Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

奧威控股
AOWEI HOLDING LIMITED

AOWEI HOLDING LIMITED
奧 威 控 股 有 限 公 司

(incorporated in the British Virgin Islands and continued in the Cayman Islands with limited liability)
(Stock Code: 1370)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

FINANCIAL HIGHLIGHTS

The revenue of the Group for the Reporting Period was approximately RMB310.4 million, representing an increase of approximately RMB37.3 million or 13.7% as compared with the corresponding period last year.

The Group's gross profit for the Reporting Period was approximately RMB50.5 million, representing an increase of approximately RMB45.7 million or 952.1% as compared with the corresponding period last year; the Group's gross profit margin for the Reporting Period was approximately 16.3%.

The Group recorded loss attributable to equity shareholders of the Company of approximately RMB12.4 million for the Reporting Period, as compared to loss of approximately RMB75.6 million for the corresponding period last year.

The basic loss per share attributable to equity shareholders of the Company for the Reporting Period was RMB0.01 per share, as compared to the basic loss per share of RMB0.05 per share for the corresponding period of last year.

The Board of the Company does not recommend the payment of any interim dividend for the Reporting Period.

The board (the "**Board**") of directors (the "**Directors**") of Aowei Holding Limited (the "**Company**") is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2026 (the "**Reporting Period**"), together with the comparative figures for the corresponding period in 2025, as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the six months ended 30 June 2026

	Notes	Six months ended 30 June 2026 RMB'000 (Unaudited)	Six months ended 30 June 2025 RMB'000 (Unaudited)
Revenue	4	**310,362**	273,140
Cost of sales		**(259,870)**	(268,296)
Gross profit		**50,492**	4,844
Other income, gains and losses, net	6	**3,498**	5,861
Distribution expenses		**(334)**	(554)
Administrative expenses		**(44,602)**	(51,827)
Reversal of impairment losses (impairment losses) under expected credit loss model, net	7	**3,997**	(8,542)
Finance costs	8	**(25,045)**	(27,941)
Loss before tax		**(11,994)**	(78,159)
Income tax (expenses) credit	9	**(440)**	2,535
Loss for the period	10	**(12,434)**	(75,624)
Other comprehensive income (expense) for the period			
Item that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of foreign operations		**141**	(40)
Total comprehensive expense for the period		**(12,293)**	(75,664)
Loss per share in RMB	12		
Basic		**(0.01)**	(0.05)
Diluted		**N/A**	N/A

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
At 30 June 2026

	Notes	At 30 June 2026 RMB'000 (Unaudited)	At 31 December 2025 RMB'000 (Audited)
Non-current assets			
Property, plant and equipment	*13*	**768,792**	792,178
Construction in progress	*14*	**66,347**	57,731
Intangible assets		**33,308**	36,327
Equity instruments at fair value through other comprehensive income ("**FVTOCI**")		**66,361**	66,361
Pledged bank deposits		**60,000**	–
Trade and other receivables	*15*	**18,867**	11,850
Deferred tax assets		**150,166**	148,070
		1,163,841	1,112,517
Current assets			
Inventories		**76,455**	90,320
Trade and other receivables	*15*	**199,371**	171,468
Pledged bank deposits		**10,000**	173,400
Restricted bank balances		**23,313**	21,090
Cash and cash equivalents		**2,902**	37,124
		312,041	493,402
Current liabilities			
Trade and other payables	*16*	**178,418**	178,589
Contract liabilities		**18,887**	49,826
Bank borrowings		**528,000**	675,950
Tax payable		**11,646**	11,323
Deferred income		**1,360**	1,360
Provision for reclamation obligations		**7,692**	7,038
		746,003	924,086
Net current liabilities		**(433,962)**	(430,684)
Total assets less current liabilities		**729,879**	681,833

	At 30 June 2026 *RMB'000* (Unaudited)	At 31 December 2025 *RMB'000* (Audited)
Non-current liabilities		
Bank borrowings	**254,000**	193,050
Deferred income	**11,680**	12,360
Provision for reclamation obligations	**21,710**	21,641
	287,390	227,051
Net assets	**442,489**	454,782
Capital and reserves		
Share capital	**131**	131
Reserves	**442,358**	454,651
Total equity	**442,489**	454,782

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2026

1. GENERAL INFORMATION

Aowei Holding Limited (the "**Company**") was incorporated in the British Virgin Islands on 14 January 2011 and redomiciled to the Cayman Islands on 23 May 2013 as an exempted company with limited liability under the Companies Law, Chapter 22 (2012 Revision, as consolidated and revised) of the Cayman Islands. The Company and its subsidiaries (together the "**Group**") are principally engaged in (i) the exploration, mining, processing and trading of iron ore products and major products including iron ores, preliminary concentrates and iron ore concentrates; (ii) the production and sales business of the green construction materials construction sand and gravel materials by recycling tailings and solid wastes in the People's Republic of China (the "**PRC**"). The registered address of the Company is located at P.O. Box 309, Ugland House Grand Cayman KY1-1104, Cayman Islands. The principal place of business of the Company is located at 40th Floor, Dah Sing Financial Centre, No. 248 Queen's Road East, Wanchai, Hong Kong.

Pursuant to a group reorganisation (the "**Reorganisation**"), the Company became the holding company of the companies now comprising the Group for the public listing of the Company's shares on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"). Details of the Reorganisation are set out in the prospectus of the Company dated 18 November 2013. The Company's shares were listed on the Stock Exchange on 28 November 2013.

Items included in the financial information of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates. The functional currency of the Company is Hong Kong dollars ("**HK$**"). The Company's primary subsidiaries were incorporated in the PRC and these subsidiaries considered Renminbi ("**RMB**") as their functional currency. As the major operations of the Group are within the PRC, the Group determined to present its consolidated financial statements in RMB.

As at 30 June 2026, the directors of the Company (the "**Directors**") considered the immediate parent and ultimate controlling party of the Group to be Hengshi International Investments Limited, a company incorporated in the British Virgin Islands, and Mr. Li Yanjun and Mr. Li Ziwei, respectively.

2. BASIS OF PREPARATION

The unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2026 have been prepared in accordance with International Accounting Standard ("**IAS**") 34 *Interim Financial Reporting* issued by the International Accounting Standards Board ("**IASB**") as well as the applicable disclosure requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**"). The interim condensed consolidated financial information 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 consolidated financial statements for the year ended 31 December 2025.

The Directors have, at the time of approving the unaudited condensed consolidated financial statements, a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the unaudited condensed consolidated financial statements.

As stated in the condensed consolidated financial statements, the Group incurred a loss of approximately RMB12,434,000 for the six months ended 30 June 2026 and, as of that date, the Group's current liabilities exceeded its current assets by approximately RMB433,962,000, and the Group's borrowings due within one year amounted to approximately RMB528,000,000 and has capital commitments of approximately RMB334,000, while its cash and cash equivalents amounted to approximately RMB2,902,000 only. These events or conditions indicate the existence of material uncertainties which may cast significant doubt about the Group's ability to continue as a going concern.

In view of such circumstances, the Directors have given careful consideration to the future liquidity and performance of the Group and its available sources of financing in assessing whether the Group will have sufficient financial resources to continue as a going concern after taking into consideration the followings:

(1) The Group will actively negotiate with the banks for the renewal of the Group's bank borrowings when they fall due in order to secure necessary funds to meet the Group's working capital and financial requirements in the foreseeable future. In the opinion of the Directors, the Group will be able to roll over or refinance the bank borrowings upon their maturity;

(2) To pledge the non-current assets for new banking facilities, if necessary; and

(3) The executive director, Mr. Li Yanjun who is also the chairman and ultimate controlling party of the Company has undertaken to provide adequate funds to enable the Group to meet its liabilities and to settle financial obligations to third parties as and when they fall due. If necessary, Mr. Li Yanjun will use the properties and land, in which he is the beneficiary owner, as collateral for bank loans to provide financial support to the Group.

Accordingly, the Directors consider that it is appropriate to prepare the condensed consolidated financial statements on a going concern basis.

3. PRINCIPAL ACCOUNTING POLICIES

The unaudited condensed consolidated financial statements have been prepared on the historical cost basis, except for certain financial instruments, which are measured at fair values, as appropriate.

Other than additional/change in accounting policies resulting from application of amendments to IFRS Accounting Standards, and application of certain accounting policies which became relevant to the Group in the current interim period, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those presented in the Group's annual consolidated financial statements for the year ended 31 December 2025.

Application of amendments to IFRS Accounting Standards

In the current interim period, the Group has applied the following amendments to IFRS Accounting Standards issued by the IASB, for the first time, which are mandatorily effective for the Group's annual period beginning on or after 1 January 2026 for the preparation of the Group's condensed consolidated financial statements:

Amendments to IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to IFRS 9 and IFRS 7	Amendments to Contracts Referencing Nature – dependent Electricity
Amendments to IFRS Accounting Standards	Annual Improvements to IFRS Accounting Standards – Volume 11

The application of the amendments to IFRS Accounting Standards in the current interim period has had no material impact on the Group's financial positions and performance for the current and prior periods and/or on the disclosures set out in these unaudited condensed consolidated financial statements.

4. REVENUE FROM CONTRACT WITH CUSTOMERS

Disaggregation of revenue from contracts with customers

For the six months ended 30 June 2026 (unaudited)

	Mining segment
	RMB'000
Types of goods	
Iron ore concentrates	**265,810**
Gravel materials	**44,552**
Total	**310,362**
Geographical markets	
The PRC	**310,362**
Timing of revenue recognition	
A point in time	**310,362**

For the six months ended 30 June 2025 (unaudited)

	Mining segment
	RMB'000
Types of goods	
Iron ore concentrates	239,038
Gravel materials	34,102
Total	273,140
Geographical markets	
The PRC	273,140
Timing of revenue recognition	
A point in time	273,140

5. OPERATING SEGMENTS

Information reported to the Directors, being the chief operating decision maker (the "**CODM**"), for the purposes of resource allocation and assessment of segment performance focuses on types of goods delivered. No operating segments identified by the CODM have been aggregated in arriving at the reportable segments of the Group.

Specifically, the Group's reportable segments under IFRS 8 *Operating Segments* are as follows:

– Mining segment: the exploration, mining, processing and trading of iron ore products and major products including iron ores, preliminary concentrates and iron ore concentrates and the production and sales business of the green construction materials, construction sand and gravel material by recycling tailings and solid wastes.

Since this is the only reportable and operating segment of the Group, no further analysis thereof is presented. All the revenue of the Group are generated from mining segment for the six months ended 30 June 2026 and 30 June 2025. No other discrete financial information is provided other than the Group's results and financial position as a whole.

6. OTHER INCOME, GAINS AND LOSSES, NET

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Gain (loss) on disposal of property, plant and equipment	**39**	(8)
Loss on written-off of property, plant and equipment	**(4)**	(31)
Government grant	**680**	640
Interest income	**143**	2,260
Dividends from equity instruments at FVTOCI	**2,640**	3,000
	3,498	5,861

7. REVERSAL OF IMPAIRMENT LOSSES (IMPAIRMENT LOSSES) UNDER EXPECTED CREDIT LOSS MODEL, NET

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Reversal of impairment losses on:		
Trade receivables	**9,671**	4,982
Other receivables	**–**	934
Impairment losses on:		
Trade receivables	**(5,674)**	(14,458)
	3,997	(8,542)

The basis of determining the inputs and assumptions and the estimation techniques used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025.

8. FINANCE COSTS

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Interest expenses on:		
– Bank borrowings	**23,814**	26,557
– Discounted bills	**293**	457
Unwinding interest expenses on:		
– Provision for reclamation obligations	**938**	927
	25,045	27,941

9. INCOME TAX (EXPENSES) CREDIT

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Current tax:		
Provision for the period	**(3,162)**	–
Overprovision in prior years		
PRC Enterprise Income Tax	**625**	2,395
Deferred tax		
Current period	**2,097**	140
	(440)	2,535

10. LOSS FOR THE PERIOD

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Loss for the period has been arrived at after charging:		
Staff costs (include directors' and chief executive's emoluments):		
– Salaries and other benefits in kind	**28,107**	29,756
– Retirement benefits scheme contributions	**2,897**	2,992
– Redundancy cost	**237**	802
Total staff costs	**31,241**	33,550
Capitalised in inventories	**(18,435)**	(17,591)
	12,806	15,959
Transportation service fees	**42,162**	60,903
Capitalised in inventories	**(41,828)**	(60,349)
	334	554
Depreciation of property, plant and equipment (exclude right-of-use assets)	**35,231**	43,856
Depreciation of right-of-use assets	**3,651**	4,537
Amortisation of intangible asset	**3,019**	4,405
Total depreciation and amortisation	**41,901**	52,798
Capitalised in inventories	**(33,872)**	(44,656)
	8,029	8,142
Cost of inventories recognised as an expense	**253,396**	266,488

11. DIVIDENDS

No dividends were paid, declared or proposed during the interim period (six months ended 30 June 2025: Nil). The Directors have determined that no dividend will be paid in respect of the interim period.

12. LOSS PER SHARE

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

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Loss for the purpose of basic loss per share	**(12,434)**	(75,624)

	Six months ended 30 June	
	2026	2025
	'000	*'000*
	(Unaudited)	(Unaudited)
Number of shares		
Weighted average number of ordinary shares for the purpose of basic loss per share	**1,635,330**	1,635,330

No diluted loss per share for both six months ended 30 June 2026 and 2025 were presented as there were no potential ordinary shares in issue for both six months ended 30 June 2026 and 2025.

13. PROPERTY, PLANT AND EQUIPMENT

(a) Right-of-use assets

Lease prepayments comprise interests in leasehold land held for own use under operating leases located in the PRC, with original lease periods for 5 to 50 years. Up to the date of issue of these condensed consolidated financial statements, the Group is still in the process of applying for the title certificates of certain of its leasehold land with a carrying amount of approximately RMB51,499,000 (31 December 2025: approximately RMB41,437,000). The Directors are of the opinion that the Group is entitled to lawfully and validly occupy or use of the above-mentioned properties and leasehold land.

(b) Property, plant and equipment (included right-of-use assets)

During the six months ended 30 June 2026, the Group acquired of property, plant and equipment (including right-of-use assets) with a cost of approximately RMB15,419,000 (six months ended 30 June 2025: approximately RMB26,872,000) and the depreciation of property, plant and equipment (including right-of-use assets) charged for the six months ended 30 June 2026 was approximately RMB38,882,000 (six months ended 30 June 2025: approximately RMB48,393,000).

During the six months ended 30 June 2026, the Group has written-off of property, plant and equipment with an aggregate carrying amount of approximately RMB4,000 (six months ended 30 June 2025: RMB31,000), resulting in a loss on written-off of approximately RMB4,000 (six months ended 30 June 2025: RMB31,000).

During the six months ended 30 June 2026, the Group disposed of property, plant and equipment with an aggregate carrying amount of approximately RMB23,000 (six months ended 30 June 2025: RMB124,000) for proceeds of approximately RMB62,000 (six months ended 30 June 2025: RMB116,000), resulting in a gain on disposal of approximately RMB39,000 (six months ended 30 June 2025: loss on disposal RMB8,000).

The Group's property, plant and equipment are substantially located in the PRC. As at 30 June 2026, the Group had not obtained title certificates of certain of its buildings and plants with an aggregate carrying amount of approximately RMB204,665,000 (31 December 2025: approximately RMB211,800,000). The Directors are of the opinion that the Group is entitled to lawfully and validly occupy or use of the above-mentioned properties.

14. CONSTRUCTION IN PROGRESS

During the six months ended 30 June 2026, additions of construction in progress of the Group, representing mainly the green mines building costs, processing plant, machinery and equipment under construction and installation amounted to approximately RMB8,720,000 (six months ended 30 June 2025: RMB3,001,000).

15. TRADE AND OTHER RECEIVABLES

	At 30 June 2026	At 31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Trade receivables	**151,231**	135,853
Less: Allowance for credit losses	**(35,906)**	(39,903)
Total trade receivables, net *(Note (a))*	**115,325**	95,950
Bills receivables *(Note (b))*	**–**	3,000
Prepayments and deposits *(Note (c))*	**98,831**	80,398
Other receivables	**6,433**	6,321
	105,264	86,719
Less: Allowance for credit losses	**(2,351)**	(2,351)
Total other receivables, net	**102,913**	84,368
Prepayments classified as non-current assets	**(18,867)**	(11,850)
Other receivables, net	**84,046**	72,518
Trade and other receivables, net, classified as current assets	**199,371**	171,468

Notes:

(a) Ageing analysis

Under certain circumstances, a credit period of up to one year is granted to customers that have a good track record with the Group and in good credit condition.

The following is an aged analysis of trade receivables net of allowance for credit losses, presented based on the invoice date:

	At 30 June 2026	At 31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
0 to 30 days	**16,379**	4,748
31 to 90 days	**14,422**	13,737
91 to 180 days	**14,687**	18,867
181 to 365 days	**34,712**	22,775
More than 1 year	**35,125**	35,823
	115,325	95,950

(b) As at 31 December 2025, total bills receivable amounting to approximately RMB3,000,000 are held by the Group for future settlement of trade receivables. The Group continues to recognise their full carrying amounts at the end of the reporting period.

(c) Prepayments and deposits mainly represent advance payments made to the following Group's transportation service providers.

	At 30 June 2026	At 31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Laiyuan County Huiguang Logistics Co., Ltd*	**2,775**	6,601
Laiyuan County Ao Tong Transportation Co., Ltd.*	**–**	4,790
Laiyuan County Rui Tong Transportation Co., Ltd.*	**36,050**	18,343
	38,825	29,734

* *For identification purpose only*

16. TRADE AND OTHER PAYABLES

	At 30 June 2026 *RMB'000* (Unaudited)	At 31 December 2025 *RMB'000* (Audited)
Trade payables *(Note)*	**87,007**	85,578
Bills payables	**20,000**	20,000
Other taxes payables	**11,630**	13,195
Payables for construction work, equipment purchase and others	**30,830**	33,251
Interest payables	**1,850**	1,618
Other payables	**27,101**	24,947
	178,418	178,589

Note:

The following is an aged analysis of trade payables, presented based on the invoice date:

	At 30 June 2026 *RMB'000* (Unaudited)	At 31 December 2025 *RMB'000* (Audited)
0 to 30 days	**25,294**	22,464
31 to 90 days	**9,733**	13,724
91 to 180 days	**8,120**	9,257
181 to 365 days	**8,652**	5,886
Over 365 days	**35,208**	34,247
	87,007	85,578

MANAGEMENT DISCUSSION AND ANALYSIS

IRON ORE BUSINESS

Market Review

In the first half of 2026, the domestic iron ore market recorded a broad volatile trend of rising initially and falling afterwards, with an overall loose supply-demand balance. Price movements were jointly affected by multiple factors, including changes in international supply, shipping costs, domestic steel consumption demand and industrial regulatory policies.

During the early stage of the Reporting Period, shipments from major global mines tightened periodically. International geopolitical tensions pushed up global oil prices and shipping freight rates, forming solid cost support for iron ore prices. Meanwhile, improving domestic macroeconomic sentiment and a phase-up recovery in steel export demand lifted market confidence, driving iron ore prices to trend higher amid volatility. According to public statistics, the Platts 62% Iron Ore Index reached a peak of USD112.35 per ton in the Reporting Period.

In the mid-to-late period of the Reporting Period, the market supply-demand fundamentals weakened, and iron ore prices trended downwards with continuous fluctuations. On the supply side, shipments from major overseas mines rose steadily and new production capacity from secondary mines continued to ramp up, leading to ample global iron ore supply and sustained high inventory levels at domestic ports. On the demand side, the continued implementation of domestic crude steel output control policies, coupled with sluggish end-market steel demand from the real estate and manufacturing sectors, squeezed steel mill margins and reduced hot metal output, resulting in a continuous contraction in iron ore procurement demand. As international geopolitical risks eased and oil prices and shipping costs retreated, the fundamental support for iron ore prices further weakened. Affected by the above factors, the Platts 62% Iron Ore Index dropped to a trough of USD96.85 per ton during the Reporting Period.

Overall, the iron ore market witnessed relatively mild volatility in the first half of 2026, characterised by obvious supply surplus. The overall price centre moved down compared with the same period in 2025. The future market trend will be primarily determined by the recovery of domestic end-user demand and the direction of industrial regulatory policies.

Business Review

The macroeconomic environment remained challenging in the first half of 2026. The iron ore market faced overall ample supply and weakening prices amid fluctuations, while the recovery of downstream end-market demand fell short of expectations. Coupled with the continuous implementation of crude steel regulatory policies, operational pressures across the industry persisted. In response to the complex market conditions, the Group continued to deepen its cost reduction and efficiency enhancement initiatives and adhered to prudent operational principles. Through optimising internal management structures, upgrading production technologies and processes, and implementing refined operational management, the Group effectively reduced operating expenditures, improved production and operational efficiency, and further strengthened risk management and control capabilities, thereby safeguarding the stable operational performance of the Group.

The Group recorded a loss for the Reporting Period; however, the loss narrowed significantly compared with the corresponding period of last year. This was mainly attributable to the increase in the selling price of iron-ore concentrates during the Reporting Period, as well as the Group's continuous enhancement of cost control by cutting various expenditures including raw material procurement and transportation costs, which led to a rise in gross profit margin. During the Reporting Period, the Group produced approximately 359.4 thousand tonnes of iron-ore concentrates, representing an increase of about 9.8% as compared with the corresponding period of last year. Sales volume of iron-ore concentrates achieved for the Reporting Period stood at approximately 358.2 thousand tonnes, an increase of around 7.6% over the corresponding period of last year. The average selling price of iron-ore concentrates was approximately RMB742.1 per tonne, representing an increase of about 3.3% compared with the corresponding period of last year. For the Reporting Period, the Group's iron ore business generated revenue of approximately RMB265.8 million, representing an increase of about 11.2% over the corresponding period of last year.

The following table sets forth a breakdown of the production and sales volume of each of the operating subsidiaries of the Group:

	Six months ended 30 June Output (Kt)			**Six months ended 30 June Sales Volume (Kt)**			**Six months ended 30 June Average Sales Price (RMB)**		
The Group	**2026**	2025	% of change	**2026**	2025	% of change	**2026**	2025	% of change
Jiheng Mining	**–**	–	–	**–**	–	–	**–**	–	–
Jingyuancheng Mining	**359.43**	327.50	9.8%	**358.18**	332.75	7.6%	**742.11**	718.37	3.3%
Iron ore concentrates **Total**	**359.43**	327.50	9.8%	**358.18**	332.75	7.6%	**742.11**	718.37	3.3%

Notes:

(1) Jiheng Mining has suspended mining due to the depletion of open-pit iron mining resources.

(2) The TFe grade of iron ore concentrates sold by Jingyuancheng Mining was 66%.

MINES IN OPERATION

Wang'ergou Mine and Shuanmazhuang Mine

Wang'ergou Mine and Shuanmazhuang Mine, which are both wholly-owned and operated by our wholly-owned subsidiary, Jingyuancheng Mining, are located in Zoumayi Village, Laiyuan County, the PRC. The areas covered by the mining licenses for Wang'ergou Mine and Shuanmazhuang Mine are 1.5287 sq.km. and 2.1871 sq.km., respectively. Wang'ergou Mine and Shuanmazhuang Mine have comprehensive basic infrastructure such as water, electricity and highway. As of 30 June 2026, the aggregate annual mining capacity of Wang'ergou Mine and Shuanmazhuang Mine was 14.0 Mtpa, and the dry processing capacity and wet processing capacity were 17.6 Mtpa and 3.5 Mtpa, respectively.

During the Reporting Period, Wang'ergou Mine and Shuanmazhuang Mine had not conducted new exploration activities, and had no new exploration expenses.

The following table sets forth a breakdown of the production of Wang'ergou Mine and Shuanmazhuang Mine:

Items	Unit	Six months ended 30 June **2026**	2025	% of change
Mine				
Of which: raw ores	Kt	**4,318.62**	5,677.22	-23.9%
Stripping in production	Kt	**1,967.75**	2,839.92	-30.7%
Stripping ratio in production	t/t	**0.46**	0.50	-8.0%
Dry processing				
Raw ore feed	Kt	**5,216.92**	5,602.43	-6.9%
Preliminary concentrates output	Kt	**878.05**	953.39	-7.9%
Raw ore feed/preliminary concentrates output	t/t	**5.94**	5.88	1.0%
Wet processing				
Preliminary concentrates feed	Kt	**1,179.23**	1,157.31	1.9%
Iron ore concentrates output	Kt	**359.43**	327.50	9.7%
Preliminary concentrates feed/iron ore concentrates output	t/t	**3.28**	3.53	-7.1%

The following table sets forth a breakdown of the average unit cash operating costs of the iron ore concentrates of Wang'ergou Mine and Shuanmazhuang Mine:

Unit: RMB per ton	Six months ended 30 June **2026**	2025	% of change
Mining costs	**251.19**	314.64	-20.2%
Dry processing costs	**117.38**	115.73	1.4%
Wet processing costs	**93.24**	129.21	-27.8%
Administrative expenses	**71.49**	73.80	-3.1%
Distribution expenses	**–**	–	–
Taxation	**29.71**	30.05	-1.1%
Total	**563.01**	663.43	-15.1%

During the Reporting Period, the average unit cash operating cost of iron-ore concentrates from the Wang'ergou Mine and Shuanmazhuang Mine decreased compared with the corresponding period of last year. This was mainly due to the combined effect of the Group's continuous strengthening of cost control during the Reporting Period, the reduction in various expenditures such as raw material procurement and transportation in the mining and wet-processing segments, lower staff compensation under administrative expenses, and a higher dry-processing ratio in the dry-processing segment.

Green Construction Materials – Construction Sand and Gravel Materials Business

The Company adheres to the national concept of "Ecological Priority and Green Development" and takes "Solid Waste Recycling, Ecological Restoration and Industrial Extension" as the development direction. The Company makes full use of its own abundant and high-quality solid waste resources, actively promotes the comprehensive utilisation of solid waste through advanced and excellent process equipment, and carries out the green construction materials, sand and gravel materials business.

As of 30 June 2026, the total treatment capacity of the Group's solid waste comprehensive utilisation projects was approximately 6.4 Mtpa, of which the treatment capacity of the solid waste comprehensive utilisation project of Jiheng Mining was 3.7 Mtpa; the treatment capacity of the solid waste comprehensive utilisation project of Jingyuancheng Mining was approximately 2.7 Mtpa.

The following is a breakdown of the Group's production and sales of sand and gravel materials:

The Group	As of 30 June Output (Kt)			As of 30 June Sales volume (Kt)			As of 30 June Average sales price (RMB)			As of 30 June Average unit cash operating costs (RMB)		
	2026	2025	% of change	**2026**	2025	% of change	**2026**	2025	% of change	**2026**	2025	% of change
Sand and gravel materials	**1,853.40**	1,037.60	78.6%	**1,941.99**	1,258.57	54.3%	**22.06**	25.95	-15.0%	**22.28**	20.49	8.7%

Both production and sales volumes of sand and gravel material recorded a substantial increase during the Reporting Period as compared with the corresponding period of last year. This was mainly attributable to the return to normal operations of the sand and gravel material business of Jiheng Mining, resulting in higher production and sales volumes over the past six months. During the Reporting Period, the average cash operating cost of the Group's sand and gravel material increased compared with the corresponding period of last year, which was primarily due to higher unit costs for electricity and materials during the Reporting Period.

SAFETY AND ENVIRONMENTAL PROTECTION

The Group has always incorporated employees' occupational health and safety as well as green-low-carbon development into its core operation and management system. It strictly abides by national and local laws, regulations and regulatory requirements on work safety, occupational health, ecological environmental protection, energy consumption and emission reduction. Upholding the core targets of "zero fatality, zero serious injury and zero major environmental incident", the Group implements the management guideline of "safety first, prevention foremost and comprehensive governance". During the Reporting Period, the Group kept optimising its work-safety and occupational-health management system, strengthened risk control across the full-range operational workflows of mines, delivered solid safety training and emergency response drills, comprehensively enhanced practitioners' safety protection awareness and standard operation competency, and effectively safeguarded the operational safety, physical and mental well-being of employees and business partners. In the meantime, aligned with the standards for green mine development, the Group continuously improved its environmental and carbon emission management system. It exercised dynamic environmental risk control covering the whole process of mining exploitation, production and operation, standardised the treatment and resource utilisation of the three types of wastes, scaled up investment in technical transformation for energy conservation and emission reduction, proactively rolled out ecological restoration and low-carbon operation initiatives, and effectively mitigated the ecological-environmental impacts arising from production and business activities. The Group strives to achieve coordinated high-quality development featuring safe production, green and low-carbon growth.

During the Reporting Period, the Group's production and operations proceeded in a stable and orderly manner, with no major safety or environmental incidents recorded.

FINANCIAL REVIEW

Revenue

The Group's revenue for the Reporting Period was approximately RMB310.4 million, representing an increase of approximately RMB37.3 million or 13.7% compared with the corresponding period of last year. The increase in revenue was mainly attributable to the combined effect of higher sales volume and selling price of the Group's iron-ore concentrates, as well as higher sales volume offset by lower selling price of sand and gravel material during the Reporting Period.

Cost of Sales

The Group's cost of sales for the Reporting Period amounted to approximately RMB259.9 million, representing a decrease of approximately RMB8.4 million or 3.1% compared with the corresponding period of last year. The decrease in cost of sales was mainly attributable to the combined effect of higher sales volumes of the Group's iron-ore concentrates and sand and gravel material, as well as lower unit cost of sales for iron-ore concentrates during the Reporting Period.

Gross Profit and Gross Profit Margin

The Group's gross profit for the Reporting Period was approximately RMB50.5 million, representing an increase of approximately RMB45.7 million compared with the corresponding period of last year. The increase in gross profit was mainly attributable to the rise in selling price of the Group's iron-ore concentrates, as well as the Group's continuous enhancement of cost control to cut various expenditures including raw material procurement and transportation during the Reporting Period. The gross profit margin stood at approximately 16.3%, representing an increase of about 14.5 percentage points as compared with the corresponding period of last year.

Distribution Expenses

The Group's distribution expenses for the Reporting Period were approximately RMB0.3 million, representing a decrease of approximately RMB0.3 million as compared with the corresponding period of last year, which was mainly due to the decrease in transportation costs generated by the replacement of sand and gravel materials products in the mining area of the Group during the Reporting Period.

Administrative Expenses

The Group's administrative expenses for the Reporting Period were approximately RMB44.6 million, representing a decrease of approximately RMB7.2 million or 13.9% as compared to the corresponding period of last year, which was mainly attributable to the reduction in shutdown-related losses and intermediary institution fees charged under the Group's administrative expenses during the Reporting Period.

Finance Costs

The Group's finance costs for the Reporting Period were approximately RMB25.0 million, representing a decrease of approximately RMB2.9 million or 10.4% as compared with the corresponding period of last year, which was mainly due to the decrease in the average balance of the Group's bank borrowings during the Reporting Period as compared to the corresponding period last year. Finance costs consist of interest expenses on bank borrowings and other finance expenses.

Income Tax Expense

The Group's income tax expense for the Reporting Period were approximately RMB0.4 million, while the income tax credit for the corresponding period of last year were approximately RMB2.5 million. The income tax expense comprises the sum of current tax and deferred tax, which included a reduction in over-provision for current tax in prior year approximately RMB0.6 million and deferred tax of approximately RMB2.1 million.

Total Loss of the Group for the Period

The Group recorded a loss after tax of approximately RMB12.4 million for the Reporting Period, representing a reduction in loss of approximately RMB63.2 million compared with the corresponding period of last year. Although the Group still recorded a loss for the Reporting Period, the loss narrowed significantly as compared with the corresponding period of last year.

This was mainly attributable to the rise in the selling price of iron-ore concentrates during the Reporting Period, the Group's continuous enhancement of cost control to cut various expenditures including raw material procurement and transportation, which drove an increase in gross profit margin; the gradual recovery of the sand and gravel material business of Jiheng Mining with higher production and sales volumes over the past six months; as well as the net impairment loss (net of write-backs) under the Group's expected credit loss model turning from a substantial provision in the corresponding period of last year to an impairment write-back in the current period.

Property, Plant and Equipment

The net carrying value of the Group's property, plant and equipment amounted to approximately RMB768.8 million as of 30 June 2026, representing a decrease of approximately RMB23.4 million or 3.0% as compared with the end of last year, which was mainly due to the depreciation of property, plant, and equipment.

Construction in Progress

Construction in progress of the Group amounted to approximately RMB66.3 million as of 30 June 2026, representing an increase of approximately RMB8.6 million as compared with the end of last year.

Intangible Assets

Intangible assets of the Group mainly include mining rights and related premium paid to obtain the mining rights. As of 30 June 2026, the net value of the Group's intangible assets was approximately RMB33.3 million, representing a decrease of approximately RMB3.0 million as compared with the end of last year.

Inventories

Inventories of the Group amounted to approximately RMB76.5 million as of 30 June 2026, representing a decrease of approximately RMB13.8 million or 15.3% as compared with the end of last year, which was mainly due to the decrease in the amount of iron ore, preliminary concentrates and raw material inventories during the Reporting Period.

Trade and Other Receivables

The Group's trade and bills receivables amounted to approximately RMB115.3 million as of 30 June 2026, representing an increase of approximately RMB16.3 million as compared with the end of last year, which was mainly due to the increase in credit sales during the credit period. The Group's other receivables amounted to approximately RMB102.9 million as of 30 June 2026, representing an increase of approximately RMB18.5 million as compared with the end of last year, which was mainly due to the increase in prepayments.

Trade and Other Payables

The Group's trade and bills payables amounted to approximately RMB107.0 million as of 30 June 2026, representing an increase of approximately RMB1.4 million as compared with the end of last year, which was mainly due to the increase in trade payables to main suppliers. The Group's other payables amounted to approximately RMB71.4 million as of 30 June 2026, representing a decrease of approximately RMB1.6 million as compared with the end of last year, which was mainly due to the combined effect of a decrease in taxes payable and an increase in the amount of accrued payments during the Reporting Period.

Cash and Borrowings

As of 30 June 2026, the cash and cash equivalents balances of the Group amounted to approximately RMB2.9 million, representing a decrease of approximately RMB34.2 million as compared with the end of last year. As of 30 June 2026, bank borrowings of the Group was approximately RMB782.0 million, representing a decrease of approximately RMB87.0 million or 10.0% as compared to the end of last year. The interest rates of the borrowings as of 30 June 2026 ranged from 2.8% to 6.5% per annum. Of which, borrowings of RMB528.0 million are classified as current liabilities of the Group, and borrowings of RMB254.0 million are classified as non-current liabilities of the Group.

Save as disclosed above, the Group has no outstanding mortgages, pledges, bonds or other loan capital (issued or agreed to be issued), bank overdrafts, borrowings, acceptance liabilities or other similar liabilities, hire purchase and finance lease commitments, or any guarantees or other material contingent liabilities. The Directors have confirmed that there was no material change in the liabilities and contingent liabilities of the Group since 30 June 2026 and up to the date of this announcement.

As of 30 June 2026, the overall financial status of the Group remained in a good condition.

Gearing Ratio

The gearing ratio of the Group was approximately 53.0% as of 30 June 2026, representing a decrease of approximately 1.1 percentage points as compared to the end of last year. The gearing ratio was calculated as total bank borrowings divided by total assets.

Capital Commitment

At 30 June 2026, the total capital commitments of the Group amounted to approximately RMB0.3 million (31 December 2025: approximately RMB1.2 million).

Interest Rate Risk and Foreign Currency Risk

The fair value interest rate risk of the Group is primarily related to bank borrowings. Most of the bank borrowings of the Group are due within one to three years. Therefore their fair value interest rate risk is low. The Company currently does not have an interest rate hedging policy. However, the management of the Group monitors interest rate exposure and will consider to hedge significant interest rate exposure if necessary.

The principal business of the Group is located in the PRC and the principal operation and transactions are carried out in RMB. Substantially all of the assets and liabilities of the Group are denominated in RMB. Since RMB is not freely convertible, the Chinese government may take actions to affect the exchange rate exposure, which may affect the Group's net assets, earnings and any dividends it declares if such dividends are translated into foreign currency. The Group had no hedging in respect of the exchange rate risk.

Significant Acquisitions and Disposals of Subsidiaries, Affiliated Companies and Joint Ventures

The Group did not have any significant acquisition and disposal of subsidiaries, affiliated companies and joint ventures for the Reporting Period.

Pledge of Assets and Contingent Liabilities

As of 30 June 2026, the Group's bank borrowings of RMB782 million were secured by the Group's mining rights, right-of-use assets (land use right), properties and equipment, trade receivables, bank deposit, the land use rights, the raw material of gravels and properties of a related party of the Group, and collectively secured by land use rights and properties of third parties and a related party and directors of the Company, respectively.

Save for those disclosed in this announcement, the Group had no material contingent liabilities as of 30 June 2026.

Future Plan and Outlook

Looking ahead to the second half of 2026, the global macroeconomic landscape will continue to be clouded by significant uncertainties. The Group's core businesses cover iron ore and sand and gravel material segments. The iron ore market is expected to maintain its operating pattern of "loose supply, weak demand recovery and wide price volatility". New production capacity from international mines will continue to be released, resulting in ample overall market supply. Meanwhile, the regulation of domestic crude steel output has become normalized. The recovery of steel demand from downstream real estate and infrastructure sectors will remain moderate, coupled with heightened volatility in end-market demand from the manufacturing industry, posing ongoing operational challenges for the iron ore business. For the sand and gravel material business, the second half of 2026 will mark a peak construction period for major projects in Xiongan New Area. Key transportation infrastructure including the Xiongxin High-speed Railway and the Xiongan–Daxing Airport Express will accelerate implementation, alongside the full advancement of university relocation projects, urban supporting facilities, livelihood renovation initiatives and industrial park developments. These developments will drive a phased increase in rigid regional demand for sand and gravel material. The Group will fully capitalise on regional construction opportunities, further develop its sand and gravel material business, and leverage its superior resource endowments and regional market advantages to continuously consolidate its market share in the core Xiongan region and drive steady growth in the sand and gravel material segment.

Faced with the complex and evolving macro environment and industry trends, the Group will adhere to the core strategies of prudent operation and high-quality development. Closely following national industrial policies and regional market dynamics, the Group will focus on its core businesses, pursue quality and efficiency improvement, stabilise financial operations and mitigate risks, so as to comprehensively consolidate the foundation for operational development. Operationally, the Group will further improve its cost reduction and efficiency enhancement system, optimise production and operation models, upgrade core production processes, fully tap internal cost-saving potential, and steadily improve production efficiency and profitability. It will also strengthen forward-looking analysis of macroeconomic and regional industry trends, closely monitor changes in regional demand and market prices, and flexibly adjust sales strategies. By consolidating its presence in the Beijing-Tianjin-Hebei region and the core Xiongan New Area market, the Group will expand high-quality customer resources and sales channels. In terms of financial and capital management, the Group upholds prudent operational principles. It will continuously optimise capital allocation and debt structure, strengthen full-cycle cash flow management and comprehensive budget control, strictly manage all expenses, reduce overall financial costs, and forestall capital liquidity risks. This solid and robust financial foundation will support the steady implementation of all production and operational strategies.

Moving forward, the Group will continue to optimise its internal management structure, strengthen operational and financial management foundations, and flexibly respond to macro market fluctuations. It will consistently enhance production and operational capabilities, financial control proficiency and comprehensive risk resilience, consolidate its competitive advantages in the regional industry, and promote the stable, sound and sustainable development of all business segments.

SHARE OPTION SCHEME

As at the date of this announcement, the Company did not adopt any share option scheme.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 to the Listing Rules as its own code of conduct regarding the Directors' dealings in the Company's securities. Specific enquiries have been made to all Directors of the Company and all Directors have confirmed that they have complied with the Model Code for the six months ended 30 June 2026.

COMPETING BUSINESS AND CONFLICTS OF INTERESTS

As at 30 June 2026, none of the Directors, controlling shareholders or substantial shareholders of the Company or any of their respective close associates (as defined under the Listing Rules) had any competing interest in any business which competes or is likely to compete, either directly or indirectly, with the business of the Group.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES

In the first half of 2026, 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).

EMPLOYEES AND REMUNERATION POLICY

As of 30 June 2026, the Group had 762 employees in total (the corresponding period in 2025: 733 employees in total). The total remuneration expenses and the amounts of other employees' benefit were approximately RMB31.2 million (the corresponding period in 2025: approximately RMB33.6 million). Employee costs include basic remuneration, incentive salary, redundancy cost, social pension insurance, medical insurance, work-related injury insurance and other insurances required by the PRC government. According to the Group's remuneration policy, the employees' income is linked to the performance of individual employee and the operation performance of the Group. The employees of the Group have to participate in the pension scheme managed and operated by local municipal government. Subject to the approval of the municipal government, the Company has to make a 16% contribution to the pension scheme according to the average salary of Hebei Province, so as to provide funding to their pension.

STAFF TRAINING SCHEME

The Group is well aware that employees are an important foundation for the development of an enterprise, and attaches great importance to the sustainable development of our employees. By constantly improving the internal staff training system, the Group has formulated scientific and reasonable staff training and development plans, and adopted a training method that combines theory and practice to better help employees improve their vocational skills.

CORPORATE GOVERNANCE

Our Directors consider that good corporate governance is important in achieving effectiveness and integrity in management and internal procedures. We have complied with the Corporate Governance Code set out in Appendix C1 to the Listing Rules during the Reporting Period.

AUDIT COMMITTEE

The audit committee (the "**Audit Committee**") of the Company has terms of reference aligned with the code provisions as set out in Appendix C1 to the Listing Rules for the purpose of reviewing and providing supervision on the financial reporting process and internal controls of the Group. The Audit Committee consists of three independent non-executive Directors, namely Dr. Wong Sze Lok (Chairman), Mr. Meng Likun and Mr. Ge Xinjian.

The interim financial results of the Group for the six months ended 30 June 2026 are unaudited but have been reviewed by the Audit Committee, which was of the opinion that the results were prepared in accordance with the applicable accounting principles as well as the Listing Rules and that adequate disclosures have been made.

INTERIM DIVIDEND

The Board has resolved not to declare any interim dividend for the six months ended 30 June 2026 (2025: Nil).

MAJOR LEGAL PROCEEDING

During the six months ended 30 June 2026 the Group was not involved in any major legal proceedings or arbitrations. To the best knowledge of the Directors, there is no pending or potential major legal proceeding or claim as of the date of this announcement.

SUBSEQUENT EVENT

Except as disclosed in the announcement, there is no material subsequent event affecting the Group which has occurred since 1 July 2026 and up to the date of this announcement.

PUBLICATION OF INTERIM RESULTS AND REPORT

This results announcement will be published on the website of Hong Kong Stock Exchange at www.hkexnews.hk and the Company's website at http://www.aoweiholding.com.

The Company's 2026 interim report containing all the information required under the Listing Rules will be published on the websites of the Company and Hong Kong Stock Exchange.

APPRECIATION

The Board would like to take this opportunity to express its appreciation to the management and employees of the Group for their contribution during the Reporting Period and also to give its sincere gratitude to all the shareholders, creditors, customers and business partners for their continued support.

By order of the Board
Aowei Holding Limited
Mr. Li Yanjun
Chairman

Beijing, 27 August 2026

As at the date of this announcement, the executive Directors of the Company are Mr. Li Yanjun, Mr. Li Ziwei, Mr. Zuo Yuehui, Mr. Sun Tao and Ms. Chen Lixian, and the independent non-executive Directors of the Company are Dr. Wong Sze Lok, Mr. Meng Likun and Mr. Ge Xinjian.