Financial assets sold under repurchase agreements

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Current		
Analyzed by collateral type:		
Bonds	107,618,313	131,994,796
Others	21,180,276	20,383,088
	128,798,589	**152,377,884**
Analyzed by market:		
Stock exchanges	38,126,218	54,564,518
Interbank bond market	83,243,288	91,682,376
Over-the-counter	7,429,083	6,130,990
	128,798,589	**152,377,884**

41 Lease liabilities

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Within 1 year	262,423	258,264
Within a period of more than 1 year but not more than 2 years	205,644	192,230
Within a period of more than 2 years but not more than 5 years	355,979	290,816
Within a period of more than 5 years	89,764	116,301
Subtotal	**913,810**	**857,611**
Less: Amount due for settlement within 1 year shown under lease liabilities	(262,423)	(258,264)
Amount due for settlement after 12 months shown under non-current liabilities	651,387	599,347

(Expressed in thousands of Renminbi, unless otherwise stated)

42 Long-term borrowings due within one year

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Unsecured bank borrowings	1,490,125	451,610
Interest accrued	11,277	4,875
	1,501,402	**456,485**

As at June 30, 2026, the Group's long-term borrowings due within one year bore floating interest rates ranging from 3.400% to 4.702% (December 31, 2025: 3.785%) per annum.

43 Long-term borrowings

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Unsecured bank borrowings	4,654,090	2,502,273
Analyzed by maturity:		
1 to 2 years	2,642,180	2,502,273
2 to 5 years	2,011,910	–
	4,654,090	**2,502,273**

As at June 30, 2026, the floating interest rates of Group's long-term borrowings ranged from 3.137% to 4.544% (December 31, 2025: 3.752% to 4.782%) per annum and the fixed interest rates of Group's long-term borrowings ranged from 1.960% to 2.020% (December 31, 2025: none)

44 Share capital

All shares issued by the Company are fully paid common shares. The par value per share is RMB1. The Company's number of shares issued and their nominal value are as follows:

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Registered, issued and fully paid ordinary shares of RMB1 each:		
At the beginning and at the end of the period		
– Domestic shares	7,422,006	7,422,006
– Foreign invested shares	1,274,520	1,274,520
	8,696,526	**8,696,526**

(Expressed in thousands of Renminbi, unless otherwise stated)

45 Other equity instruments

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Perpetual subordinated bonds	19,000,000	17,000,000

On January 26, 2022, the China Securities Regulatory Commission issued the Approval of China Merchants Securities Co., Ltd. to Publicly Issue Perpetual Subordinated Corporate Bonds Registration to Professional Investors (CSRC Permit [2022] No. 222), agreeing to the Company's application for publicly issuing perpetual subordinate corporate bonds with a total face value of not more than RMB15 billion to professional investors.

On March 24, April 19, April 26 and June 8, 2022, the Company publicly issued the first, second, third and fourth tranche of 2022 perpetual subordinated bonds. The aggregate principal amount of which is RMB4,300,000,000, RMB4,700,000,000, RMB4,000,000,000 and RMB2,000,000,000, respectively, with a cumulative issuance amount of RMB15 billion. And the interest rates of above perpetual subordinated bonds ranged from 3.72%-3.95% per annum.

On March 19, 2025, the China Securities Regulatory Commission issued the Approval of China Merchants Securities Co., Ltd. to Publicly Issue Perpetual Subordinated Corporate Bonds Registration to Professional Investors (CSRC Permit [2025] No. 529), agreeing to the Company's application for publicly issuing perpetual subordinate corporate bonds with a total face value of not more than RMB6 billion to professional investors.

On April 25, July 14, 2025, and April 23, 2026, the Company publicly issued the first, second tranche of 2025 perpetual subordinated bonds and the first tranche of 2026 perpetual subordinated bonds. The aggregate principal amount of which is RMB900,000,000, RMB1,100,000,000 and RMB2,000,000,000, respectively, with a cumulative issuance amount of RMB4 billion. And the interest rate of above perpetual subordinated bonds ranged from 2.04%-2.21% per annum.

The Company shall have the right of redemption attached to the above bonds, and on the 5th and subsequent coupon payment days of the 2022 perpetual subordinated bonds, the Company shall be entitled to redeem the above bonds at par value plus interest payable; the Company also has the option to defer interest payments, except in the event of mandatory interest payments, so that at each interest payment date, the Company may choose to defer the interest payment for the current year as well as all interest and accreted interest already deferred resulting from exercising the option to defer interest payments, to the next payment date, without being subject to any limitation with respect to the number of deferrals. Of which, mandatory interest payment events are limited to profit distributions to ordinary shareholders of the Company from the issuer and reductions of registered capital.

The perpetual subordinated bonds in 2025 and 2026 will have a pricing cycle of every 5 interest bearing years, setting with an issuer renewal option. At the end of each pricing cycle, the Company has the right to choose to extend the bond term by 1 pricing cycle (i.e. extending for 5 years) or fully redeem the bond; the Company also has the option to defer interest payments, except in the event of mandatory interest payments, so that at each interest payment date, the Company may choose to defer the interest payment for the current year as well as all interest and accreted interest already deferred resulting from exercising the option to defer interest payments, to the next payment date, without being subject to any limitation with respect to the number of deferrals. Of which, mandatory interest payment events are limited to profit distributions to ordinary shareholders of the Company from the issuer and reductions of registered capital.

The perpetual subordinated bonds issued by the Company are classified and presented as equity instruments in the consolidated statement of financial position.

(Expressed in thousands of Renminbi, unless otherwise stated)

46 Investment revaluation reserve of financial assets at fair value through other comprehensive income

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
At the beginning of the period/year	379,905	1,445,336
Debt instruments at FVTOCI		
Net changes in fair value for the period/year	412,497	(378,350)
Reclassification to profit or loss	(267,050)	(781,772)
Income tax impact	(40,288)	287,169
Expected credit losses of debt instruments at FVTOCI		
Net changes in profit or loss for ECL reclassification adjustment	3,953	(2,659)
Income tax impact	(703)	1,143
Equity instruments at FVTOCI		
Net changes in fair value for the period/year	(1,359,693)	(513,228)
Transfer to retained profits	150,166	294,464
Income tax impact	297,040	60,134
Share of other comprehensive income of associates		
Share of other comprehensive income that will be reclassified subsequently to profit or loss	18,146	(33,216)
Share of other comprehensive income that will not be reclassified subsequently to profit or loss	(1,180)	884
At the end of the period/year	**(407,207)**	**379,905**

47 General reserves

General reserves includes statutory reserve, general risk reserve and transaction risk reserve.

In accordance with the Company Law of the PRC and the Articles of Association, 10% of the net profit of the Company is required to be allocated to the statutory reserve until the statutory reserve has reached 50% of the share capital of the Company. As of June 30, 2026, and December 31, 2025, the accumulated surplus reserve has reached 50% of the Company's registered capital and therefore no further allocation is required for this period.

In accordance with the provisions of the Financial Rules for Financial Enterprises (Order No. 42 of the Ministry of Finance) and the Financial Rules for Financial Enterprises – Implementation Guidelines (Cai Jin [2007] No. 23) issued by the Ministry of Finance, the Company withdrew general risk reserves at 10% of net profits, and withdrew general risk reserves at 2.5% of custody fee income in accordance with the Interim Measures for the Supervision and Administration of Risk Reserves for Publicly Offered Securities Investment Funds (Order No. 94 of the CSRC).

The subsidiary China Merchants Securities Asset Management Co., Ltd., in accordance with the provisions of the Financial Rules for Financial Enterprises (Decree No. 42 of the Ministry of Finance) and the Financial Rules for Financial Enterprises – Implementation Guidelines (Caijin [2007] No. 23) issued by the Ministry of Finance, withdraws general risk reserves at 10% of net profits, and in accordance with the Interim Measures for the Supervision and Administration of Risk Reserves for Publicly Offered Securities Investment Funds (Decree No. 94 of the CSRC) According to the provisions of the Operation Guidelines on the Application of Securities Companies' Large Collection Asset Management Business to the Standardization of Financial Institutions' Asset Management Business (CSRC Announcement [2018] No. 39), general risk reserves are accrued at 10% of the management fee income of public offering products and large collection products. At the same time, when the balance of risk reserves reaches 1% of the net asset value of the asset management plan at the end of last quarter, it can no longer be withdrawn.

The subsidiary China Merchants Futures Co., Ltd., in accordance with the provisions of the Financial Rules for Financial Enterprises (Decree No. 42 of the Ministry of Finance) and the Financial Rules for Financial Enterprises – Implementation Guidelines (Cai Jin [2007] No. 23) issued by the Ministry of Finance, withdraws general risk reserves at 10% of the net profit.

The transaction risk reserve shall be 10% of the net profit of the Company and its subsidiary, China Merchants Securities Asset Management Co., Ltd..

The movements of the general reserves are presented in this condensed consolidated statement of changes in equity for the six months ended June 30, 2026.

(Expressed in thousands of Renminbi, unless otherwise stated)

48 Bonds payables due within one year

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Non-convertible bonds (1)	42,680,287	41,475,119
Subordinated bonds (2)	3,899,502	9,798,690
Income certificates	18,285,890	5,085,412
Interest accrued	1,791,428	1,232,028
	66,657,107	**57,591,249**

(1) The details of non-convertible bonds as at June 30, 2026 are as follows:

Name	Currency	Issue amount	Issue date	Maturity date	Coupon rate
23CMG6	CNY	3,400,000	2023/07/13	2026/07/13	2.72%
23CM10	CNY	4,000,000	2023/08/11	2026/08/11	2.74%
21CM10	CNY	2,000,000	2021/08/12	2026/08/12	3.41%
23CM11	CNY	3,000,000	2023/11/24	2026/11/24	2.88%
24CMG1	CNY	3,000,000	2024/01/18	2027/01/18	2.74%
25CMK1	CNY	2,000,000	2025/05/13	2027/05/13	1.75%
25CMK1 (Subsequent Issuance)	CNY	2,300,000	2025/05/13	2027/05/13	1.75%
25CMG1	CNY	7,200,000	2025/08/29	2026/09/11	1.75%
24CMF2	CNY	2,500,000	2024/11/25	2026/12/10	2.15%
24CMF3	CNY	2,500,000	2024/11/25	2027/03/11	2.14%
25CMF4	CNY	4,100,000	2025/10/15	2026/10/22	1.78%
25CMF5	CNY	1,500,000	2025/10/15	2027/06/17	1.98%
26CMF2	CNY	4,200,000	2026/01/26	2027/02/19	1.74%
CMSINT 3.3% 09/18/26 EMTN	CNY	1,000,000	2023/09/18	2026/09/18	3.30%

(2) The details of subordinated bonds as at June 30, 2026 are as follows:

Name	Currency	Issue amount	Issue date	Maturity date	Coupon rate
21CMC8	CNY	1,000,000	2021/11/11	2026/11/11	3.70%
23CMC9	CNY	2,000,000	2023/10/30	2026/10/30	3.20%
24CMC1	CNY	900,000	2024/03/20	2027/03/20	2.64%

(Expressed in thousands of Renminbi, unless otherwise stated)

49 Bonds payables

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Non-convertible bonds (1)	71,031,629	44,142,548
Subordinated bonds (2)	26,405,631	21,613,650
Income certificates	12,147,116	16,949,943
	109,584,376	**82,706,141**

(1) The details of non-convertible bonds as at June 30, 2026 are as follows:

Name	Currency	Issue amount	Issue date	Maturity date	Coupon rate
23CMG4	CNY	2,200,000	2023/04/25	2028/04/25	3.17%
24CMG2	CNY	1,000,000	2024/07/01	2027/07/01	2.15%
24CMG3	CNY	6,000,000	2024/07/01	2028/07/01	2.25%
24CMG4	CNY	2,000,000	2024/10/18	2027/10/18	2.15%
25CMK2	CNY	1,000,000	2025/05/13	2028/05/13	1.75%
25CMK2 (Subsequent Issuance)	CNY	2,700,000	2025/05/13	2028/05/13	1.75%
25CMG2	CNY	2,800,000	2025/08/29	2028/08/29	1.92%
25CMG3	CNY	3,800,000	2025/12/24	2027/12/24	1.82%
25CMG4	CNY	4,800,000	2025/12/24	2028/12/24	1.88%
26CMG1	CNY	6,000,000	2026/02/04	2028/02/10	1.80%
26CMG2	CNY	6,000,000	2026/02/04	2029/02/04	1.85%
26CMG3	CNY	4,800,000	2026/03/12	2028/03/12	1.75%
26CMG4	CNY	5,200,000	2026/03/12	2029/03/12	1.81%
26CMG5	CNY	3,400,000	2026/05/21	2028/05/21	1.59%
26CMG6	CNY	6,000,000	2026/05/21	2029/05/21	1.68%
25CMF6	CNY	3,700,000	2025/10/15	2027/10/15	2.03%
25CMF8	CNY	1,600,000	2025/11/28	2027/11/28	1.94%
26CMF3	CNY	2,300,000	2026/06/22	2028/06/22	1.69%
26CMF4	CNY	4,500,000	2026/06/22	2029/06/22	1.75%
CMSINT 2.1% 12/01/28 EMTN	CNY	600,000	2025/12/01	2028/12/01	2.10%
CMSINT 2.1% 12/04/28 EMTN	CNY	700,000	2025/12/04	2028/12/04	2.10%

(Expressed in thousands of Renminbi, unless otherwise stated)

49 Bonds payables (continued)

(2) The details of subordinated bonds as at June 30, 2026 are as follows:

Name	Currency	Issue amount	Issue date	Maturity date	Coupon rate
23CMC8	CNY	1,000,000	2023/05/22	2028/05/22	3.39%
23招C10	CNY	1,500,000	2023/10/30	2028/10/30	3.45%
23招C10 (Subsequent Issuance)	CNY	1,000,000	2023/10/30	2028/10/30	3.45%
24CMC2	CNY	1,700,000	2024/03/20	2029/03/20	2.77%
24CMC4	CNY	2,000,000	2024/04/19	2029/04/19	2.55%
24CMC6	CNY	2,000,000	2024/06/27	2029/06/27	2.32%
24CMC8	CNY	3,000,000	2024/08/08	2029/08/08	2.12%
25CMC1	CNY	2,700,000	2025/10/30	2028/10/30	2.07%
25CMC2	CNY	1,300,000	2025/10/30	2030/10/30	2.28%
25CMC3	CNY	3,000,000	2025/12/11	2028/12/11	2.13%
25CMC4	CNY	1,500,000	2025/12/11	2030/12/11	2.28%
26CMC1	CNY	2,500,000	2026/06/08	2029/06/08	1.69%
26CMC2	CNY	3,200,000	2026/06/08	2031/06/08	1.85%

50 Dividends

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Dividends recognized as distribution	3,904,741	4,313,477
Distribution to holders of other equity instruments	632,930	614,680

Pursuant to a resolution of the shareholder's meeting held on June 26, 2026, the Company declared cash dividends of RMB4.49 (tax inclusive) for per 10 shares based on 8,696,526,806 shares held and the aggregate amount was RMB3,904,741 thousand for the year ended December 31, 2025.

Following the approval at the 22nd meeting of the 8th Board of Directors on August 28, 2025, the Company proposed a cash dividend of RMB1.19 (tax included) per 10 shares to all shareholders based on a total capital of 8,696,526,806 shares as the interim profit distribution, amounting to a total profit distribution of RMB1,034,887 thousand.

Pursuant to a resolution of the shareholder's meeting held on June 26, 2025, the Company declared cash dividends of RMB3.77 (tax inclusive) for per 10 shares based on 8,696,526,806 shares held and the aggregate amount was RMB3,278,591 thousand for the year ended December 31, 2024.

51 Interests in consolidated structured entities

Structured entities consolidated by the Group include asset management schemes, limited partnership and investment funds where the Group involves as a manager or as an investor. The Group assesses whether, as a whole, investments it holds together with its remuneration creates exposure to variability of returns from the activities of the structured entities to a level of such significance that it indicates that the Group is a principal.

As at June 30, 2026, the Group consolidated 79 structured entities (December 31, 2025: 91). The total assets of the consolidated structured entities were RMB40,945,805 thousand (December 31, 2025: RMB41,213,764 thousand).

52 Interests in unconsolidated structured entities

The Group is principally involved in unconsolidated structured entities through financial investments. These structured entities generally purchase assets through raising funds from third party investors. The Group determines whether or not to consolidate these structured entities depending on whether the Group has control over them. The interests held by the Group in the unconsolidated structured entities are set out below:

(1) Structured entities sponsored by the Group

Unconsolidated structured entities sponsored by the Group mainly include asset management schemes and limited partnership. The nature and aim of these structured entities is to manage investors' assets and collect management fees. Financing is sustained through investment products issued to investors. The interests held by the Group in unconsolidated structured entities are mainly management and performance fees collected by the Group.

As at June 30, 2026, total assets of these unconsolidated structured entities managed by the Group amounted to RMB309,399,237 thousand (December 31, 2025: RMB310,107,523 thousand).

Fee income derived from these unconsolidated structured entities managed by the Group are detailed in note 4.

(2) Structured entities sponsored by third party institutions

The types of structured entities that the Group does not consolidate but in which it holds an interest include funds, asset management schemes, trust schemes, and wealth management products issued by banks or other financial institutions. The nature and purpose of these structured entities are to generate returns from managing assets on behalf of investors. These vehicles are financed through issue of units to investors.

(Expressed in thousands of Renminbi, unless otherwise stated)

52 Interests in unconsolidated structured entities (continued)

(2) Structured entities sponsored by third party institutions (continued)

The carrying amount of these structured entities held by the Group in the condensed consolidated statement of financial position is the Group's maximum exposure to loss in respect of its interests in unconsolidated structured entities established by third parties as at June 30, 2026 and December 31, 2025, which are listed below:

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
	Financial assets at fair value through profit or loss	
Funds	39,631,712	42,592,729
Wealth management products	9,239,918	10,257,190
Trust schemes	59,180	93,871
Others	16,964,518	11,880,950
	65,895,328	**64,824,740**

53 Significant related party transactions

(1) Relationship of related parties

a Major shareholders

Major shareholders include shareholders of the Company with 5% or above direct ownership.

Share percentage in the Company:

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
China Merchants Finance Investment Holdings Co., Ltd.	23.55%	23.55%
Shenzhen Jisheng Investment Development Co., Ltd.	19.59%	19.59%
China Ocean Transportation Co., Ltd.	6.26%	6.26%

53 Significant related party transactions (continued)

(1) Relationship of related parties (continued)

b Associates and joint ventures of the Group

The details of the Group's associates and joint ventures is set out in note 18.

c Other related parties

Other related parties can be individuals or enterprises, which include: members of the Board of Directors and senior management, and close family members of such individuals.

The table below lists the Group's other significant related parties:

Significant related legal entities	The relationship with the Group
China Merchants Bank Co., Ltd.	Significant influence by the de facto controller
Shenzhen Merchants Property Management Co., Ltd.*	Fellow subsidiary of the de facto controller
Shenzhen Merchants Daojiahui Technology Co., Ltd.*	Fellow subsidiary of the de facto controller
Shenzhen Huiqin Property Management Co., Ltd.*	Fellow subsidiary of the de facto controller
Shengao Lande Environmental Protection Technology Group Co., Ltd.*	Significant influence by the de facto controller
China Everbright Bank Co., Ltd.	Enterprises in which directors serve each other
CMB Wealth Management Co., Ltd.	Significant influence by the de facto controller
China Merchants Jiahui Technology (Zhejiang) Co., Ltd.	Fellow subsidiary of the de facto controller
China Merchants Renhe Life Insurance Co., Ltd.	Fellow subsidiary of the de facto controller
Shenzhen Zhaoping Investment Co., Ltd.	Fellow subsidiary of the de facto controller
Zhejiang Securities Co., Ltd.	Significant influence by the de facto controller
China Great Wall Securities Co., Ltd.	Enterprises where the Company's former supervisor serves as a director
China Merchants (CIMC) Investment Limited	Fellow subsidiary of the de facto controller
China Merchants Properties Development Co.,Ltd.	Fellow subsidiary of the de facto controller
China Merchants Tower Co., Ltd.	Fellow subsidiary of the de facto controller
China Merchants Group (Shanghai) Investment Co., Ltd.	Fellow subsidiary of the de facto controller
China Huaxin Information Technology Development Co., Ltd.	Significant influence by the de facto controller

* English name translated is for identification purpose only.

(Expressed in thousands of Renminbi, unless otherwise stated)

53 Significant related party transactions (continued)

(2) Related parties transaction and balances

a During the period, the Group's major transactions and balances with its associate are as follows

Transactions between the Group and an associate:

	Six months ended June 30	
	2026	2025
	(Unaudited)	(Unaudited)
Fee and commission income		
– Funds managed by Bosera Asset Management Co., Ltd. and China Merchants Fund Management Limited	71,110	36,612

Balance between the Group and the associates:

	As at June 30, 2026	As at December 31, 2025
	(Unaudited)	(Audited)
Accounts and other receivables		
– Funds managed by Bosera Asset Management Co., Ltd. and China Merchants Fund Management Limited	35,831	26,755

(Expressed in thousands of Renminbi, unless otherwise stated)

53 Significant related party transactions (continued)

(2) Related parties transaction and balances (continued)

b The Group's major transactions and balances with its other related parties are as below

Transactions between the Group and other related parties:

	Six months ended June 30	
	2026 (Unaudited)	2025 (Unaudited)
Fee and commission income		
– China Everbright bank Co., Ltd.	3,396	1,509
– China Merchants (CIMC) Investment Limited	4,971	–
– China Huaxin Information Technology Development Co., Ltd.	2,600	–
Interest income		
– China Merchants Bank Co., Ltd.	374,082	281,668
– China Everbright Bank Co., Ltd.	38,282	26,329
Investment gains or losses, net		
– China Merchants Bank Co., Ltd.	(4,445)	22,700
– China Everbright Bank Co., Ltd.	13,845	15,084
– Zhejiang Securities Co., Ltd.	(232,854)	(2,594)
– China Great Wall Securities Co., Ltd.	(116,113)	(902)
Other income and gains or losses, net		
– Shenzhen Merchants Property Management Co., Ltd.*	4,301	–
– Shengao Lande Environmental Protection Technology Group Co., Ltd.	2,543	2,679
Fee and commission expenses		
– China Merchants Bank Co., Ltd.	67,376	34,396
Interest expenses of placement and borrowings from banks		
– China Merchants Bank Co., Ltd.	3,896	2,276
– China Everbright Bank Co., Ltd.	4,365	6,881
Other operating expenses		
– Shenzhen Huiqin Property Management Co., Ltd.*	17,727	17,366
– Shenzhen Investment Promotion Real Estate Management Co., Ltd.	20,265	16,565
– China Merchants Properties Development Co.,Ltd.	22,026	–
– China Merchants Bank Co., Ltd.	5,857	6,819
Purchase of office supplies		
– Shenzhen Merchants Daojiahui Technology Co., Ltd.*	94	6,615
– China Merchants Daojiahui Technology (Zhejiang) Co., Ltd.*	10,006	4,288
Interest expenses of repurchase agreements business		
– China Merchants Bank Co., Ltd.	1,564	6,030
– CMB Wealth Management Co., Ltd.	2,912	3,794

* English name translated is for identification purpose only.

(Expressed in thousands of Renminbi, unless otherwise stated)

53 Significant related party transactions (continued)

(2) Related parties transaction and balances (continued)

b The Group's major transactions and balances with its other related parties are as below (continued)

The Group also has the following balances with its other related parties:

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Cash and bank balances		
– China Merchants Bank Co., Ltd.	50,370,311	33,867,539
– China Everbright Bank Co., Ltd.	4,867,805	3,821,957
Bonds, securitizations, structured deposits and certificates of deposit		
– China Merchants Bank Co., Ltd.	113,623	193,778
– China Everbright Bank Co., Ltd.	2,425,373	1,501,890
– China Merchants Renhe Life Insurance Co., Ltd.	30,852	29,745
Short-term borrowings		
– China Merchants Bank Co., Ltd.	630,512	200,336
– China Everbright Bank Co., Ltd.	732,157	150,165
Third-party custody fee		
– China Merchants Bank Co., Ltd.	–	37,170
Derivative Financial Liabilities		
– Zhejiang Securities Co., Ltd.	277,537	78,216
– China Great Wall Securities Co., Ltd.	144,678	33,290
Accounts Payable		
– Zhejiang Securities Co., Ltd.	10,399	83,386
Bonds Payable		
– Shenzhen Zhaoping Investment Co., Ltd.	–	110,000
– China Merchants Bank Co., Ltd.	6,085,337	5,027,950
Lease liabilities		
– China Merchants Tower Co., Ltd.	54,026	–
– China Merchants Bank Co., Ltd.	127,042	128,773
– China Merchants Group (Shanghai) Investment Co., Ltd.	37,999	5,534

* English name translated is for identification purpose only.

(3) Key management personnel

As at June 30, 2026, the key management personnel compensation of the Group amounted to RMB7,388 thousand.

54 Segment information

(1) Business segment

For management purposes, the Group's operating businesses are structured and managed separately according to the nature of their operations and services they provide. Each of the Group's operating segments represents a strategic business unit that offers services which are subject to risks and returns that are different from the other operating segments. Segment information is measured in accordance with the accounting policies and measurement criteria adopted by each segment when reporting to the board of directors, being the chief operating decision maker, which are consistent with the accounting and measurement criteria in the preparation of the consolidated financial statements. The Group's operating segments are as follows:

a. Wealth management and institutional business segment engages in the trading of stocks and futures contracts on behalf of clients. Moreover, the activities of providing margin financing, securities lending and selling financial products and other wealth management products are included in this segment;

b. Investment banking segment provides investment banking services to the Group's institutional clients, including financial advisory, equity underwriting, debt underwriting and sponsorship;

c. Investment management segment primarily engages in assets management, investing advisory and deal execution services. Moreover, investment income from private equity investment management and alternative investments are included in this segment.

d. Investment and trading segment engages in trading equity securities, fixed-income securities, derivatives, other financial products and market maker service and alternative investments; and

e. Others segment primarily includes head office operations, investment holding as well as interest income and expenses incurred for generating working capital for general operation.

Management monitors the operating results of the Group's business units separately for the purpose of resource allocation and other operating decisions. Segment performance is measured consistently with operating profit or loss in the consolidated financial statements except that income taxes are not allocated to operating segments.

(Expressed in thousands of Renminbi, unless otherwise stated)

54 Segment information (continued)

(1) Business segment (continued)

The operating and reportable segment information provided to the chief operating decision makers (hereinafter refer as "CODM") for the six months ended June 30, 2026 and 2025 is as follows:

	Wealth management and institutional business	Investment banking	Investment management	Investment and trading	Others	Elimination	Total
Unaudited							
For the six months ended June 30, 2026							
Segment revenue and results							
– Segment revenue	12,466,926	638,981	1,302,638	12,745,717	214,001	(4,079)	27,364,184
– Segment other income and gains or losses, net	560	–	624	98	(93,276)	–	(91,994)
Segment total revenue, other income and gains	12,467,486	638,981	1,303,262	12,745,815	120,725	(4,079)	27,272,190
Segment expenses	(8,558,188)	(333,589)	(173,330)	(5,329,576)	(603,965)	4,079	(14,994,569)
Segment result	3,909,298	305,392	1,129,932	7,416,239	(483,240)	–	12,277,621
Share of results of associates and joint ventures	–	–	(930)	–	747,540	–	746,610
Profit before income tax	3,909,298	305,392	1,129,002	7,416,239	264,300	–	13,024,231
Unaudited							
As at June 30, 2026							
Segment assets and liabilities							
Segment assets	417,136,399	908,389	12,593,707	416,449,351	30,568,315	(6,248,534)	871,407,627
Segment liabilities	(350,082,479)	(531,118)	(5,210,183)	(360,920,330)	(16,080,773)	6,248,534	(726,576,349)
For the six months ended June 30, 2026							
Other segment information							
Amounts included in the measurement of segment profit or loss or segment assets:							
Interest income	4,332,584	7,099	19,064	705,071	214,167	(4,079)	5,273,906
Interest expenses	(1,860,749)	(3,237)	(14,911)	(1,855,021)	(4,128)	4,079	(3,733,967)
Capital expenditure	(171,876)	(9,288)	(4,641)	(6,688)	(40,141)	–	(232,634)
Depreciation and amortization	(228,356)	(30,348)	(8,680)	(24,222)	(189,431)	–	(481,037)
Impairment losses, net of reversal	(246,291)	–	–	(3,987)	–	–	(250,278)

(Expressed in thousands of Renminbi, unless otherwise stated)

54 Segment information (continued)

(1) Business segment (continued)

	Wealth management and institutional business	Investment banking	Investment management	Investment and trading	Others	Elimination	Total
Unaudited							
For the six months ended June 30, 2025							
Segment revenue and results							
– Segment revenue	8,920,146	420,761	561,963	4,817,800	214,988	(5,619)	14,930,039
– Segment other income and gains or losses, net	2,062	–	543	138	146,612	–	149,355
Segment total revenue, other income and gains	8,922,208	420,761	562,506	4,817,938	361,600	(5,619)	15,079,394
Segment expenses	(5,937,186)	(290,210)	(182,111)	(3,106,087)	(611,454)	5,619	(10,121,429)
Segment result	2,985,022	130,551	380,395	1,711,851	(249,854)	–	4,957,965
Share of results of associates and joint ventures	–	–	(921)	–	726,865	–	725,944
Profit before income tax	2,985,022	130,551	379,474	1,711,851	477,011	–	5,683,909
Unaudited							
As at June 30, 2025							
Segment assets and liabilities							
Segment assets	254,253,170	606,218	9,863,049	383,567,346	31,016,735	(6,446,736)	672,859,782
Segment liabilities	(200,917,940)	(430,555)	(3,793,745)	(326,334,688)	(16,357,094)	6,446,736	(541,387,286)
For the six months ended June 30, 2025							
Other segment information							
Amounts included in the measurement of segment profit or loss or segment assets:							
Interest income	3,475,321	4,175	23,212	785,010	252,112	(5,619)	4,534,211
Interest expenses	(1,607,779)	(3,703)	(34,962)	(2,259,201)	(4,166)	5,619	(3,904,192)
Capital expenditure	(87,252)	(2,847)	(5,720)	(2,348)	(9,644)	–	(107,811)
Depreciation and amortization	(230,716)	(29,588)	(7,185)	(19,110)	(161,909)	–	(448,508)
Impairment losses, net of reversal	15,764	–	729	(729)	–	–	15,764

(Expressed in thousands of Renminbi, unless otherwise stated)

54 Segment information (continued)

(2) Geographical information

The Group has two major geographical operations in the PRC, namely Mainland China and Hong Kong, where the Group's revenue is derived from and the Group's assets are located. The following table sets out information about the geographical location of (i) the Group's revenue from external customers and (ii) the Group's property and equipment, right-of-use assets, goodwill, other intangible assets, interests in associates, joint ventures and other non-current assets ("specified non-current assets"). The geographical location of customers is based on the location at which the services were provided. The geographical location of the specified non-current assets is based on i) the physical location of the asset or ii) the place of incorporation of the business units under which the goodwill is recorded.

	Mainland China	Outside Mainland China	Total
For the six months ended June 30, 2026 (Unaudited)			
Segment revenue and results			
Revenue	25,495,503	1,868,681	27,364,184
Other income and gains or losses, net	384,724	(476,718)	(91,994)
	25,880,227	**1,391,963**	**27,272,190**
For the six months ended June 30, 2025 (Unaudited)			
Segment revenue and results			
Revenue	13,886,085	1,043,954	14,930,039
Other income and gains or losses, net	201,343	(51,988)	149,355
	14,087,428	**991,966**	**15,079,394**

Specified non-current assets

	Mainland China	Outside Mainland China	Total
As at June 30, 2026 (Unaudited)			
Specified non-current assets	17,171,196	322,046	17,493,242
As at December 31, 2025 (Audited)			
Specified non-current assets	17,066,163	262,017	17,328,180

54 Segment information (continued)

(3) Information about major customers

No customers contributed over 10% of the Group's total revenue for the six-month period ended June 30, 2026 and the year ended December 31, 2025.

55 Financial risk management

(1) Risk management structure

Since its establishment, the Group has been developing comprehensive, forward-thinking, holistic, effective, and well-aligned risk management system, which can be aligned with its operational strategy and focuses on its frontier departments at business unit level. The structure of the risk management of the Group consists of five levels including the strategical arrangement by the Board of Directors, supervision and scrutiny by the Supervisory Committee, or decision-making by the senior management and the Risk Management Committee, check-and-balance and internal controls maintained by relevant risk management departments and direct management of other departments, branches and its wholly-owned subsidiaries.

The Group adopts a three-level risk management organization structure system: the first level refers to implementation of effective controls on risk management by all departments and branches themselves; the second level refers to risk management measures implemented by relevant risk management departments; the third level refers to post-event supervision and evaluation by the Internal Audit and Supervision Department.

The overall risk management duties of the five levels in the risk management organization structure are as follows:

(i) the Board of Directors and the Risk Management Committee are responsible for considering and approving the Company's management strategy, comprehensive risk management system, consolidated management system, risk appetite, risk tolerance and various risk limit indicators. They are also responsible for convening quarterly meetings, reviewing quarterly risk reports and reviewing the Company's overall risk management.

(ii) the Board Audit Committee is responsible for supervising and examining the operations of the comprehensive risk management and consolidation management system of the Company.

(iii) the senior management is responsible for the risk management of business operations, organizing and implementing consolidated management, regularly listening to risk assessment reports, determining risk control measures, and developing risk limit indicators. The Risk Management Committee set up by the senior management is the ultimate risk decision-making body at operation level. The Chief Risk Officer of the Company is responsible for establishing comprehensive risk management system, monitoring, evaluating and reporting the overall risk level of the Group and providing risk management suggestion on business decisions. The Risk Management Committee consists of the Securities Investment Decision Committee, the Credit Risk Committee, the Valuation Committee, the Capital Commitment Committee and the Investment Banking Business Risk Policy Committee. Within the scope of their authorization, experts shall review and collectively make decisions on the risks of securities investment, credit risk, securities valuation, capital commitment and investment banking business. The Company integrates the risk management of subsidiaries into an overall risk management system and carries out vertical management. The person in charge of the risk management of the subsidiary shall be nominated, appointed, removed and assessed by the chief risk officer of the Group.

55 Financial risk management (continued)

(1) Risk management structure (continued)

(iv) the Risk Management Department is the leading department in respect of management of market, credit and operational risks of the Company. It is also responsible for managing market risk and credit risk, assisting and guiding all units in performing risk management. The Capital Management Department is the leading department in respect of management of liquidity risk. It is also responsible for managing liquidity risk and facilitating the establishment of the liquidity risk management systems. Legal and Compliance Department is responsible for leading the Group's legal and compliance risk management, money laundering risk management and assisting in the compliance director on reviewing, supervising and scrutinizing compliance issues of the Group, promoting the implementation of anti-money laundering work. The Risk Management Department together with the Party Committee Office promote the management of reputation risk of the Company. Internal Audit Department is responsible for monitoring the effectiveness and implementation of the Company's risk management process by audits, and responsible for initiating evaluation of entire internal control system at least once a year.

(v) All departments of the Company, branches and wholly-owned subsidiaries of the Company are responsible for directly managing and supervising risks of their own businesses and management scopes.

(2) Credit risk

The Group's exposure to credit risk represents the economic loss that may arise from the failure of a debtor or counterparty to meet its obligation according to their contractual commitment. The Group is primarily exposed to four types of credit risk: (a) risk arising from default of customers to repay debts in businesses of margin financing and securities lending, securities-backed lending or stock repurchases; (b) risk of losses of principal and interest for investments in debt securities, trust products and other credit products due to default of the issuers or borrowers; (c) risk arising from default of a counterparty to meet its payment obligation arising from trading of over the counter ("OTC") derivatives such as equity swaps, interest rate swap, OTC futures, forward contracts; (d) risk arising from the default of customers in brokerage business in respect of trading of securities, futures and other financial products, when there was shortfall of funds after liquidation of client's accounts on settlement dates.

In respect of margin financing and securities lending, securities-backed lending, stock repurchase business and other financing businesses, the Group has established a multi-level authorization system for business management and a comprehensive risk management system covering the whole process through due diligence of customers, approval of credit grant, post-loan evaluation, dynamic adjustment to collaterals pledge ratio, mark to market system, mandatory liquidation and disposal on default.

55 Financial risk management (continued)

(2) Credit risk (continued)

For debt security investments, trust products and other credit products business, the Group implements entry management for investable bonds by establishing a bond pool. The entry of bonds into the pool needs to be evaluated by professional credit evaluators and meet the relevant internal and external credit rating entry standards, industrial entry standards, product entry standards, financial entry standards, etc., The concentration risk is controlled through hierarchical approvals and authorization of investments, and the latest risk information of the issuer is monitored in real time through a public opinion monitoring system.

For OTC derivatives trading business, the Group has formulated a set of management measures and rules in respect of eligibility of investors, due diligence of customers, credit approval, potential risk exposure measurement rules, margin collection and mark to market, liquidation disposal, management of the underlying securities and follow-up measures on default of customers, in order to strengthen the management before, during and after the transactions.

In terms of brokerage business, the Company may bear the responsibility of guaranteed settlements, the default risk of customers is controlled by monitoring indicators such as the lowest rating of the underlying securities, position concentration and leverage ratio. With regard to the trading of securities and other financial products for overseas customers, the Group has effectively controlled the credit risk by strengthening the management of customer credit grant and margin.

Expected credit loss (ECL) measurement

The Group applies ECL model for financial assets at amortized cost, mainly including Funds Lending, financial assets held under resale agreements, debt instruments at amortized cost and debt instruments at fair value through other comprehensive income.

The Group assesses whether the credit risk on a financial instrument has increased significantly since initial recognition at the reporting date and recognizes the impairment loss allowance for expected credit loss and its movements.

If the credit risk of the financial instrument has not increased significantly since its initial recognition, it is classified as "Stage 1" and its impairment loss allowance is measured at an amount equivalent to the expected credit loss of the financial instrument in the next 12 months. The increase in or reversal of the impairment loss allowance is included in the profit and loss as impairment losses under expected credit loss model, net of reversal.

If a significant increase in credit risk ("SICR") since initial recognition is identified, the financial instrument is moved to "Stage 2" and its impairment loss allowance is measured at an amount equivalent to the expected credit loss of the financial instrument over its lifetime. The increase in or reversal of the impairment loss allowance is included in the profit and loss as impairment losses under expected credit loss model, net of reversal.

If the financial instrument is credit-impaired at the first, the financial instrument is moved to "Stage 3" and its impairment loss allowance is measured at an amount equivalent to the expected credit loss of the financial instrument over its lifetime. The increase in or reversal of the impairment loss allowance thus formed is included in the profit and loss as impairment losses under expected credit loss model, net of reversal.

55 Financial risk management (continued)

(2) Credit risk (continued)

Expected credit loss (ECL) measurement (continued)

The criteria for the three-stage classification of ECL of the principal financial assets are as follows:

- Advances to customers: exposures with collateral coverage ratios less than 100% for more than 30 days, or when principles are more than 30 days past due, are considered to be credit impaired and classified as Stage 3; exposures with collateral coverage ratios less than 100% for less than 30 days, or when principles are less than or equal to 30 days past due, are considered to have experienced significant increase in risk and classified as Stage 2; for exposures that have not experienced the above situations are regarded as having no significant increase in credit risk and classified as Stage 1.

- Financial assets held under resale agreements: based on the obligors' credit quality, contract maturity dates, the information of collateral securities, which includes the sectors, liquidity discount factor, concentration, volatility and related information, the Group establishes different collateral coverage ratios (generally not less than 160%) as margin calls and force liquidation thresholds (collateral coverage ratios generally not less than 140%) against different exposures related to these transactions. Exposures with collateral coverage ratios below the pre-determined force liquidation thresholds for more than 30 days or those past due for more than 30 days are considered to be credit impaired and classified as Stage 3; exposures with collateral coverage ratios below the pre-determined force liquidation thresholds for less than 30 days or those past due for less than 30 days are considered to have experienced significant increase in credit risks and classified as Stage 2; for exposures that have not experienced the above situations are regarded as having no significant increase in credit risk and classified as Stage 1.

- For debt investment exposures, financial instruments with lower credit risk at the end of the reporting period, or financial instruments with no significant increase in credit risk after initial recognition will be classified in Stage 1; financial instruments whose credit risk has increased significantly since its initial recognition, even no credit loss has occurred, that is, there is no objective evidence of a credit loss event, will be classified in Stage 2; purchased or originated credit-impaired financial instruments, or those are not purchased or originated financial instruments but have been credit-impaired will be classified in Stage 3.

55 Financial risk management (continued)

(2) Credit risk (continued)

Measuring ECL – inputs, assumptions and estimation techniques

On the basis of credit rating of counterparties, credit assessment on borrowers and the quantitative management of collaterals, the Group fully considers the customer portfolio of each credit related transaction, the amount of a single debt, the term of borrowing, the margin maintenance ratio and the degree of collateral concentration, etc., and ensure the above factors are reflected in parameters such as the probability of default ("PD"), loss given default ("LGD") and maturity of borrowers. Then stress tests and sensitivity analyses are performed as supplementary measurement on monitoring credit risks.

The Group uses expected credit loss model to measure the expected credit losses for applicable financial assets. Factors considered in the assessment using the expected credit loss model mainly includes asset categories, PD, LGD, exposures, whether there are SICR and judgment on low risk assets, and the impairment loss allowance in respect of fixed-income financial assets is determined on the basis of the projected future cash inflows.

For credit business, based on the borrowers' credit quality, contract maturity date, the information of related collateral securities, which including the sectors, liquidity discount factor, restrictions, concentration, volatility, prices, operations of issuers etc., the Group considers margin maintenance ratios to individually assess the loss ratios in order to measure the impairment loss allowance of high risk credit business.

PD will be adjusted based on the specific situation of bonds, and determined after considering adjustment factors of specific bonds and the remaining maturity of the bonds; the adjustment factors in respect of bonds depend on different industries, specific bonds and risk mitigation measures, which will be adjusted based on different situations or changes. The remaining maturity should generally be appropriately determined in accordance with accounting standards. If the remaining maturity cannot be reliably estimated, it should be based on the remaining term of the contract.

LGD is estimated based on historical data.

Corresponding loss rates for the Group's credit business under the 3 stages were as follows:

Stage 1: According to the margin maintenance ratio, concentration and conditions of restrictions on trading, the loss rates on advances to customers range from 0.0144% to 4.8836% (December 31, 2025: 0.0144% to 4.8836%), the loss rates on financial assets under resale agreements range from 0.4758% to 10.6570% (December 31, 2025: 0.4758% to 10.6570%).

Stage 2 and Stage 3: Loss rate is determined based on the estimated future cash flows associated with the financial assets.

55 Financial risk management (continued)

(2) Credit risk (continued)

SICR

According to the Guidance on Impairment of Financial Instruments of Securities Companies issued by CSRC, criteria of low credit risks are as follows:

- International external rating of foreign bond investment is rated at BBB- or above;
- Domestic external rating of domestic bond investment is rated at AA or above.

Regarding the criteria for a significant increase in credit risk, the Group's bond investment business is specified as follows:

The credit ratings of foreign bonds are lowered to a level below BBB- (not included), the credit rating of domestic bonds are lowered to a level below AA (not included), or the original debt ratings are below AA but have not yet been identified as there is a significant increase in credit risks, but there is an external rating downgrade;

Other events being identified as an indicator of a significant increase in credit risks include:

- The significant adverse changes in the industry or policies, geographical environment of issuers, or deterioration of the issuers' own business operations;
- The consolidated financial statements of the issuers exhibit significant adverse changes in principal operations or financial indicators;
- The significant adverse changes (if any) in the effectiveness of credit enhancement measures;
- The issuers and the entities that provide credit enhancement are discredited by environmental protection or safety production bureau, or other important scenarios, or occurrence of any event that may affect debt repayment abilities; the entities provide credit enhancement are delinquent or refused to bear the liability arising from credit enhancement in other debts;
- Overdue for more than 30 days, unless there is reasonable and documented evidence showing that the credit risk has not materially increased;
- Other significant important events identified by the Group.

In addition, for stock pledged repurchase transactions, the Group considers that if collateral coverage ratio is lower than the forced liquidation thresholds or with overdue interest, it indicates that its credit risk has significantly increased. While the Group would fully consider the financing entity's credit status, contract period, the industry of the collateral, liquidity, restriction on sales, concentration, volatility, performance protection and issuer's operation performance factors, and then establishes different warning lines and forced liquidation thresholds for different financing entities.

(Expressed in thousands of Renminbi, unless otherwise stated)

55 Financial risk management (continued)

(2) Credit risk (continued)

Forward looking information

The Group measures ECL using reasonable and supportable forward-looking information that can be obtained without unnecessary additional costs or efforts. The Group identifies key economic variables that affect the portfolios' credit risk and ECL through historical analysis, mainly including Gross Domestic Products("GDP") and money supply("M2"). The Group assesses the impacts of these economic variables on portfolios' LGD through regression models, and makes forward-looking adjustments to both credit business and debt securities investments by forecasting these economic variables.

As at December 31, 2025, the Group updated the above economic variables based on the assessments of current economic conditions, international situations and the latest economic forecasts. Similar to other economic forecasts, actual results may differ from forecasts as highly inherent uncertainty exists during our estimations in forecasted economic variables and possibility of occurrence. Nevertheless, the Group takes these forecasts as the best estimates of possible outcomes.

At the end of the reporting period, the Group's maximum credit risk exposure without considering any collateral and other credit enhancement measures is as follows:

a Maximum credit risk exposure

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Financial assets at FVTPL[(i)]	154,986,828	166,615,905
Derivative financial assets	4,381,854	2,947,104
Advances to customers	157,372,086	133,353,124
Financial assets held under resale agreements	19,649,781	27,035,434
Accounts and other receivables	6,735,114	4,334,949
Deposits with exchanges and non-bank financial institutions	22,636,174	18,516,421
Clearing settlement funds	74,934,474	40,025,951
Cash and bank balances	173,814,347	132,789,412
Debt instruments at amortized cost	85,941	180,317
Debt instruments at FVTOCI	64,388,577	69,933,548
Equity instruments at FVTOCI [(ii)]	38,993	12
Other non-current assets	108,459	120,276
Other current assets	302,013	317,294
Maximum credit risk exposure	**679,434,641**	**596,169,747**

(Expressed in thousands of Renminbi, unless otherwise stated)

55 Financial risk management (continued)

(2) Credit risk (continued)

a Maximum credit risk exposure (continued)

(i) Financial assets at fair value through profit or loss represent the investment in debt securities, trust products, equity securities lent to customers and asset-backed securities.

(ii) Equity instruments at fair value through other comprehensive income subjected to credit risk represent equity securities lent to customers.

b Risk concentration

The Group's maximum credit risk exposure without taking account of any collaterals and other credit enhancements are categorized by geographical area as follows:

	As at June 30, 2026 (Unaudited)		
	Mainland China	**Outside Mainland China**	**Total**
Financial assets at FVTPL	150,149,109	4,837,719	154,986,828
Derivative financial assets	755,581	3,626,273	4,381,854
Advances to customers	153,796,966	3,575,120	157,372,086
Financial assets held under resale agreements	19,649,781	–	19,649,781
Accounts and other receivables	1,822,820	4,912,294	6,735,114
Deposits with exchanges and non-bank financial institutions	22,395,700	240,474	22,636,174
Clearing settlement funds	74,430,832	503,642	74,934,474
Cash and bank balances	160,756,644	13,057,703	173,814,347
Debt instruments at amortized cost	–	85,941	85,941
Debt instruments at FVTOCI	58,501,034	5,887,543	64,388,577
Equity instruments at FVTOCI	38,993	–	38,993
Other non-current assets	96,081	12,378	108,459
Other current assets	297,303	4,710	302,013
Maximum credit risk exposure	**642,690,844**	**36,743,797**	**679,434,641**

(Expressed in thousands of Renminbi, unless otherwise stated)

55 Financial risk management (continued)

(2) Credit risk (continued)

b Risk concentration (continued)

	As at December 31, 2025 (Audited)		
	Mainland China	**Outside Mainland China**	**Total**
Financial assets at FVTPL	162,252,984	4,362,921	166,615,905
Derivative financial assets	675,594	2,271,510	2,947,104
Advances to customers	130,345,101	3,008,023	133,353,124
Financial assets held under resale agreements	27,035,434	–	27,035,434
Accounts and other receivables	1,468,135	2,866,814	4,334,949
Deposits with exchanges and non-bank financial institutions	18,256,292	260,129	18,516,421
Clearing settlement funds	39,703,491	322,460	40,025,951
Cash and bank balances	122,718,311	10,071,101	132,789,412
Debt instruments at amortized cost	–	180,317	180,317
Debt instruments at FVTOCI	65,665,013	4,268,535	69,933,548
Equity instruments at FVTOCI	12	–	12
Other non-current assets	102,698	17,578	120,276
Other current assets	312,190	5,104	317,294
Maximum credit risk exposure	**568,535,255**	**27,634,492**	**596,169,747**

(Expressed in thousands of Renminbi, unless otherwise stated)

55 Financial risk management (continued)

(2) Credit risk (continued)

c Credit rating analysis of financial assets

The carrying amounts of debt securities at the end of the year are categorized by rating distribution as follows:

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Rating		
Issuers in Mainland China		
– PRC sovereign bonds (i)	147,082,111	169,107,062
– AAA	80,789,395	75,120,169
– AA+	3,495,602	3,038,774
– AA	262,748	1,052,987
– AA-	145,492	78,041
– AA- below	77,199	17,351
– Non-rated	627,391	153,443
Subtotal	232,479,938	248,567,827
Issuers in Hong Kong and other regions (ii)		
– PRC sovereign bonds (i)	320,904	131,952
– A	9,845,919	6,751,862
– B	5,585,494	4,952,959
– Non-rated	–	–
Subtotal	15,752,317	11,836,773
	248,232,255	**260,404,600**

55 Financial risk management (continued)

(2) Credit risk (continued)

c Credit rating analysis of financial assets (continued)

(i) PRC sovereign bonds represent treasury bonds issued by the PRC government. AAA to AA- and below AA- rating represents rating on bonds (If there is no rating on bonds, then the rating on issuers will be used), among which AAA rating represents the highest rating. Non-rated means that bonds or corporates are not rated by any independent rating agency.

(ii) Credit rating of bonds whose issuers are in Hong Kong and other regions were derived from the lowest of Moody, Stand & Poor's ("S&P") and Fitch, if any. Bonds which are not rated by the above agencies are classified as non-rated. Included in A rating are bonds rated Aaa~A3 by Moody, AAA~A- by S&P and AAA~A- by Fitch; B rating are the bonds rated Baa1~B3 by Moody, BBB+~B- by S&P and BBB+~B- by Fitch; C rating are the bonds rated Caa1~C by Moody, CCC+~C by S&P and CCC+~C by Fitch; D rating are bonds rated D by S&P and D by Fitch.

(3) Liquidity risk

a Origin and management of liquidity risk

The primary liquidity risk faced by the Group is the inability to timely obtain sufficient funds at a reasonable cost to repay maturing debts, fulfill other payment obligations, and meet the funding requirements for normal business operations. Should the Group's operating environment experience significant adverse changes, debt levels fail to remain within a reasonable range, and operational performance exhibits abnormal fluctuations, the Group may be unable to timely and fully repay the principal or interest of relevant debts.

To mitigate liquidity risk, the Group has implemented measures such as maintaining high-quality liquid asset reserves and establishing a minimum liquidity buffer requirement. Additionally, the Group has developed an emergency liquidity management plan, reserved funds for unexpected expenses, and set aside highly liquid assets such as government bonds and policy bank financial bonds, which can still be liquidated at any time under extreme conditions. The Group actively manages funding gaps by utilizing tools such as cash flow gap analysis, sensitivity analysis, and stress testing to identify potential risks early, arrange financing in advance, and adjust the pace of business funding usage. This approach effectively manages payment risks while continuously expanding financing channels, balancing debt maturities, and avoiding repayment risks caused by overly concentrated debt or a single financing channel. Furthermore, the Group has established an internal risk reporting system to monitor liquidity risks across all businesses and branches in real time, taking measures to ensure the safe and stable ongoing operations of the Group and its subsidiaries.

(Expressed in thousands of Renminbi, unless otherwise stated)

55 Financial risk management (continued)

(3) Liquidity risk (continued)

b Undiscounted cash flows by contractual maturities

	At June 30, 2026 (Unaudited)							
	Carrying amount	On demand	Less than 1 month	More than 1 month but less than 3 months	More than 3 months but less than 1 year	More than 1 year but less than 5 years	More than 5 years	Total
Non-derivative financial liabilities								
Borrowings	16,914,887	908,348	6,383,393	3,682,469	1,488,525	4,809,169	–	17,271,904
Short-term debt instruments	38,164,504	–	8,348,393	9,040,648	20,997,431	–	–	38,386,472
Placements from banks and other financial institutions	1,023,852	–	1,024,280	–	–	–	–	1,024,280
Bonds payables	176,241,483	–	3,699,180	14,775,782	50,385,033	113,134,205	–	181,994,200
Financial assets sold under repurchase agreements	128,798,589	6,470,669	114,320,189	4,296,593	3,740,594	–	–	128,828,045
Financial liabilities at fair value through profit or loss	60,982,398	60,982,398	–	–	–	–	–	60,982,398
Accounts payables to brokerage clients	227,576,958	227,576,958	–	–	–	–	–	227,576,958
Other payables and accrued charges	42,164,586	42,164,586	–	–	–	–	–	42,164,586
Securities underwriting brokerage deposits	5,800	5,800	–	–	–	–	–	5,800
Lease liabilities	913,810	–	27,391	52,997	200,463	593,809	92,348	967,008
Subtotal	692,786,867	338,108,759	133,802,826	31,848,489	76,812,046	118,537,183	92,348	699,201,651
Derivative financial liabilities – net settlement	20,910,877	2,800,654	626,118	1,057,680	5,514,700	10,911,725	–	20,910,877
	713,697,744	**340,909,413**	**134,428,944**	**32,906,169**	**82,326,746**	**129,448,908**	**92,348**	**720,112,528**

(Expressed in thousands of Renminbi, unless otherwise stated)

55 Financial risk management (continued)

(3) Liquidity risk (continued)

b Undiscounted cash flows by contractual maturities (continued)

	At December 31, 2025 (Audited)							
	Carrying amount	On demand	Less than 1 month	More than 1 month but less than 3 months	More than 3 months but less than 1 year	More than 1 year but less than 5 years	More than 5 years	Total
Non-derivative financial liabilities								
Borrowings	10,460,731	–	3,657,746	1,581,287	2,865,825	2,576,010	–	10,680,868
Short-term debt instruments	64,381,201	–	4,787,183	23,155,451	36,826,920	–	–	64,769,554
Placements from banks and other financial institutions	5,900,444	–	5,901,596	–	–	–	–	5,901,596
Bonds payables	140,297,390	–	3,140,998	2,673,550	53,512,378	85,793,232	–	145,120,158
Financial assets sold under repurchase agreements	152,377,884	5,084,210	140,106,522	2,387,754	4,812,711	–	–	152,391,197
Financial liabilities at fair value through profit or loss	42,179,178	42,179,178	–	–	–	–	–	42,179,178
Accounts payables to brokerage clients	155,015,825	155,015,825	–	–	–	–	–	155,015,825
Other payables and accrued charges	29,030,431	29,030,431	–	–	–	–	–	29,030,431
Securities underwriting brokerage deposits	8,100	8,100	–	–	–	–	–	8,100
Lease liabilities	857,611	–	30,596	45,977	199,080	513,521	120,291	909,465
Subtotal	600,508,795	231,317,744	157,624,641	29,844,019	98,216,914	88,882,763	120,291	606,006,372
Derivative financial liabilities – net settlement	7,229,012	994,583	567,362	1,422,025	2,134,042	2,103,310	7,690	7,229,012
	607,737,807	**232,312,327**	**158,192,003**	**31,266,044**	**100,350,956**	**90,986,073**	**127,981**	**613,235,384**

55 Financial risk management (continued)

(4) Market risk

a Origin and management of market risk

Market risks of the Group refer to the risks of loss resulting from adverse changes in the market. Securities portfolio held by the Group are derived from the proprietary investments, market-making business and other investment activities. Movements in securities holding primarily arise from the relevant strategies of proprietary investments and needs of market-making. The securities of the Group are measured at fair values which fluctuates daily according to the market factors and change in the portfolios of the securities. Market risks of the Group primarily include: (i) equity price risk, which represents the exposures arise from fluctuation in the spot price, future price and volatility of indices such as stocks, equity portfolio, commodities and stock index futures; (ii) interest rate risk, which primarily represents the exposures arise from movements in the yield curve of fixed income investment, fluctuation in interest rates and credit spreads; and (iii) commodity risk, which represents exposures arise from changes in the spot price, forward price and the relevant volatility; and (iv) exchange rate risk, which represents the exposures arise from changes in the spot rate, forward rate, swap rate and volatility of foreign currency exchange rates.

The Group collectively allocates economic capital in accordance with the risk preference and risk tolerance indicators set by the directors of the Group. By considering the risks associated with each type of investments and their interrelationship, the Group allocates the overall risk limits to different business departments/ business lines. The front-office business departments are responsible for market risk management at the frontiers. The person in charge and investment manager shall utilize their extensive experience and in-depth knowledge of the markets and products to conduct risk management in trading transactions within their authorities and dynamically manages risk exposures to the securities held in open position by taking initiative measures to mitigate or hedging these risks. Risk Management Department is independent from other business departments and reports to Chief Risk Officer. By applying professional risk management tools and methods, Risk Management Department aims to independently monitor, measure and manage market risk at different levels, including investment strategies, business units/lines and the entire Group. Reports of evaluation and risk analysis are generated and delivered to the responsible officers of the business departments/business lines and management of the Group on a daily, monthly or quarterly basis to facilitate decision making. When risk level is approaching or exceeds the threshold values, Risk Management Department will warn against relevant management officers promptly, and the respective business departments/business lines will implement measures according to the resolutions of the relevant committees. The Risk Management Department will also continuously communicate directly with the teams of the business departments/lines to discuss the latest market conditions, current risk exposures, and potential extreme stress scenarios.

(Expressed in thousands of Renminbi, unless otherwise stated)

55 Financial risk management (continued)

(4) Market risk (continued)

b Price risk

Value at Risk ("VaR")

The Group adopts Value at Risk ("VaR") as the risk evaluation tool for measuring the market risk of the entire securities investment portfolio which comprises various financial instruments. VaR analysis is a statistical technique that estimates the potential maximum losses that could occur on risk positions due to movements in stock prices over a specified time period and at a given level of confidence.

The analysis of the Group's VaR (confidence level of 95% and a holding period of one trading day) by types of risks is as follows:

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Market risk of equity price	191,245	136,736
Market risk of interest rate	65,712	90,863
Market risk of commodity price	11,968	10,341
Market risk of foreign exchange	3,747	596
	226,304	**170,087**

c Interest rate risk

Interest rate risk is the risk of loss of fair value of financial instruments due to adverse changes in market interest rates. The main source of the Group's interest rate risk is that the risk of changes in the fair value of various financial instruments with interest rate sensitivity held due to adverse changes in market interest rates.

As at the end of the relevant period, the table below presents the remaining contractual maturities (or repricing dates, whichever is earlier) of the Group's interest-bearing financial assets and liabilities. Other financial assets and liabilities not presented in the table below are not exposed to significant interest rate risk.

(Expressed in thousands of Renminbi, unless otherwise stated)

55 Financial risk management (continued)

(4) Market risk (continued)

c *Interest rate risk (continued)*

	At June 30, 2026 (Unaudited)						
	Less than 1 month	More than 1 month but less than 3 months	More than 3 months but less than 1 year	More than 1 year but less than 5 years	More than 5 years	Non- interest bearing	Total
Financial assets							
Equity instruments at fair value through other comprehensive income	–	–	–	–	–	43,958,759	43,958,759
Debt instruments at fair value through other comprehensive income	107,882	491,020	5,661,293	43,334,670	14,793,712	–	64,388,577
Financial assets at fair value through profit or loss	1,440,761	3,903,213	17,145,054	74,020,626	56,427,875	131,637,112	284,574,641
Derivative financial assets	–	–	–	–	–	4,381,854	4,381,854
Advances to customers	11,796,230	19,761,993	125,813,297	566	–	–	157,372,086
Financial assets held under resale agreements	2,667,270	2,532,200	12,963,828	1,486,483	–	–	19,649,781
Debt instruments at amortized cost	–	–	85,941	–	–	–	85,941
Accounts and other receivables	–	–	4,266	–	–	6,730,848	6,735,114
Other non-current assets	–	–	–	17,936	14,481	76,042	108,459
Deposits with exchanges and non-bank financial institutions	4,944,213	–	–	–	–	17,691,961	22,636,174
Clearing settlement funds	74,934,474	–	–	–	–	–	74,934,474
Cash and bank balances	159,006,335	6,284,299	8,523,713	–	–	–	173,814,347
Subtotal	**254,897,165**	**32,972,725**	**170,197,392**	**118,860,281**	**71,236,068**	**204,476,576**	**852,640,207**
Financial liabilities							
Borrowings	7,240,005	3,647,713	1,364,988	4,662,181	–	–	16,914,887
Short-term debt instruments	8,220,000	8,890,500	20,651,700	–	–	402,304	38,164,504
Placements from banks and other financial institutions	1,023,852	–	–	–	–	–	1,023,852
Bonds payables	3,450,000	13,200,000	48,285,889	109,544,344	–	1,761,250	176,241,483
Financial assets sold under repurchase agreements	120,810,968	4,260,124	3,727,497	–	–	–	128,798,589
Derivative financial liabilities	–	–	–	–	–	20,910,877	20,910,877
Securities underwriting brokerage deposits	–	–	–	–	–	5,800	5,800
Financial liabilities at fair value through profit or loss	–	–	185,394	15,290,099	39,661,208	5,845,697	60,982,398
Accounts payables to brokerage clients	197,244,863	–	–	–	–	30,332,095	227,576,958
Other payables and accrued charges	–	–	–	–	–	42,164,586	42,164,586
Lease liabilities	25,591	49,562	187,270	561,623	89,764	–	913,810
Subtotal	**338,015,279**	**30,047,899**	**74,402,738**	**130,058,247**	**39,750,972**	**101,422,609**	**713,697,744**
Net position	**(83,118,114)**	**2,924,826**	**95,794,654**	**(11,197,966)**	**31,485,096**	**103,053,967**	**138,942,463**

(Expressed in thousands of Renminbi, unless otherwise stated)

55 Financial risk management (continued)

(4) Market risk (continued)

c *Interest rate risk (continued)*

	At December 31, 2025 (Audited)						
	Less than 1 month	More than 1 month but less than 3 months	More than 3 months but less than 1 year	More than 1 year but less than 5 years	More than 5 years	Non- interest bearing	Total
Financial assets							
Equity instruments at fair value through other comprehensive income	–	–	–	–	–	35,425,795	35,425,795
Debt instruments at fair value through other comprehensive income	128,700	381,259	3,454,726	57,731,829	8,237,034	–	69,933,548
Financial assets at fair value through profit or loss	524,406	3,575,216	23,682,590	91,886,592	46,240,165	104,757,043	270,666,012
Derivative financial assets	1	1,790	59	–	–	2,945,254	2,947,104
Advances to customers	7,691,566	25,062,236	100,599,322	–	–	–	133,353,124
Financial assets held under resale agreements	11,331,584	1,881,800	12,605,472	1,216,578	–	–	27,035,434
Debt instruments at amortized cost	180,317	–	–	–	–	–	180,317
Accounts and other receivables	–	–	4,266	–	–	4,330,683	4,334,949
Other non-current assets	–	–	–	17,936	14,481	87,859	120,276
Deposits with exchanges and non-bank financial institutions	4,986,379	–	–	–	–	13,530,042	18,516,421
Clearing settlement funds	40,025,951	–	–	–	–	–	40,025,951
Cash and bank balances	124,834,162	5,156,516	2,248,382	–	–	550,352	132,789,412
Subtotal	**189,703,066**	**36,058,817**	**142,594,817**	**150,852,935**	**54,491,680**	**161,627,028**	**735,328,343**
Financial liabilities							
Borrowings	3,644,724	1,555,491	2,754,696	2,505,820	–	–	10,460,731
Short-term debt instruments	4,762,000	22,910,000	36,316,000	–	–	393,201	64,381,201
Placements from banks and other financial institutions	5,900,444	–	–	–	–	–	5,900,444
Bonds payables	3,003,912	2,500,000	50,881,500	82,749,944	–	1,162,034	140,297,390
Financial assets sold under repurchase agreements	145,266,874	2,322,456	4,788,554	–	–	–	152,377,884
Derivative financial liabilities	390	30,554	16,322	–	–	7,181,746	7,229,012
Securities underwriting brokerage deposits	–	–	–	–	–	8,100	8,100
Financial liabilities at fair value through profit or loss	–	255,460	444,409	11,166,322	26,596,307	3,716,680	42,179,178
Accounts payables to brokerage clients	136,415,747	–	–	–	–	18,600,078	155,015,825
Other payables and accrued charges	–	–	–	–	–	29,030,431	29,030,431
Lease liabilities	28,879	42,823	186,563	483,045	116,301	–	857,611
Subtotal	**299,022,970**	**29,616,784**	**95,388,044**	**96,905,131**	**26,712,608**	**60,092,270**	**607,737,807**
Net position	**(109,319,904)**	**6,442,033**	**47,206,773**	**53,947,804**	**27,779,072**	**101,534,758**	**127,590,536**

(Expressed in thousands of Renminbi, unless otherwise stated)

55 Financial risk management (continued)

(4) Market risk (continued)

c Interest rate risk (continued)

Sensitivity analysis

The Group conducts sensitivity analysis on interest rates to measure the impact of a reasonably possible change in interest rates on the Group's revenue and equity, assuming all other variables were held constant. Assuming a parallel change in market interest rate and without taking into account of any possible risk management activities that may be taken by the management to reduce interest rate risks, the Group's interest rate sensitivity analysis is as follows:

Sensitivity to revenue

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Change in basis points		
Increase by 100bps	(3,876,442)	(4,387,079)
Decrease by 100bps	4,335,254	4,604,185

Sensitivity to equity

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Change in basis points		
Increase by 100bps	(6,634,944)	(6,647,060)
Decrease by 100bps	7,428,561	6,989,896

55 Financial risk management (continued)

(4) Market risk (continued)

d Foreign currency rate risk

Foreign exchange rate risk represents the adverse changes in the financial position and cash flows of the Group due to changes in foreign exchange rates. The Group conducts sensitivity analysis on foreign exchange rates to measure its foreign exchange rate risks. The table below indicates the sensitivity analysis on exchange rate changes in currencies that the Group has significant exposure, which calculates the impacts to equity arising from a reasonably possible change in the exchange rate of a foreign currency against Renminbi, assuming all other variables were held constant. A negative amount reflects a potential decrease in equity, and a positive amount reflects a potential increase in equity.

Sensitivity analysis of exchange rate

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)
Change in exchange rate		
Depreciation of USD by 3%	(213,490)	(128,935)
Depreciation of HKD by 3%	(25,509)	63,867

The table above indicates the impacts on the equity of a depreciation of 3% in USD and HKD against Renminbi. There will be an opposite impact with the same amount as shown in the above table if the above exchange rates appreciate by the same percentage.

(5) Operational risk

The Group's operational risks arise from imperfect or problematic internal processes, people and systems or external events. The operational risk factors of the Group are summarized into seven categories, including: internal fraud, external fraud, employee policies and workplace safety, clients, products and business activities, physical property damage, business interruption and IT system failures, execution, settlement and process management.

The Group emphasize balance of business scale, profitability and risk tolerance level, adhering to carrying out various operations with prudence, and will not sacrifice operational risk management and controls. During the current period, the Group continued to strengthen operational risk management, and had improved a sound operational risk management system gradually, which was commensurate with the business nature, scale and complexity of the Group. Three management tools, namely, (1) self-assessment of operational risk control, (2) operational risk key risk indicators and (3) operational risk event had been used to effectively enhance the depth and breadth of operational risk management through various special sorting and investigations for industry hotspot events and frequent risk-prone areas.

56 Fair value of financial instruments

For financial reporting purposes, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1: Inputs are quoted prices (unadjusted) in active market for identical assets or liabilities that the entity can access at the measurement date;

Level 2: Inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3: Inputs are unobservable inputs for the asset or liability.

(1) Fair value of the financial assets and financial liabilities that are not measured on a recurring basis

The fair value of financial assets and financial liabilities not measured at fair value on a recurring basis is estimated using discounted cash flow method.

The directors of the Company consider that the carrying amounts of the financial assets and financial liabilities not measured at fair value on a recurring basis approximate their fair values as of June 30, 2026 and December 31, 2025.

(2) Fair value of the financial assets and financial liabilities that are measured at fair value on a recurring basis

The Group will use financial instruments, such as stocks, bonds and funds listed in the centralised trading system, whose unadjusted quoted prices in active markets are observable at the measurement date for identical assets or liabilities, as items for fair value measurement categorised within Level 1, and the fair value is determined by the closing price or settlement price published by related trading venue or clearing institution. Active markets are markets where the transaction volume and frequency of relevant assets or liabilities are sufficient to persistently provide pricing information.

For recurring fair value measurements categorised within Level 2, debt instruments whose value is available on quotation of related bond depository and clearing institution on the valuation date is measured using the latest valuation results published by related bond depository and clearing institution. For debt instruments, equity instruments and structured entities whose value is not available in public market, the fair value is determined by valuation technique. The inputs of those valuation techniques include but not limited to yield curve, investee's market price, and pre-suspension price, which are all observable. For derivative financial assets and liabilities, the fair value is determined by various valuation techniques. The fair value of interest rate swaps, foreign exchange contracts, and credit swaps is determined by discounting future cash flows using forward interest rates, exchange rates, or discounting rates. The fair value of equity swaps and commodity swaps is determined by using the publicly quoted prices in the relevant market. The fair value of options business is determined through the option pricing model, and the volatility of the underlying reflects the observable input value of the corresponding option.

(Expressed in thousands of Renminbi, unless otherwise stated)

56 Fair value of financial instruments (continued)

(2) Fair value of the financial assets and financial liabilities that are measured at fair value on a recurring basis (continued)

The fair value hierarchy, valuation techniques and input used in the fair value measurements of Level 3 financial instruments are as set out below

Financial assets/ financial liabilities	Fair value as at June 30, 2026 (Unaudited)	Fair value as at December 31, 2025 (Audited)	Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable inputs	Relationship of unobservable input to fair value
1) Financial assets at fair value through profit or loss						
Debt securities						
– Bonds with no active market	1,841,628	430,639	Level 3	Discounted cash flow method. Estimated cash flows discounted at unobservable yield curve reflecting credit risk of counterparties.	Estimated future cash flows. Discount rates that reflect the risks of counterparties.	The higher the estimated future cash flows, the higher the fair value. The lower the discount rate, the higher the fair value.
Equity investments						
– Traded on stock exchanges (restricted)	180,866	361,987	Level 3	Market prices adjusted by option pricing model for liquidity.	Liquidity discount.	The higher the discount, the lower the fair value.
– Traded on stock exchanges (delisted and long-term suspended)	359	358	Level 3	Adjusted net asset value of the investee company.	The fair value of underlying assets/Liquidity discount.	The higher the underlying assets valuation, the higher the fair value.The higher the discount, the lower the fair value.
– Unlisted Equity	153,197	83,448	Level 3	Net asset value based on the fair value of the underlying investments.	The fair value of underlying assets.	The higher the underlying assets valuation, the higher the fair value.
– Unlisted Equity	7,523,473	1,181,901	Level 3	Comparable companies valuation, adjusted by liquidity discount.	Valuation multiples e.g. P/E or P/B./Liquidity discount.	The higher the valuation multiples, the higher the fair value.The higher the discount, the lower the fair value.
– Unlisted Equity	9,808	57,241	Level 3	Discounted cash flow method. Estimated cash flows discounted at unobservable yield curve reflecting credit risk of counterparties.	Estimated future cash flows. Discount rates that reflect the risks of counterparties.	The higher the estimated future cash flows, the higher the fair value. The lower the discount rate, the higher the fair value.

(Expressed in thousands of Renminbi, unless otherwise stated)

56 Fair value of financial instruments (continued)

(2) Fair value of the financial assets and financial liabilities that are measured at fair value on a recurring basis (continued)

Financial assets/ financial liabilities	Fair value as at June 30, 2026 (Unaudited)	Fair value as at December 31, 2025 (Audited)	Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable inputs	Relationship of unobservable input to fair value
1) Financial assets at fair value through profit or loss (continued)						
– Unlisted Equity	386,348	2,361,515	Level 3	Latest transaction price adjusted by option pricing model for liquidity.	Latest transactions prices adjusted by differences in rights of equity interest holders using option pricing models. Historical volatilities.	The higher the historical volatilities, the higher the fair value
Funds						
– Traded on stock exchanges (restricted)	31,932	23,896	Level 3	Market prices adjusted by option pricing model for liquidity.	Liquidity discount.	The higher the discount, the lower the fair value.
Other investments						
– Partnership enterprise	11,329,498	5,775,134	Level 3	Comparable companies valuation, adjusted by liquidity discount.	Valuation multiples e.g. P/E or P/B./Liquidity discount.	The higher the valuation multiples, the higher the fair value.The higher the discount, the lower the fair value.
2) Equity instruments at fair value through other comprehensive income						
Equity investments						
– Others	1,400	1,400	Level 3	Market approach	Liquidity discount.	The higher the discount, the lower the fair value.
– Traded on stock exchanges (restricted)	322,537	306,390	Level 3	Market prices adjusted by option pricing model for liquidity.	Liquidity discount.	The higher the discount, the lower the fair value.

(Expressed in thousands of Renminbi, unless otherwise stated)

56 Fair value of financial instruments (continued)

(2) Fair value of the financial assets and financial liabilities that are measured at fair value on a recurring basis (continued)

Financial assets/ financial liabilities	Fair value as at June 30, 2026 (Unaudited)	Fair value as at December 31, 2025 (Audited)	Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable inputs	Relationship of unobservable input to fair value
3) Derivative financial instruments						
– Over-the-counter option – assets	587,481	139,452	Level 3	Option pricing model.	Historical volatility of the share prices of the securities.	The higher the historical volatility, the higher the fair value.
– Over-the-counter option – liabilities	3,436,408	1,456,906	Level 3	Option pricing model.	Historical volatility of the share prices of the securities.	The higher the historical volatility, the higher the fair value.
– Bond forward contracts – assets	–	3,495	Level 3	Discounted cash flows with future cash flows that are calculated based on the difference between quoted closing price and the reference price agreed by counterparties.	The settlement price agreed in the agreements.	The higher the settlement price, the higher the fair value.
– Bond forward contracts – liabilities	240	–	Level 3	Discounted cash flows with future cash flows that are calculated based on the difference between quoted closing price and the reference price agreed by counterparties.	The settlement price agreed in the agreements.	The higher the settlement price, the higher the fair value.
4) Financial liabilities at fair value through profit or loss						
– Income right	3,214,468	76,770	Level 3	Net asset value based on the fair value of the underlying investments.	The fair value of underlying assets.	The higher the underlying assets valuation, the higher the fair value.

The fair value of the financial instruments in Level 3 is not significantly sensitive to a reasonable change in these unobservable inputs.

(Expressed in thousands of Renminbi, unless otherwise stated)

56 Fair value of financial instruments (continued)

(2) Fair value of the financial assets and financial liabilities that are measured at fair value on a recurring basis (continued)

Analysis of financial instruments, measured at fair value at the end of the current interim period and at December 31, 2025, by level in the fair value hierarchy into which the fair value measurement is categorized as follows:

	As at June 30, 2026 (Unaudited)			
	Level 1	**Level 2**	**Level 3**	**Total**
Financial assets				
Financial assets at fair value through profit or loss	67,996,639	195,120,893	21,457,109	284,574,641
– Debt securities	679,018	151,032,907	1,841,628	153,553,553
– Equity investments	49,956,703	116,956	8,254,051	58,327,710
– Funds	17,360,918	25,486,821	31,932	42,879,671
– Others	–	18,484,209	11,329,498	29,813,707
Derivative financial assets	1,378,346	2,416,027	587,481	4,381,854
Debt instruments at fair value through other comprehensive income	–	64,388,577	–	64,388,577
Equity instruments at fair value through other comprehensive income	13,332,558	30,302,264	323,937	43,958,759
Subtotal	**82,707,543**	**292,227,761**	**22,368,527**	**397,303,831**
Financial liabilities				
Financial liabilities at fair value through profit or loss	126,875	57,641,055	3,214,468	60,982,398
Derivative financial liabilities	2,368,820	15,105,409	3,436,648	20,910,877
Subtotal	**2,495,695**	**72,746,464**	**6,651,116**	**81,893,275**

(Expressed in thousands of Renminbi, unless otherwise stated)

56 Fair value of financial instruments (continued)

(2) Fair value of the financial assets and financial liabilities that are measured at fair value on a recurring basis (continued)

	As at December 31, 2025 (Audited)			
	Level 1	**Level 2**	**Level 3**	**Total**
Financial assets				
Financial assets at fair value through profit or loss	58,849,661	201,540,232	10,276,119	270,666,012
– Debt securities	701,944	164,956,689	430,639	166,089,272
– Equity investments	32,215,985	159,640	4,046,450	36,422,075
– Funds	25,931,732	19,403,139	23,896	45,358,767
– Others	–	17,020,764	5,775,134	22,795,898
Derivative financial assets	1,714,493	1,089,664	142,947	2,947,104
Debt instruments at fair value through other comprehensive income	–	69,933,548	–	69,933,548
Equity instruments at fair value through other comprehensive income	10,719,031	24,398,974	307,790	35,425,795
Subtotal	**71,283,185**	**296,962,418**	**10,726,856**	**378,972,459**
Financial liabilities				
Financial liabilities at fair value through profit or loss	425,566	41,676,842	76,770	42,179,178
Derivative financial liabilities	2,281,514	3,490,592	1,456,906	7,229,012
Subtotal	**2,707,080**	**45,167,434**	**1,533,676**	**49,408,190**

(Expressed in thousands of Renminbi, unless otherwise stated)

56 Fair value of financial instruments (continued)

(2) Fair value of the financial assets and financial liabilities that are measured at fair value on a recurring basis (continued)

Reconciliation of Level 3 fair value measurements:

	Financial assets (Unaudited)	Financial liabilities (Unaudited)
As at January 1, 2026	10,726,856	1,533,676
Gain or losses for the period	9,952,672	5,639,618
Additions	2,424,974	254,496
Sales and settlements	(542,232)	(776,674)
Transfers into Level 3	1	–
Transfers out Level 3	(193,744)	–
As at June 30, 2026	**22,368,527**	**6,651,116**
Total gains or losses for the period included in profit or loss for assets/liabilities held at the end of the reporting period	10,044,768	5,351,225

	Financial assets (Audited)	Financial liabilities (Audited)
As at January 1, 2025	11,102,429	786,060
Gain or losses for the year	(357,801)	391,292
Additions	1,871,887	837,436
Sales and settlements	(1,839,695)	(481,112)
Transfers into Level 3	–	–
Transfers out Level 3	(49,964)	–
As at December 31, 2025	**10,726,856**	**1,533,676**
Total gains or losses for the year included in profit or loss for assets/liabilities held at the end of the reporting period	(695,784)	367,404

56 Fair value of financial instruments (continued)

(2) Fair value of the financial assets and financial liabilities that are measured at fair value on a recurring basis (continued)

Reconciliation of Level 3 fair value measurements: (continued)

For the fair value of the financial assets and financial liabilities that are measured at fair value on a recurring basis, the Group reassesses the hierarchy category at the end of each reporting period, based on the lowest level input that has a significant impact on the overall fair value measurement, to determine whether there are any transfers between different levels. In both the first half year of 2026 and the year of 2025, the Group had equity investments that were transferred from Level 3 to Level 1, because these investments had regained liquidity and their fair values were determined based on an active market. In addition, there were also some investments that were transferred between Level 2 and Level 3 in the first half of 2026. The reason for transfers from Level 3 to Level 2 was that observable inputs were used for the valuation technique of these investments.

57 Events after the reporting period

(1) Bond issue

On July 13, 2026, the Company publicly issued the second tranche of short-term corporate bonds to professional investors. This bond is named as "26 China Merchants Securities S3" (26招證S3), the aggregate principal amount of which is RMB7 billion, its duration is 360 days, and the interest rate is 1.52% per annum.

(2) Profit distribution

The Group's 2025 Annual General Meeting authorized the Board of Directors to determine the 2026 interim profit distribution plan, which is based on the Company's profitability and capital requirements and subject to the following relevant conditions: (i) the dividend cap the interim period of the 2026 shall not less than the 2025 interim dividends; and (ii) the dividend payout ratio shall not exceed 40% of the net profit attributable to the Company's shareholders for the corresponding period. The 2025 interim profit distribution plan has been considered approved by the 37nd meeting of the 8th Board of Directors on August 25, 2026. The Company has proposed a cash dividend of RMB1.67 (tax inclusive) for every 10 shares to be distributed to all shareholders, based on the total share capital registered on the equity record date for equity distribution. No bonus shares will be distributed; and no capital reserve will be converted to share capital.

58 Capital commitments and contingencies

(1) Capital commitment

As of June 30, 2026, the Group did not have securities underwriting commitments that had been contracted but not disbursed, but has investments in associates of RMB177,764 thousand that had been contracted but not disbursed.

(2) Contingencies

As of June 30, 2026, the Group did not have significant contingencies.