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shineroad

Shineroad International Holdings Limited
欣融國際控股有限公司

(incorporated in the Cayman Islands with limited liability)

Stock code : 1587

2026 INTERIM REPORT

CONTENTS

Corporate Information

EXECUTIVE DIRECTORS

Mr. Huang Haixiao *(Chairman of the Board)*
Ms. Huang Xin Rong *(Chief Executive Officer)*
Mr. Dai Yihui

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Tan Wee Seng
Mr. Chan Ka Kit
Mr. Meng Yuecheng

COMPANY SECRETARY

Mr. Ngai Tsz Hin Michael

AUTHORISED REPRESENTATIVES

Mr. Huang Haixiao
Mr. Ngai Tsz Hin Michael

AUDIT COMMITTEE

Mr. Tan Wee Seng *(Chairman)*
Mr. Chan Ka Kit
Mr. Meng Yuecheng

REMUNERATION COMMITTEE

Mr. Tan Wee Seng *(Chairman)*
Mr. Chan Ka Kit
Mr. Meng Yuecheng

NOMINATION COMMITTEE

Mr. Tan Wee Seng *(Chairman)*
Ms. Huang Xin Rong
Mr. Meng Yuecheng

REGISTERED OFFICE

Windward 3, Regatta Office Park
PO Box 1350
Grand Cayman KY1-1108
Cayman Islands

AUDITORS

Ernst & Young
Certified Public Accountants

LEGAL ADVISERS

as to Hong Kong laws
Loong & Yeung

HEADQUARTERS IN THE PRC

25th Floor South
Block 1 Zhongyou Building
Lane 1040 Caoyang Road
Putuo District
Shanghai
China

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room 1603, 16/F, China Building,
29 Queen's Road Central,
Central, Hong Kong

CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Ocorian Trust (Cayman) Limited
Windward 3, Regatta Office Park
PO Box 1350
Grand Cayman KY1-1108
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Investor Services Limited
17/F, Far East Finance Centre
16 Harcourt Road
Hong Kong

PRINCIPAL BANKERS

China Construction Bank Corporation
Shanghai Fengxian Branch

COMPANY WEBSITE

http://www.shineroad.com

STOCK CODE

1587

The board (the "**Board**") of directors (the "**Directors**") of Shineroad International Holdings Limited (the "**Company**") is pleased to present the unaudited condensed consolidated results of the Company and its subsidiaries (collectively the "**Group**") for the six months ended 30 June 2026 (the "**Period**"), together with the comparative figures for the corresponding period in 2025 (the "**Previous Period**").

BUSINESS REVIEW

Overview

Our Group is one of the leading distributors of food ingredients and food additives in Asia with outstanding research and development capacity, which distinguishes us from other competitors in the industry and provides us with an unique edge to develop our reputation and diversified customer networks. Leveraging our research and development capability, we will continue to build long-term strategic alliance and co-develop with our customers, so as to stay on course with our mission "To be the Most Reliable Partner in the Food Industry".

For the Period, our Group recorded a revenue of approximately RMB321.6 million, representing an increase of 1.5% as compared with that of RMB317.0 million for the Previous Period. The Group recorded a loss of RMB48.0 million for the Period, representing a decrease of RMB65.7 million compared to a profit of RMB17.7 million in the Previous Period. Our Group basic loss per share was RMB0.07, representing a decrease of RMB0.1 as compared with the Previous Year (basic earning per share: RMB0.03). The loss was primarily attributable to a non-cash fair value loss on the Group's equity investment. Excluding this item, the Group's underlying operations remained healthy and stable.

China Operations

Over the years, we have built strong relationships with our suppliers worldwide. Major suppliers, such as Nestlé from Switzerland, Mitsubishi from Japan, Sensient from the US, and Kerry from Ireland, have been cooperating with us for decades.

On the other hand, our Group has established and maintained a solid customer base over the years across different provinces in the PRC. Our core customers, categorised by food applications, are as follows:

Categories	Business nature	Key Customers
Dairy products manufacturers	manufacturing dairy products and ice cream	Bright Dairy (光明), Nestlé (雀巢), New Hope (新希望) and Yili (伊利)
Beverage manufacturers	manufacturing beverage	Coca-Cola (可口可樂), Genki Spring (元氣森林), Nongfu Spring (農夫山泉), Suntory (三得利), Uni-President (統一), Wahaha (娃哈哈) and Want Want (旺旺)
Snacks manufacturers	manufacturing confectionery, chocolate, and snacks	Fujiya (不二家), Glico (格力高), Hsu Fu Chi (徐福記), Mars (瑪氏), Orion (好麗友) and PepsiCo (百事)
Oil and grease manufacturers	manufacturing margarine and shortening	AAK, Cargill (嘉吉), COFCO (中糧), and Kerry Grain and Oil (嘉里糧油)
Food service providers	Catering providers (mainly restaurants and teahouses) and upstream suppliers	Daka (大咖國際), FreeNow(菲諾), Ice Milk Blanc (冰勃朗), inm (一鳴) and SHUNDA (順大)

South East Asia Operations

Outside China, we established our overseas subsidiaries in Ho Chi Minh City, Vietnam, and Bangkok, Thailand in late 2019.

We anticipate our local offices will provide the Group with a competitive edge by bringing scale benefit and introducing more local South East Asian tastes and appetites to the PRC market going forward.

Outlook and prospects

The Asia-Pacific Innovation Center, with a total construction area of 40,816.13 square meters, officially commenced operation on 16 March 2026. The facility now integrates fully upgraded operations, including a comprehensive R&D laboratory, beverage innovation lab, product incubation center, dry and cold storage, logistics, and all office functions. The production line is expected to begin operations by the end of 2026, marking a significant milestone as Shineroad transitions from R&D and Trading into a new era that integrates R&D, Trading, and Incubation/Production.

We remain confident in our future prospects. Despite having global economic uncertainties, we anticipate to achieve strong revenue growth and to create value for the Shareholders. Going forward, our development initiatives mainly include:

- Continue to increase the sales of products with existing and new distribution rights:

  With focus on the food service industry and the nutrition and care industry, we are looking into cooperations with distinctive brands to reinforce our competitive advantage.

- Continue to widen our brands and portfolio of self-developed formulated products and potential food ingredients.

- Continue to enhance our research and development capabilities.

- Continue to extensively identify potential strategic investment opportunities and seek to acquire high-quality target businesses and assets that create synergies for the Group.

FINANCIAL REVIEW

Revenue

Revenue of the Group represents the net invoiced value of goods sold, after allowances for returns and trade discounts. The Group derives its revenue mainly from the distribution of food ingredients and food additives in the PRC. The Group's revenue for the Period was RMB321.6 million, representing an increase of 1.5% as compared with that of RMB317.0 million for the Previous Period. The increase in revenue is due to growth in fruit juice sales.

An analysis of revenue, net is as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
REVENUE		
Food ingredients	188,939	190,486
Food additives	132,700	126,481
	321,639	316,967

Cost of sales

The Group's cost of sales solely represented cost of goods sold, which mainly represented the cost of food ingredients and food additives purchased from suppliers. The Group's cost of sales for the Period was RMB267.4 million, representing an increase of 3.8% as compared with that of RMB257.7 million for the Previous Period. The increase in cost of sales is due to the increase of sale revenue.

Gross profit and gross profit margin

Gross profit of the Group for the Period declined by RMB4.9 million to RMB54.3 million (Previous Period: RMB59.2 million), and the gross profit margin decreased to 16.9% for the Period (Previous Period: 18.7%). The decrease in the gross profit margin was mainly due to fluctuations in market prices for certain fruit juice products.

Other income and gains

Other income and gains primarily consist of bank interest income, government grants and others. Other income increased by RMB3.7 million or 616.7% from RMB0.6 million for the Previous Period to RMB4.3 million for the Period primarily due to higher interest earnings from the maturity of fixed-term deposits during the Period.

An analysis of other income and gains, net is as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Bank interest income	3,072	416
Government grants*	—	44
Others	60	175
Exchange gains**	1,118	—
	4,250	635

* *There were no unfulfilled conditions and other contingencies attaching to government grants that had been recognised.*

** *For the six months ended 30 June 2025, foreign exchange differences was exchange loss, which was recorded in "Other expenses"*

Selling and distribution expenses

Selling and distribution expenses primarily consist of staff salaries and benefits, transportation expenses, travelling expenses, rent and rates and others. The selling and distribution expenses decreased by RMB1.4 million, a 10.3% decrease to RMB12.2 million for the Period from RMB13.6 million for the Previous Period. The decrease was mainly attributed to the decrease in labor costs.

Administrative expenses

Administrative expenses primarily consist of depreciation, entertainment expenses, rent and rates, research and development expenses, staff salaries and benefits and others. The administrative expenses increased by RMB2.0 million, a 10.1% increase to RMB21.8 million for the Period from RMB19.8 million for the Previous Period. The increase was mainly attributed to an increase in management personnel in preparation for production at the new factory.

Finance costs

The finance costs represented interests on other loans and interest on lease liabilities. Finance costs decreased by RMB0.1 million to RMB0.2 million for the Period from RMB0.3 million for the Previous Period. The decrease was mainly due to a reduction in outstanding short-term loan balances.

Income tax expenses

The Group's income tax expenses decreased by RMB23.5 million from RMB8.1 million for the Previous Period to RMB-15.4 million for the Period. The decrease was primarily due to a fair value loss on financial assets at fair value through profit or loss recorded during the Period.

The major components of income tax expense of the Group in the interim condensed consolidated statement of profit or loss are:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Current income tax in the PRC	7,160	8,430
Current income tax in HK	744	137
Deferred income tax expense relating to origination and reversal of temporary differences	(23,260)	(496)
Total tax charge for the period	(15,356)	8,071

Loss for the Period

As a result of the foregoing, the Group recorded a loss of RMB48.0 million for the Period, representing a decrease of RMB65.7 million compared to a profit of RMB17.7 million in the Previous Period. The decrease was primarily attributable to the fair value loss on financial assets. Excluding this non-cash item, the Group's operations remained healthy and stable, and the Group maintained a sound liquidity position during the Period.

CONTINGENT LIABILITIES

The Group did not have any material contingent liabilities as at 30 June 2026.

CAPITAL COMMITMENTS

As at 30 June 2026, the Group had the following capital commitments at the end of the Period:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Contracted, but not provided for:		
Buildings	6,894	67

CAPITAL STRUCTURE

There has been no change in the capital structure of the Company during the Period. As at 30 June 2026, the capital of the Company comprises RMB481.9 million, representing a decrease of RMB33.0 million as compared to RMB514.9 million as at 30 June 2025, which was attributable to a fair value loss on financial assets at fair value through profit or loss recorded during the Period.

LIQUIDITY, FINANCIAL RESOURCES AND FUNDING

The Group's receivable turnover days as at 30 June 2026 decreased to 46 days as compared to 52 days as at 31 December 2025, mainly due to improved efficiency in accounts receivable collection.

Cash position

The Group's cash and cash equivalents balances as at 30 June 2026 amounted to RMB200.1 million, representing an increase of RMB13.3 million as compared to RMB186.8 million as at 31 December 2025, which was attributable to the maturity of time deposits.

As at 30 June 2026, the Group's indebtedness comprised bank borrowings of RMB109.7 million, lease liabilities of RMB1.7 million and amount due to related companies of RMB4.7 million. The Group's indebtedness comprised bank borrowings of RMB97.1 million, lease liabilities of RMB2.2 million and amount due to related companies of RMB5.2 million as at 31 December 2025. Secured bank borrowings of the Group were RMB99.7 million as at 30 June 2026 and RMB97.1 million as at 31 December 2025.

As at 30 June 2026, the gearing ratio, calculated as debt divided by total assets, was 26.4%, as compared with 25.2% as at 31 December 2025. Debt includes interest-bearing loan and other borrowings. Total equity includes equity attributable to owners of the parent and non-controlling interests.

The Group's equity balance decreased to RMB481.9 million as at 30 June 2026 from that of RMB541.1 million as at 31 December 2025, which was attributable to a fair value loss on financial assets at fair value through profit or loss recorded during the Period.

Treasury policies

The Group has adopted a prudent financial management approach towards its treasury policies and thus maintained a healthy liquidity position throughout the Period. The Group strives to reduce exposure to credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

Foreign Currency Risk

The Group's operational activities are mainly denominated in RMB. The Group is exposed to foreign currency risk primarily arising from purchase of goods by foreign currencies and bank deposits denominated in foreign currencies. The Group currently does not have a foreign currency hedging policy but it monitors foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

CHARGES ON THE GROUP'S ASSETS

As at 30 June 2026, interest-bearing bank borrowings of RMB99.7 million (2025:RMB97.1 million, and other letters of credit were secured by charges on the bank deposit of RMB12.0 million (2025: RMB19.6 million), Group's construction in progress and leasehold land, which had an aggregated net carrying value of RMB210.4 million (2025: RMB202.8 million).

EMPLOYEES AND REMUNERATION POLICIES

The Group had 160 employees as at 30 June 2026 (as at 31 December 2025: 159). Remuneration is determined by reference to prevailing market terms and in accordance with the job scope, responsibilities, and performance of each individual employee.

The Company has adopted a share option scheme pursuant to which the Directors and employees of the Group are entitled to participate. The local employees are also entitled to discretionary bonus depending on their respective performances and the profitability of the Group.

EVENTS AFTER THE REPORTING PERIOD

The Group has no significant events after the Period and up to the date of the approval of the unaudited interim condensed consolidated financial statements.

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION

As at 30 June 2026, the interests and short positions of Directors and/or the chief executive of the Company in the Shares, underlying Shares and debentures of the Company or any of its associated corporation (within the meaning of Part XV of the Securities and Futures Ordinance) (the "**SFO**")) which would be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO)), as recorded in the register required to be kept by the Company pursuant to section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") contained in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**") were as follows:

(i) Long position in the Shares

Name of Director	Capacity/Nature	Number of Shares held/interested in	Percentage of interest
Mr. Huang Haixiao ("**Mr. Huang**") *(Note)*	Interest in controlled corporation	510,000,000	75%

(ii) Long position in the ordinary shares of associated corporations

Name of Director	Name of associated corporation	Capacity/Nature	Number of Shares held/ interested in	Percentage of interest
Mr. Huang *(Note)*	Ocean Town Company Limited ("**Ocean Town**")	Beneficial owner	1	100%
Mr. Huang *(Note)*	Shineroad Group Limited ("**Shineroad Group**")	Interest in controlled corporation	1	100%

Note: Mr. Huang beneficially owns the entire issued share capital of Ocean Town, which beneficially owns the entire issued share capital of Shineroad Group. Therefore, each of Mr. Huang and Ocean Town is deemed to be interested in 510,000,000 Shares held by Shineroad Group for the purpose of the SFO.

Save as disclosed in the foregoing, as at 30 June 2026, none of the Directors or chief executive of the Company or their respective close associates had any interests or short positions in any Shares, underlying Shares or debentures of the Company or any of its associated corporations as recorded in the register required to be kept pursuant to Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO or pursuant to the Model Code.

INTERESTS AND SHORT POSITIONS OF THE SUBSTANTIAL SHAREHOLDERS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2026, so far as the Directors are aware, the interest and short positions of the persons, other than the Director or the chief executive of the Company, in the Shares and underlying Shares of the Company as recorded in the register required to be kept under section 336 of the SFO and which fell to be disclosed to the Company under Divisions 2 and 3 of Part XV of the SFO are as follows:

Name	Capacity/Nature of interest	Number of Shares held/Interested in	Percentage of interest
Ocean Town *(Note 1)*	Interest in controlled corporation	510,000,000	75%
Shineroad Group *(Note 1)*	Beneficial owner	510,000,000	75%
Ms. Chen Dongying *(Note 2)*	Interest of spouse	510,000,000	75%

Notes:

1. Such 510,000,000 Shares are held by Shineroad Group as a registered holder. The entire issued share capital of Shineroad Group is wholly-owned by Ocean Town. Therefore, Ocean Town is deemed to be interested in 510,000,000 Shares held by Shineroad Group for the purpose of the SFO.

2. Ms. Chen Dongying is the spouse of Mr. Huang and is therefore deemed to be interested in 510,000,000 Shares in which Mr. Huang has, or is deemed to have, for the purpose of the SFO.

Save as disclosed above, as at 30 June 2026, the Directors are not aware of any other persons or corporations (other than the Directors and chief executive of the Company) who/which had any interests or short positions in the Shares or underlying Shares of the Company or any of its associated companies which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were recorded in the register required to be kept by the Company under section 336 of the SFO.

SHARE OPTION SCHEME

On 31 May 2018, the then shareholders of the Company approved and conditionally adopted a share option scheme (the "**Share Option Scheme**") which shall be valid and effective for a period of 10 years from 31 May 2018, subject to early termination by the Company in a general meeting or by the Board. The purpose of the Share Option Scheme is to enable the Company to grant options to eligible participants as incentives and rewards for their contribution to the Group. Under the Share Option Scheme, the Board may offer to grant share options ("**Option(s)**") to any employee (full-time or part-time), director, consultant or adviser of our Group, or any substantial shareholder of our Group, or any distributor, contractor, supplier, agent, customer, business partner or service provider of our Group who, in the sole opinion of the Board, will contribute or have contributed to the Group (collectively the "**Eligible Person**").

The number of Shares which may be issued upon exercise of all outstanding Options granted and yet to be exercised under the Share Option Scheme and any other option schemes of the Company at any time shall not exceed 30% of the Shares of the Company in issue from time to time. The maximum number of Shares available for issue under options which may be granted under the Share Option Scheme or other share option schemes adopted by the Company must not in aggregate exceed 10% of the Shares in issue immediately following completion of the listing of the Shares on the Main Board of the Stock Exchange, being 680,000,000. The total number of Shares issued and which may fall to be issued upon exercise of the Options granted pursuant to the Share Option Scheme to each Eligible Person in any 12-month period shall not exceed 1% of the number of Shares in issue as at the date of grant unless approved by the shareholders of the Company in general meeting.

The principal terms of the Share Option Scheme were summarised in the section headed "Share Option Scheme" in Appendix IV to the prospectus of the Company dated 14 June 2018.

During the period from 1 January 2026 to 30 June 2026, no Option has been granted, exercised, cancelled or lapsed under the Share Option Scheme.

As at 1 January 2026 and 30 June 2026, the total number of Options available for grant under the Share Option Scheme was 68,000,000 on both dates. The total number of Shares that may be issued in respect of Options granted under the Share Option Scheme during the six months ended 30 June 2026 (i.e. 68,000,000) divided by the weighted average number of issued Shares for the six months ended 30 June 2026 (i.e. 680,000,000) was 10%.

SIGNIFICANT INVESTMENTS HELD

As at 30 June 2026, the Group held 28,125,200 shares, representing approximately 8.59% equity interest in Tianye Innovation Company ("**Tianye**") which is principally engaged in planting, processing and sales of agricultural food including tropical fruits and vegetables. The investment cost incurred by the Group, being the consideration for acquiring the said shares in Tianye, was RMB78.8 million. Tianye's shares are listed on the Beijing Stock Exchange Co. Ltd. (BSE stock code: 920023).

Based on the closing price of Tianye shares as at 30 June 2026 at RMB1.60 per share (31 December 2025: RMB4.72 per share), the fair value of the Group's investment in Tianye as at 30 June 2026 was expected to decrease to approximately RMB45.0 million, representing an estimated fair value loss on financial asset at fair value through profit and loss ("**FVTPL**") of approximately RMB87.8 million for the Period comparing to the fair value of the Group's investment in Tianye of approximately RMB132.8 million as at 31 December 2025.

The Group did not receive any dividend from Tianye during the Period. Given the recent volatility in the share price, the Group will continue to closely monitor the market performance of Tianye. As of the date of this report, the Group has no plan to change this investment and will make further decisions based on future market conditions and the Company's overall investment strategy.

Save as disclosed above, the Company did not hold any other significant investment with a value greater than 5% of the Company's total assets as at 30 June 2026.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

The Group did not have other plans for material investments and capital assets.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Group had no material acquisitions or disposals of subsidiaries, associates and joint ventures during the Period.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During the Period, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares (as defined in the Listing Rules)).

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company is committed to maintain high standards of corporate governance to protect the interests of its Shareholders and to enhance corporate value and accountability. The Board has reviewed the Company's corporate governance practices and is satisfied that the Company has complied with all code provisions of the Corporate Governance Code ("**CG Code**") as set out in Appendix C1 to the Listing Rules for the Period. The Company will continue to enhance its corporate governance practices appropriate to the conduct and growth of its business and to review such practices from time to time to ensure that they comply with the CG Code and align with the latest developments.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix C3 of the Listing Rules as its own code of conduct regarding Directors' securities transactions. Having made specific enquiries with all the Directors, each of the Directors has confirmed that he/she has complied with the Model Code for the Period.

DIVIDEND

The Board takes into account the Group's overall results of operation, financial position and capital requirements, among other factors, in considering the declaration of dividends. The Board does not recommend payment of any dividend in respect of the Period.

AUDIT COMMITTEE

The audit committee of the Company (the "**Audit Committee**"), comprising three independent non-executive Directors, namely Mr. Tan Wee Seng, Mr. Chan Ka Kit and Mr. Meng Yuecheng, has reviewed with the management the interim results for the Period, accounting principles and practices adopted by the Group and discussed auditing, internal controls, risk management and financial reporting matters including a review of the unaudited interim financial information.

The Audit Committee considered that the interim results have complied with all applicable accounting standards and the Listing Rules. The Audit Committee has also reviewed this interim report.

By order of the Board
Shineroad International Holdings Limited
Huang Haixiao
Chairman and Executive Director

Hong Kong, 14 August 2026

Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2026

	Notes	2026 (Unaudited) RMB'000	2025 (Unaudited) RMB'000
REVENUE	4	321,639	316,967
Cost of sales		(267,353)	(257,743)
Gross profit		54,286	59,224
Other income and gains, net	4	4,250	635
Fair value loss on financial assets at fair value through profit or loss		(87,751)	—
Selling and distribution expenses		(12,162)	(13,598)
Administrative expenses		(21,799)	(19,843)
Other expenses		(3)	(378)
Finance costs		(184)	(275)
(LOSS)/PROFIT BEFORE TAX FROM CONTINUING OPERATIONS	5	(63,363)	25,765
Income tax expense	6	15,356	(8,071)
(LOSS)/PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		(48,007)	17,694
(LOSS)/PROFIT FOR THE PERIOD		(48,007)	17,694
Attributable to:			
Owners of the parent		(48,007)	17,694
		(48,007)	17,694

Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2026

	Notes	**2026 (Unaudited) *RMB'000***	2025 (Unaudited) *RMB'000*
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT:			
Basic and diluted (RMB)	8	**(0.07)**	0.03
OTHER COMPREHENSIVE LOSS			
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations		**3,622**	928
Net other comprehensive income that may be reclassified to profit or loss in subsequent periods		**3,622**	928
Other comprehensive loss that will not be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of the company		**(5,850)**	(2,637)
Net other comprehensive loss that will not be reclassified to profit or loss in subsequent periods		**(5,850)**	(2,637)
OTHER COMPREHENSIVE LOSS FOR THE PERIOD, NET OF TAX		**(2,228)**	(1,709)
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD		**(50,235)**	15,985
Attributable to:			
Owners of the parent		**(50,235)**	15,985
		(50,235)	15,985

Interim Condensed Consolidated Statement of Financial Position

30 June 2026

	Notes	30 June 2026 (Unaudited) RMB'000	31 December 2025 (Audited) RMB'000
NON-CURRENT ASSETS			
Property, plant and equipment	9	**183,644**	174,015
Right-of-use assets		**31,578**	32,225
Other intangible assets		**7**	9
Deferred tax assets		**15,810**	513
Prepayments, other receivables and other assets		**6,509**	943
Total non-current assets		**237,548**	207,705
CURRENT ASSETS			
Inventories	10	**59,910**	41,708
Trade receivables	11	**76,927**	87,378
Prepayments, deposits and other receivables		**17,861**	16,536
Due from related parties	18	**5,838**	1,219
Pledged deposits	12	**12,024**	19,566
Financial assets at fair value through profit or loss	13	**45,000**	132,751
Time deposit	12	**—**	30,000
Cash and cash equivalents	12	**200,084**	186,819
Total current assets		**417,644**	515,977
CURRENT LIABILITIES			
Trade payables	14	**16,167**	28,039
Other payables and accruals		**31,504**	34,744
Amounts due to related parties	18	**4,733**	5,155
Interest-bearing bank and other borrowings	17	**28,123**	16,189
Lease liabilities		**951**	1,154
Deferred income-current		**1,200**	—
Tax payable		**4,268**	2,159
Total current liabilities		**86,946**	87,440
NET CURRENT ASSETS		**330,698**	428,537
TOTAL ASSETS LESS CURRENT LIABILITIES		**568,246**	636,242

30 June 2026

	Notes	30 June 2026 (Unaudited) RMB'000	31 December 2025 (Audited) RMB'000
NON-CURRENT LIABILITIES			
Lease liabilities		704	1,004
Interest-bearing bank borrowings		81,556	80,945
Deferred tax liabilities		—	7,963
Other payables and accruals		4,075	4,075
Deferred income		—	1,200
Total non-current liabilities		86,335	95,187
NET ASSETS		481,911	541,055
EQUITY			
Equity attributable to owners of the parent			
Share capital	15	5,681	5,681
Reserves		476,230	535,374
Total equity		481,911	541,055

Interim Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2026

	Attributable to owners of the parent						
	Share capital *RMB'000*	**Share premium** *RMB'000**	**Other reserve** *RMB'000**	**Statutory reserve** *RMB'000**	**Exchange fluctuation reserve** *RMB'000**	**Retained profits** *RMB'000**	**Total equity** *RMB'000**
At 1 January 2026 (audited)	**5,681**	**153,598**	**—**	**63,886**	**4,139**	**313,751**	**541,055**
Loss for the period	**—**	**—**	**—**	**—**	**—**	**(48,007)**	**(48,007)**
Other comprehensive loss for the period:							
Exchange differences on translation of financial statements into presentation currency	**—**	**—**	**—**	**—**	**(2,228)**	**—**	**(2,228)**
Total comprehensive loss for the period	**—**	**—**	**—**	**—**	**(2,228)**	**(48,007)**	**(50,235)**
Final 2025 dividend declared**	**—**	**(8,909)**	**—**	**—**	**—**	**—**	**(8,909)**
At 30 June 2026 (unaudited)	**5,681**	**144,689**	**—**	**63,886**	**1,911**	**265,744**	**481,911**

	Attributable to owners of the parent						
	Share capital *RMB'000*	Share premium *RMB'000**	Other reserve *RMB'000**	Statutory reserve *RMB'000**	Exchange fluctuation reserve *RMB'000**	Retained profits *RMB'000**	Total equity *RMB'000*
At 1 January 2025 (audited)	5,681	167,697	379	57,629	5,185	262,392	498,963
Profit for the period	—	—	—	—	—	17,694	17,694
Other comprehensive loss for the period:							
Exchange differences on translation of financial statements into presentation currency	—	—	—	—	(1,709)	—	(1,709)
Total comprehensive income for the period	—	—	—	—	(1,709)	17,694	15,985
At 30 June 2025 (unaudited)	5,681	167,697	379	57,629	3,476	280,086	514,948

* These reserve accounts comprise the consolidated reserves of RMB509,267,000 and RMB476,230,000, in the consolidated statements of financial position as at 30 June 2025 and 2026, respectively.

** The amount of dividend distribution which the PRC subsidiaries can legally distribute by way of dividend is determined by reference to the distributable profits as reflected in their PRC statutory financial statements prepared under PRC Generally Accepted Accounting Principles ("**PRC GAAP**").

Interim Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2026

	Notes	2026 (Unaudited) RMB'000	2025 (Unaudited) RMB'000
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/profit before tax:		**(63,363)**	25,765
Adjustments for:			
Finance costs		**184**	275
Interest income	4	**(3,072)**	(416)
Depreciation	9	**225**	84
Amortisation of other intangible assets		**2**	9
Depreciation of right-of-use assets		**631**	636
Fair value changes of financial investments at fair value through profit or loss	5	**87,751**	—
Reversal of impairment of receivables		**(65)**	(139)
Impairment of inventory	5	**133**	67
Increase in inventories		**(18,335)**	(530)
Decrease in trade receivables		**5,897**	27,548
Increase in prepayments, other receivables and other assets		**(1,325)**	(14,362)
Decrease in pledged deposits		**7,542**	4,596
Decrease in trade payables		**(12,294)**	(2,029)
Decrease in other payables and accruals		**(3,240)**	(12,755)
Increase in deferred income		**—**	1,200
Cash generated from operations		**671**	29,949
Interest paid		**(28)**	(35)
Bank interest received	4	**3,072**	416
Income tax paid		**(5,795)**	(9,904)
Net cash flows (used in)/from operating activities		**(2,080)**	20,426
CASH FLOWS FROM INVESTING ACTIVITIES			
Decrease in time deposits and pledged deposits		**30,000**	—
Proceeds from disposal of items of property, plant and equipment		**—**	5
Purchases of items of property, plant and equipment		**(13,868)**	(1,985)
Net cash flows from/(used in) investing activities		**16,132**	(1,980)

For the six months ended 30 June 2026

	Notes	2026 (Unaudited) RMB'000	2025 (Unaudited) RMB'000
CASH FLOWS FROM FINANCING ACTIVITIES			
New bank loans		20,640	30,000
Repayment of bank loans		(8,095)	(25,979)
Interest paid		(1,384)	(1,280)
Principal portion of lease payments		(811)	(835)
Dividends paid		(8,909)	—
Net cash flows from financing activities		1,441	1,906
NET INCREASE IN CASH AND CASH EQUIVALENTS		15,493	20,352
Cash and cash equivalents at beginning of period		186,819	185,175
Effect of foreign exchange rate changes, net		(2,228)	(1,701)
CASH AND CASH EQUIVALENTS AT END OF PERIOD		200,084	203,826
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash and cash equivalents as stated in the statements of financial position	12	200,084	203,826
Cash and cash equivalents as stated in the statements of cash flows		200,084	203,826

Notes to the Interim Condensed Consolidated Financial Statements

1. CORPORATE INFORMATION

Shineroad International Holdings Limited (the "**Company**") was incorporated as an investment holding company in the Cayman Islands with limited liability under the laws of the Cayman Islands. The registered office address of the Company is Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman KY1-1108, Cayman Islands.

During the year, Shineroad International Holdings Limited and its subsidiaries (collectively the "**Group**") was principally engaged in the distribution of food ingredients and food additives.

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION

The interim condensed consolidated financial statements for the six months ended 30 June 2026 have been prepared in accordance with HKASs 34 *Interim Financial Reporting*. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of the following amended HKFRS Accounting Standard for the first time for the current period's financial information.

Amendments to HKFRS 9 and HKFRS 7	*Amendments to the Classification and Measurement of Financial Instruments*
Amendments to HKFRS 9 and HKFRS 7	*Contracts Referencing Nature-dependent Electricity*
Annual Improvements to HKFRS Accounting Standards — Volume 11	Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES *(Continued)*

The nature and impact of the amended HKFRS Accounting Standard are described below:

(a) Amendments to HKFRS 9 and HKFRS 7 *Amendments to the Classification and Measurement of Financial Instruments* clarify that a financial asset is derecognized when the entity's rights to the contractual cash flows expire or are transferred, while a financial liability is derecognized on the settlement date. The amendments introduce an accounting policy option to derecognize a financial liability that is settled through an electronic payment system before the settlement date if specified criteria are met. The amendments clarify how to assess the contractual cash flow characteristics of financial assets with environmental, social and governance and other similar contingent features. Moreover, the amendments clarify the requirements for classifying financial assets with non-recourse features and contractually linked instruments. The amendments also include additional disclosures for investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features. Since the Group's accounting policy for the derecognition of financial assets and liabilities in prior years aligned with the amendments and the Group did not have the financial assets that were addressed by the amendments, the amendments did not have any impact on the interim condensed consolidated financial information. The Group will provide additional disclosures for its equity investments designated at fair value through other comprehensive income in the Group's consolidated financial statements for the year ending 31 December 2026.

(b) Amendments to HKFRS 9 and HKFRS 7 *Contracts Referencing Nature-dependent Electricity* clarify the application of the "own-use" requirements for in-scope contracts and amend the designation requirements for a hedged item in a cash flow hedging relationship for in-scope contracts. The amendments also include additional disclosures that enable users of financial statements to understand the effects these contracts have on an entity's financial performance and future cash flows. As the Group did not have any contracts that are in the scope of the amendments, the amendments did not have any impact on the interim condensed consolidated financial information.

(c) *Annual Improvements to HKFRS Accounting Standards* — Volume 11 set out narrow scope amendments to HKFRS 1, HKFRS 7 (and the accompanying *Guidance on implementing HKFRS 7*), HKFRS 9, HKFRS 10 and HKAS 7. The amendments include clarifications, simplifications, corrections or changes to improve consistency in the corresponding HKFRS Accounting Standards. The amendments did not have any impact on the interim condensed consolidated financial information.

3. OPERATING SEGMENT INFORMATION

The Group's principal business is the distribution of food ingredients and food additives. For management purposes, the Group operates in one business unit based on its products, and has one reportable segment which is the distribution of food additives.

Information about geographical area

Since all of the Group's revenue was generated from the distribution of food ingredients and food additives in Mainland China and over 95% of the Group's identifiable non-current assets were located in Mainland China, no geographical information is presented in accordance with HKFRS 8 *Operating Segments*.

Information about major customers

Revenue from continuing operations of approximately RMB28,812,000 and RMB16,279,000 in the six months ended 30 June 2025 and 2026, respectively was derived from sales to a single customer, including sales to a group of entities which are known to be under common control with that customer.

4. REVENUE, OTHER INCOME AND GAINS, NET

An analysis of revenue is as follows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Revenue from contract with customers		
Sale of goods	**321,639**	316,967

4. REVENUE, OTHER INCOME AND GAINS, NET *(Continued)*

Revenue from contracts with customers

Disaggregated revenue information

For the six months ended 30 June 2026

Segments	Food ingredients *RMB'000* (Unaudited)	Food additives *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Type of goods or services			
Sales of goods	**188,939**	**132,700**	**321,639**
Geographical markets			
Mainland China	**180,480**	**127,391**	**307,871**
Thailand	**6,278**	**—**	**6,278**
Vietnam	**2,181**	**5,309**	**7,490**
	188,939	**132,700**	**321,639**
Timing of revenue recognition			
Goods transferred at a point in time	**188,939**	**132,700**	**321,639**

For the six months ended 30 June 2025

Segments	Food ingredients *RMB'000* (Unaudited)	Food additives *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Type of goods or services			
Sales of goods	190,486	126,481	316,967
Geographical markets			
Mainland China	182,266	119,253	301,519
Thailand	6,376	—	6,376
Vietnam	1,844	7,228	9,072
	190,486	126,481	316,967
Timing of revenue recognition			
Goods transferred at a point in time	190,486	126,481	316,967

4. REVENUE, OTHER INCOME AND GAINS, NET *(Continued)*

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Other income and gains		
Bank interest income	**3,072**	416
Government grants*	**—**	44
Others	**60**	175
Exchange gains**	**1,118**	—
Total other income and gains	**4,250**	635

* There were no unfulfilled conditions and other contingencies attaching to government grants that had been recognised.

** For the six months ended 30 June 2025, foreign exchange differences was exchange loss, which was recorded in "Other expenses"

5. LOSS BEFORE TAX FROM CONTINUING OPERATIONS

The Group's loss before tax is arrived at after charging/(crediting):

		For the six months ended 30 June	
		2026	2025
		RMB'000	*RMB'000*
		(Unaudited)	(Unaudited)
(a) Cost of sales:			
Cost of inventories sold		**267,353**	257,743
(b) Employee benefit expenses (excluding directors' and chief executive's remuneration):			
Wages and salaries		**19,331**	18,928
Pension scheme contributions		**3,987**	3,770
Other welfare		**163**	376
		23,481	23,074
(c) Other items:			
Depreciation of property, plant and equipment	*9*	**225**	84
Amortisation of other intangible assets		**2**	9
Depreciation of right-of-use assets		**631**	636
Research and development costs:			
Current year expenditure		**1,718**	1,368
Lease payments not included in the measurement of lease liabilities		**1,195**	1,453
Auditor remuneration		**398**	399
Travel expenses		**1,909**	1,195
Foreign exchange differences, net*		**(1,118)**	246
Unrealised fair value loss on financial assets at fair value through profit or loss		**87,751**	—
Reversal of impairment of trade receivables		**(65)**	(139)
Write-down of inventories to net realisable value		**133**	67
Bank interest income	*4*	**(3,072)**	(416)

6. INCOME TAX EXPENSE

The major components of income tax expense of the Group in the interim condensed consolidated statement of profit or loss and other comprehensive income are:

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Current income tax in the PRC	**7,160**	8,430
Current income tax in the Hong Kong	**744**	137
Deferred income tax expense relating to origination and reversal of temporary differences	**(23,260)**	(496)
Total tax charge for the period	**(15,356)**	8,071

Pursuant to the rules and regulations of the Cayman Islands and BVI, the Company and certain of its subsidiaries are not subject to any income tax in the Cayman Islands and BVI.

The provision for current income tax in the PRC is based on a statutory rate of 25% of the assessable profits of subsidiaries of the Group as determined in accordance with the PRC Corporate Income Tax Law.

The first HK$2,000,000 of assessable profits of the subsidiary in Hong Kong are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%.

7. DIVIDENDS

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Final dividends proposed of HK2.25 cent per share	**—**	13,952
Final dividends paid of HK1.50 cent per share	**8,909**	—
	8,909	13,952

On 26 March 2026, the board of directors recommended a final dividend of HK1.50 cent (six months ended 30 June 2025: HK2.25 cent) per ordinary share, amounting to a total of approximately RMB8,909,000 (six months ended 30 June 2025: 13,952,000).

8. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of the basic earnings per share amount is based on the profit for the period attributable to ordinary equity holders of the parent of RMB-48,007,000 (2025: RMB17,694,000), and the weighted average number of ordinary shares of 680,000,000 (2025: 680,000,000) in issue during the period, as adjusted to reflect the rights issue during the period.

The Group had no potentially dilutive ordinary shares in issue during the six months ended 30 June 2026 and 2025.

The calculations of basic and diluted earnings per share are based on:

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Earnings		
(Loss)/profit attributable to owners of the parent, used in the basic and diluted earnings per share calculations	**(48,007)**	17,694
Shares		
Weighted average number of ordinary shares in issue during the period used in the basic earnings per share calculation	**680,000,000**	680,000,000
Basic earnings per share (RMB)	**(0.07)**	0.03
Diluted earnings per share (RMB)	**(0.07)**	0.03

9. PROPERTY, PLANT AND EQUIPMENT

	Machinery *RMB'000*	Motor vehicles *RMB'000*	Office equipment *RMB'000*	Construction in progress *RMB'000*	Total *RMB'000*
31 December 2025					
At 31 December 2024 and 1 January 2025:					
Cost	741	1,414	3,045	163,498	168,698
Accumulated depreciation	(706)	(1,338)	(2,837)	—	(4,881)
Net carrying amount	35	76	208	163,498	163,817
At 1 January 2025, net of accumulated depreciation	35	76	208	163,498	163,817
Additions	66	666	572	9,159	10,463
Disposals	—	(22)	(12)	—	(34)
Depreciation provided during the year	(49)	(70)	(113)	—	(232)
Exchange realignment	—	1	—	—	1
At 31 December 2025, net of accumulated depreciation	52	651	655	172,657	174,015
At 31 December 2025:					
Cost	807	2,080	3,617	172,657	179,161
Accumulated depreciation	(755)	(1,429)	(2,962)	—	(5,146)
Net carrying amount	52	651	655	172,657	174,015

9. PROPERTY, PLANT AND EQUIPMENT *(Continued)*

	Machinery *RMB'000* (Unaudited)	Motor vehicles *RMB'000* (Unaudited)	Office equipment *RMB'000* (Unaudited)	Construction in progress *RMB'000** (Unaudited)	Total *RMB'000* (Unaudited)
30 June 2026					
At 31 December 2025 and 1 January 2026:					
Cost	807	2,080	3,617	172,657	179,161
Accumulated depreciation	(755)	(1,429)	(2,962)	—	(5,146)
Net carrying amount	52	651	655	172,657	174,015
At 1 January 2026, net of accumulated depreciation	52	651	655	172,657	174,015
Additions	—	—	1,884	7,970	9,854
Depreciation provided during the period	(17)	(63)	(145)	—	(225)
At 30 June 2026, net of accumulated depreciation	35	588	2,394	180,627	183,644
At 30 June 2026:					
Cost	807	2,080	5,501	180,627	189,015
Accumulated depreciation	(772)	(1,492)	(3,107)	—	(5,371)
Net carrying amount	35	588	2,394	180,627	183,644

* At 30 June 2026, certain of the Group's construction in progress with a net carrying amount of approximately RMB180,627,000 was pledged to secure certain bank loans granted to the Group (2025: RMB172,657,000) (note 17).

10. INVENTORIES

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Food ingredients	**36,271**	17,701
Food additives	**23,834**	24,382
	60,105	42,083
Provision for inventories	**(195)**	(375)
	59,910	41,708

11. TRADE RECEIVABLES

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Trade receivables	**78,133**	88,650
Impairment	**(1,206)**	(1,272)
	76,927	87,378

The Group seeks to maintain strict control over its outstanding receivables to minimise credit risk. Overdue balances are reviewed regularly by senior management. In view of the aforementioned and the fact that the Group's trade receivables relate to various diversified customers, there is no significant concentration of credit risk. The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade receivables are non-interest-bearing.

An aging analysis of the trade receivables as at the end of the reporting period, based on the invoice date and net of loss allowance, is as follows:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Within 3 months	**74,730**	86,693
3 to 6 months	**2,197**	685
	76,927	87,378

12. CASH AND CASH EQUIVALENTS AND PLEDGED DEPOSITS

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Cash and bank balances	**212,108**	236,385
Less: Pledged time deposits:		
Pledged for letters of credit — current	**(12,024)**	(19,566)
Non-pledged time deposit with original maturity of more than one year when acquired	**—**	(30,000)
Cash and cash equivalents	**200,084**	186,819

At the end of the reporting period, the cash and bank balances of the Group denominated in US dollars ("**USD**") amounted to RMB42,490,000 (2025: RMB12,402,000); denominated in Hong Kong dollars ("**HKD**") amounted to RMB1,775,000 (2025: RMB2,655,000) and denominated in Vietnamese Dong ("**VND**") amounted to RMB401,000 (2025: RMB4,117,000), denominated in Thailand Baht ("**THB**") amounted to RMB4,202,000 (2025: RMB3,526,000).

The RMB is not freely convertible into other currencies, however, under Mainland China's Foreign Exchange Control Regulations and Administration of Settlement, Sale and Payment of Foreign Exchange Regulations, the Group is permitted to exchange RMB for other currencies through banks authorized to conduct foreign exchange business.

Cash at banks earns interest at floating rates based on daily bank deposit rates. The bank balances are deposited with creditworthy banks with no recent history of default.

13. FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	30 June 2026 RMB'000	31 December 2025 RMB'000
Listed investment, at fair value	**45,000**	132,751

Upon the derecognition of an associate, the equity investment was classified as financial assets at fair value through profit or loss as the Group has not elected to recognise the fair value gain or loss through other comprehensive income.

14. TRADE PAYABLES

An aging analysis of the trade payables as at the end of reporting period, based on the transaction date, is as follows:

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
Within 3 months	**16,167**	28,039

The trade payables are non-interest-bearing and are normally settled on terms of 7 to 90 days.

15. SHARE CAPITAL

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
Authorised:		
2,000,000,000 (31 December 2025: 2,000,000,000) shares of HK$0.01 each	**16,708**	16,708
Issued and fully paid:		
680,000,000 (31 December 2025: 680,000,000) shares of HK$0.01 each	**5,681**	5,681

16. COMMITMENTS

The Group had the following capital commitments at the end of the reporting period:

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
Contracted, but not provided for:		
Buildings	**6,894**	10,541

17. INTEREST-BEARING BANK BORROWINGS

	Effective interest rate (%)	Maturity	30 June 2026 (Unaudited) RMB'000	Effective interest rate (%)	Maturity	31 December 2025 (Audited) RMB'000
Current						
Bank loans — unsecured	Floating rate	February 2027	**10,000**	—	—	—
Bank loans — secured	2.9	June 2027	**18,123**	2.9	2026	16,189
Non-current						
Bank loans — secured	2.9	July 2027–2031	**81,556**	2.9	2026–2031	80,945
Total			**109,679**			97,134

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Analysed into:		
Bank loans repayable:		
Within one year	**28,123**	16,189
In the second year	**18,123**	16,189
In the third to fifth years, inclusive	**63,433**	64,756
Total	**109,679**	97,134

Notes:

(a) Certain of the Group's interest-bearing bank loans were secured by mortgages over the Group's construction in progress and leasehold land, which had an aggregated net carrying value of RMB210,406,000 (2025: RMB202,760,000) (notes 9).

(b) The bank borrowings are also guaranteed by a director at no cost. The guarantee amounts provided by the director as at 30 June 2026 and 31 December 2025 are as follows:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Bank loans		
Mr. Huang Haixiao	**99,679**	97,134

18. RELATED PARTY DISCLOSURE

a) In addition to the transactions detailed elsewhere in this financial information, the Group had the following:

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Entity controlled by the controlling share-holder:		
Sales to related parties	**5,690**	9,471
Purchases from related parties	**24,045**	7,195
Purchases from associates	**—**	4,997
Rental expenses	**130**	163
Total	**29,865**	21,826
Mr. Huang Haixiao:		
Rental expenses	**320**	320

b) Outstanding balances with related parties:

	30 June	31 December
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Due to related parties	**4,733**	5,155
Due from related parties	**5,838**	1,219

c) Key management personnel

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Other emoluments:		
Salaries, allowances and benefits in kind	**2,779**	2,740
Pension scheme contributions	**291**	260
	3,070	3,000

There were no arrangements under which a director or the chief executive waived or agreed to waive any remuneration during the six months ended 30 June 2025 and 2026.

d) As disclosed in note 17, the Group's interest-bearing bank borrowings of RMB99,679,000 (31 December 2025: RMB97,134,000) were guaranteed by Mr. Huang Haixiao at no cost.