CONCH VENTURE

China Conch Venture Holdings Limited

中國海螺創業控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 586)

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

HIGHLIGHTS

- Revenue of the Group for the six months ended 30 June 2026 amounted to approximately RMB3,792.68 million, representing an increase of 22.89% as compared with the corresponding period of the previous year.

- Net profit attributable to equity shareholders of the Group for the six months ended 30 June 2026 amounted to approximately RMB830.65 million, representing a decrease of 35.38% as compared with the corresponding period of the previous year; and net profit of our principal activities attributable to equity shareholders (excluding share of profits of associates) amounted to approximately RMB321.24 million, representing a decrease of 28.00% as compared with the corresponding period of the previous year.

- Basic earnings per share for the six months ended 30 June 2026 amounted to RMB0.49.

- The Board resolved to declare an interim dividend of HK$0.15 per share for the six months ended 30 June 2026 (six months ended 30 June 2025: HK$0.10 per share).

The board (the "**Board**") of directors (the "**Directors**") of China Conch Venture Holdings Limited (the "**Company**") hereby presents the unaudited results of operation and financial position for the six months ended 30 June 2026 (the "**Reporting Period**") of the Company and its subsidiaries (the "**Group**").

The unaudited consolidated financial statements of the Group for the six months ended 30 June 2026 have been approved by the Board and reviewed by the audit committee of the Board (the "**Audit Committee**").

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

for the six months ended 30 June 2026 — unaudited
(Expressed in Renminbi Yuan)

		Six months ended 30 June	
		2026	2025
	Note	***RMB'000***	*RMB'000*
Revenue	*3*	**3,792,678**	3,086,325
Cost of sales		**(2,690,128)**	(1,901,927)
Gross profit		**1,102,550**	1,184,398
Other net income	*4*	**90,584**	82,472
Distribution costs		**(14,555)**	(14,372)
Administrative expenses		**(440,170)**	(354,097)
Impairment losses on trade receivables and contract assets		**(12,431)**	(10,172)
Profit from operations		**725,978**	888,229
Finance costs	*5(a)*	**(334,681)**	(334,276)
Share of profits of associates	*8*	**509,414**	839,366
Profit before taxation	*5*	**900,711**	1,393,319
Income tax	*6*	**(69,324)**	(72,808)
Profit for the period		**831,387**	1,320,511
Attributable to:			
— Equity shareholders of the Company		**830,651**	1,285,536
— Non-controlling interests		**736**	34,975
Profit for the period		**831,387**	1,320,511
Earnings per share	*7*		
— Basic and diluted *(RMB)*		**0.49**	0.76

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the six months ended 30 June 2026 — unaudited

(Expressed in Renminbi Yuan)

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Profit for the period	**831,387**	1,320,511
Other comprehensive income for the period (after tax and reclassification adjustments)		
Item that will not be reclassified to profit or loss:		
Share of other comprehensive income of associates, net of tax	**(21,404)**	25,456
Items that may be reclassified subsequently to profit or loss:		
Share of other comprehensive income of associates, net of tax	**(8,573)**	3,236
Exchange differences on translation of financial statements of overseas subsidiaries	**(7,514)**	9,578
Other comprehensive income for the period	**(37,491)**	38,270
Total comprehensive income for the period	**793,896**	1,358,781
Attributable to:		
— Equity shareholders of the Company	**793,160**	1,323,806
— Non-controlling interests	**736**	34,975
Total comprehensive income for the period	**793,896**	1,358,781

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

at 30 June 2026 — unaudited

(Expressed in Renminbi Yuan)

	Note	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Non-current assets			
Property, plant and equipment		**7,375,847**	7,115,773
Investment property		**1,518,029**	1,526,886
Right-of-use assets		**1,439,375**	1,463,960
Intangible assets		**20,435,492**	20,600,024
Goodwill		**187,104**	187,104
Interests in associates	*8*	**40,307,473**	39,829,502
Contract assets	*9*	**2,990,010**	3,070,795
Non-current portion of trade and other receivables	*10*	**1,141,826**	1,242,701
Financial assets measured at fair value through profit and loss ("**FVPL**")		**165,000**	165,000
Equity securities measured at fair value through other comprehensive income ("**FVOCI**")		**10,320**	10,320
Deferred tax assets		**91,732**	104,368
		75,662,208	75,316,433
Current assets			
Financial assets measured at FVPL		**3,693**	9,577
Inventories		**536,859**	441,379
Contract assets	*9*	**1,357,853**	1,294,270
Trade and other receivables	*10*	**5,006,374**	4,517,398
Income tax recoverable		**10,752**	2,665
Restricted bank deposits		**15,602**	52,107
Bank deposits with original maturity over three months		**456,918**	530,000
Cash and cash equivalents		**2,184,845**	2,072,398
Assets held for sale		**–**	46,023
		9,572,896	8,965,817

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)
at 30 June 2026 — unaudited
(Expressed in Renminbi Yuan)

	Note	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Current liabilities			
Bank loans		**2,176,448**	1,777,044
Unsecured medium-term notes ("**MTN**")	*12*	**–**	2,700,000
Trade and other payables	*11*	**3,762,007**	3,763,743
Contract liabilities		**104,200**	83,250
Lease liabilities		**6,489**	9,994
Dividends payable to equity shareholders of the Company	*13*	**465,758**	–
Income tax payables		**150,747**	136,897
Liabilities directly associated with the assets held for sale		**–**	7,542
		6,665,649	8,478,470
Net current assets		**2,907,247**	487,347
Total assets less current liabilities		**78,569,455**	75,803,780
Non-current liabilities			
Bank loans		**22,851,205**	23,173,025
Unsecured MTN	*12*	**4,075,000**	1,300,000
Lease liabilities		**18,908**	19,629
Deferred income		**205,625**	211,344
Deferred tax liabilities		**221,376**	227,374
		27,372,114	24,931,372
NET ASSETS		**51,197,341**	50,872,408
Capital and reserves			
Share capital		**14,222**	14,222
Reserves		**49,711,251**	49,384,773
Equity attributable to equity shareholders of the Company		**49,725,473**	49,398,995
Non-controlling interests		**1,471,868**	1,473,413
TOTAL EQUITY		**51,197,341**	50,872,408

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

1 BASIS OF PREPARATION

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, including compliance with International Accounting Standard ("**IAS**") 34, *Interim Financial Reporting*, issued by the International Accounting Standards Board ("**IASB**").

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2025 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2026 annual financial statements. Details of any changes in accounting policies are set out in note 2.

The preparation of an interim financial report is in conformity with IAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income, and expenses on a year-to-date basis. Actual results may differ from these estimates.

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2025 annual financial statements. The condensed consolidated interim financial statements and the accompanying notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with IFRS Accounting Standards.

The interim financial report is unaudited, but has been reviewed by the Audit Committee of the Company.

2 CHANGES IN ACCOUNTING POLICIES

The IASB has issued a number of amendments to IFRS Accounting Standards that are first effective for the current accounting period. None of these developments have had a material effect on these financial statements. The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

3 REVENUE AND SEGMENT REPORTING

(a) Revenue

The principal activities of the Group are construction and operation of waste-to-energy projects, port logistics services, the manufacturing and sales of new building materials, new energy business and investments.

Disaggregation of revenue

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Disaggregated by major products or service lines:		
Waste incineration solutions		
— Construction services	**239,925**	274,043
— Operation services	**2,126,242**	2,003,709
Energy saving equipment	**212,975**	258,538
Subtotal	**2,579,142**	2,536,290
Port logistics services	**56,356**	90,280
Sale of new building materials	**37,131**	45,826
New energy business	**1,030,926**	310,318
Total revenue from contracts with customers	**3,703,555**	2,982,714
Finance income from service concession arrangements	**89,123**	103,611
Total revenue	**3,792,678**	3,086,325

Disaggregation of revenue from contracts with customers by the timing of revenue recognition is as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Timing of revenue recognition		
— Over time	**2,535,706**	2,597,127
— Point in time	**1,167,849**	385,587
	3,703,555	2,982,714

(b) Segment reporting

(i) The Group manages its businesses by divisions, which are organised by business lines. In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purposes of resources allocation and performance assessment, the Group has presented the following five reportable segments.

The measure used by the Group's senior executive management to assess segment results is the profit before taxation. Information regarding the Group's reportable segments as provided to the Group's most senior executive management for the purposes of resources allocation and assessment of segment performance for the six months ended 30 June 2026 and 2025 is set out below:

	Six months ended 30 June 2026 (Unaudited)							
	Waste-to-energy projects	Port logistics services	New building materials	New energy business	Investments	Unallocated	Elimination	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Revenue from external customers	**2,668,265**	**56,356**	**37,131**	**1,030,926**	**–**	**–**	**–**	**3,792,678**
Inter-segment revenue	–	–	879	–	–	–	(879)	–
Reportable segment revenue	**2,668,265**	**56,356**	**38,010**	**1,030,926**	**–**	**–**	**(879)**	**3,792,678**
Reportable segment profit/(loss) before taxation	**644,327**	**12,897**	**(11,597)**	**(165,365)**	**507,539**	**(87,090)**	**–**	**900,711**
Interest income	7,818	56	380	894	–	2,913	–	12,061
Interest expenses	235,618	–	–	25,325	–	73,738	–	334,681
Depreciation and amortisation	576,270	20,043	9,227	34,648	–	15,985	–	656,173
Provision for loss allowance — trade receivables and contract assets	12,690	–	–	(259)	–	–	–	12,431
Impairment loss on waste incineration project operating rights of certain subsidiaries	20,000	–	–	–	–	–	–	20,000
Write-down of inventories	–	–	–	776	–	–	–	776
Reportable segment assets	**35,266,074**	**369,941**	**1,517,413**	**4,705,519**	**40,307,473**	**8,062,980**	**(4,994,296)**	**85,235,104**
Reportable segment liabilities	**22,974,950**	**17,320**	**2,201,332**	**3,955,507**	**–**	**9,882,950**	**(4,994,296)**	**34,037,763**

	Six months ended 30 June 2025 (Unaudited)							
	Waste-to-energy projects	Port logistics services	New building materials	New energy business	Investments	Unallocated	Elimination	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Revenue from external customers	2,639,901	90,280	45,826	310,318	–	–	–	3,086,325
Inter-segment revenue	–	–	755	–	–	–	(755)	–
Reportable segment revenue	2,639,901	90,280	46,581	310,318	–	–	(755)	3,086,325
Reportable segment profit/(loss) before taxation	617,568	42,015	(8,509)	(33,835)	839,366	(63,286)	–	1,393,319
Interest income	11,226	27	461	1,346	–	3,194	–	16,254
Interest expenses	273,762	–	–	11,947	–	48,567	–	334,276
Depreciation and amortisation	544,423	16,164	8,888	31,290	–	2,402	–	603,167
Provision for loss allowance — trade receivables and contract assets	9,036	–	–	1,136	–	–	–	10,172

	At 31 December 2025							
	Waste-to-energy projects	Port logistics services	New building materials	New energy business	Investments	Unallocated	Elimination	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Reportable segment assets	35,705,353	396,715	906,620	4,142,800	39,829,503	7,705,339	(4,404,080)	84,282,250
Reportable segment liabilities	23,686,148	24,679	2,229,015	3,251,829	–	8,622,251	(4,404,080)	33,409,842

(ii) Geographic information

The following table sets out information about the geographical location of (i) the Group's revenue from external customers and (ii) the Group's property, plant and equipment, investment properties, right-of-use assets, intangible assets, goodwill, interests in associates, non-current portion of contract assets and trade and other receivables ("**specified non-current assets**"). The geographical location of customers is based on the location at which the services were provided or the goods were delivered. The geographical location of the specified non-current assets is based on the physical location of the assets, in the case of property, plant and equipment, investment properties and right-of-use assets, the location of the operation to which they are allocated, in the case of intangible assets, goodwill and non-current portion of contract assets and trade and other receivables, and the location of operations, in the case of interests in associates.

Revenue from external customers

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Chinese Mainland	**3,716,853**	2,967,183
Asia-Pacific (except Chinese Mainland)	**75,825**	119,142
	3,792,678	3,086,325

Specified non-current assets

	At	At
	30 June	31 December
	2026	2025
	RMB'000	*RMB'000*
Chinese Mainland	**75,050,841**	74,674,170
Asia-Pacific (except Chinese Mainland)	**344,315**	362,575
	75,395,156	75,036,745

4 OTHER NET INCOME

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Interest income on bank deposits and cash at bank	**12,061**	16,254
Government grants	**54,760**	48,948
Value-added tax refund	**34,170**	18,475
Net exchange (losses)/gain	**(729)**	699
Net realised and unrealised losses on financial assets measured at FVPL	**(5,918)**	(1,155)
Net loss on the disposal of a subsidiary	**(3,677)**	–
Others	**(83)**	(749)
	90,584	82,472

5 PROFIT BEFORE TAXATION

Profit before taxation is arrived at after charging:

(a) Finance costs:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Interest on bank loans	**314,805**	335,234
Interest on lease liabilities	**587**	638
Interest on unsecured MTN	**51,782**	52,899
Total interest expense on financial liabilities not at fair value through profit or loss	**367,174**	388,771
Less: interest expense capitalised into construction in progress and intangible assets	**(32,493)**	(54,495)
	334,681	334,276

(b) Other major items:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Depreciation of owned property, plant and equipment	**200,004**	171,600
Depreciation of right-of-use assets	**28,006**	24,420
Amortisation of intangible assets	**428,163**	407,147
Research and development costs	**50,850**	21,015
Impairment loss on waste incineration project operating rights of certain subsidiaries	**20,000**	–
Impairment loss on trade receivables and contract assets	**12,431**	10,172

6 INCOME TAX

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Current tax — Hong Kong Profits Tax		
Provision for the period	**–**	–
Current tax — PRC Income Tax		
Provision for the period	**74,307**	92,044
Over-provision in respect of prior years	**(11,621)**	(13,091)
Deferred tax:		
Origination and reversal of temporary differences	**6,638**	(6,145)
	69,324	72,808

(a) Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands, the Group is not subject to any income tax in the Cayman Islands and the British Virgin Islands.

(b) The provision for Hong Kong Profits Tax for 2026 is calculated at the first HK$2 million of assessable profits are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%. The provision for Hong Kong Profits Tax was calculated at the same basis in 2025. The payments of dividends by Hong Kong companies are not subject to any Hong Kong withholding tax.

(c) The PRC income tax law and its relevant regulations also impose a withholding tax at 10%, unless reduced by a tax treaty/arrangement, on dividend distributions made out of the PRC from earnings accumulated from 1 January 2008. Undistributed earnings generated prior to 1 January 2008 are exempted from such withholding tax.

Under the Arrangement between the Mainland of China and Hong Kong Special Administrative Region for the Avoidance of Double Taxation and the Prevention of Fiscal Evasion with respect to Taxes on Income, a qualified Hong Kong tax resident which is the "beneficial owner" and holds 25% or more of the equity interest in a PRC-resident enterprise is entitled to a reduced withholding tax rate of 5% on dividends received.

Since the Group can control the quantum and timing of distribution of profits of the Group's PRC subsidiaries, deferred tax liabilities are only provided to the extent that such profits are expected to be distributed in the foreseeable future.

As at 30 June 2026, none of deferred tax liabilities (31 December 2025: nil) have been recognised in respect of the withholding tax payable on the retained profits of the Group's PRC subsidiaries which the directors expect to distribute outside the Chinese Mainland in the foreseeable future.

(d) The provision for PRC income tax is based on a statutory rate of 25% of the assessable income of the Company's PRC subsidiaries as determined in accordance with the relevant income tax rules and regulations of the PRC.

Pursuant to the PRC income tax law, all of the Company's PRC subsidiaries are liable to PRC income tax at a rate of 25% except for certain entities entitled to a preferential income tax rate of 15% as they are certified as "High and New Technology Enterprise" ("**HNTE**"). According to Notice No. 24 issued by the State Administration of Taxation on 19 June 2017, if an entity is certified as an HNTE, it is entitled to a preferential income tax rate of 15% during the certified period.

Pursuant to Notice No. 23 issued by the State Administration of Taxation on 23 April 2020 and relevant local tax authorities' notices, certain subsidiaries of the Group are entitled to a preferential income tax rate of 15% as qualifying companies located in western areas in the PRC during the six months ended 30 June 2026.

(e) Pursuant to the PRC Enterprise Income Tax Law Implementing Regulations issued by State Council of the People's Republic of China, certain subsidiaries engaged in waste incineration are eligible for a preferential tax treatment of income tax exemption for the first three years starting from which revenue is generated and 50% income tax reduction for the next three years.

(f) The Company is part of a multinational enterprise group which is subject to the Global Anti-Base Erosion Model Rules ("**Pillar Two model rules**") published by the Organisation for Economic Co-operation and Development. The Group is liable to Pillar Two income taxes under the Hong Kong Inland Revenue (Amendment) (Minimum Tax for Multinational Enterprise Groups) Ordinance 2025 for its earnings in the Hong Kong SAR and certain other jurisdictions where a domestic minimum top-up tax has not been implemented, including the Chinese Mainland. The Group has assessed its potential exposure based on the information available regarding the financial performance of the Group, and concluded there is no material financial impact of Pillar Two income taxes.

7 EARNINGS PER SHARE

(a) Basic earnings per share

The calculation of basic earnings per share is based on the profit attributable to ordinary equity shareholders of the Company of RMB830,651,000 for the six months ended 30 June 2026 (for the six months ended 30 June 2025: RMB1,285,536,000) and the weighted average number of ordinary shares in issue of 1,693,860,000 during the six months ended 30 June 2026 (six months ended 30 June 2025: 1,700,850,000), as adjusted to reflect the effect of shares held by Conch Holdings through reciprocal shareholding.

(b) Diluted earnings per share

Diluted earnings per share for the six months ended 30 June 2026 and 2025 is the same as the basic earnings per share as there were no potentially dilutive ordinary shares issued.

8 INTERESTS IN ASSOCIATES

As at 30 June 2026, interests in associates represented share of net assets of Anhui Conch Holdings Co., Ltd. ("**Conch Holdings**") and other associates that are not individually material. For the six months ended 30 June 2026, the Group recognised share of profits of associates in the amount of RMB509,414,000 in profit or loss (six months ended 30 June 2025: RMB839,366,000).

9 CONTRACT ASSETS

	At 30 June 2026 *RMB'000*	At 31 December 2025 *RMB'000*
Non-current:		
Service concession assets (i)	**2,991,705**	3,072,723
Less: loss allowance	**(1,695)**	(1,928)
	2,990,010	3,070,795
Current:		
Service concession assets (i)	**45,308**	45,313
Unbilled government on-grid tariff subsidy (ii)	**1,256,313**	1,086,150
Other contract assets (iii)	**56,637**	163,198
Less: loss allowance	**(405)**	(391)
	1,357,853	1,294,270
	4,347,863	4,365,065
Contract assets arising from performance under construction contracts in connection with service concession arrangements, which are included in "Intangible assets"	**316,132**	400,389

(i) The service concession assets bear interest at rates ranging from 6.01% to 9.41% (31 December 2025: 6.01% to 9.41%) per annum as at 30 June 2026 and relate to certain BOT arrangements of the Group. The amounts are not yet due for payment and will be settled during the operating periods of the arrangements. Included in "Service concession assets" are amounts of RMB89,826,000 (31 December 2025: RMB5,817,000) relates to BOT arrangements which are in construction phase.

(ii) The balance represented the government on-grid tariff subsidy for certain projects which will be billed and settled upon the successful completion of government administrative procedures pursuant to notices jointly issued by the Ministry of Finance, the National Development and Reform Commission and the National Energy Administration.

(iii) The Group agrees to a retention period for 10% of the contract value for certain of its energy-saving equipment sales contracts. This amount is included in contract assets until the end of the retention period. The balances are classified as current as they are expected to be recovered within the Group's normal operating cycle.

10 TRADE AND OTHER RECEIVABLES

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Trade receivables	**3,428,605**	3,243,857
Less: loss allowance	**(164,027)**	(151,375)
	3,264,578	3,092,482
Bills receivable, carried at amortised cost	**646,739**	229,809
Bills receivable, measured at FVOCI	**71,788**	95,013
Deposits and prepayments	**107,762**	266,145
Other receivables	**1,694,052**	1,781,589
Interest receivables	**23,747**	25,188
Amounts due from third parties	**5,808,666**	5,490,226
Amounts due from related parties	**339,534**	269,873
Total trade and other receivables	**6,148,200**	5,760,099
Less: non-current portion	**(1,141,826)**	(1,242,701)
Current portion of trade and other receivables	**5,006,374**	4,517,398

All of the current portion of trade and other receivables are expected to be recovered within one year.

All of the amounts due from related parties are unsecured, non-interest bearing and repayable within one year.

Ageing analysis

As of the end of the reporting periods, the ageing analysis of trade receivables and bills receivable (which are included in trade and other receivables), based on the past due aging and net of loss allowance, is as follows:

	At 30 June 2026	At 31 December 2025
	RMB'000	*RMB'000*
Current	**2,835,556**	2,299,447
Less than 1 year	**616,049**	575,852
1 to 2 years	**308,847**	300,815
2 to 3 years	**129,014**	120,053
Over 3 years past due	**21,851**	26,124
	3,911,317	3,322,291

11 TRADE AND OTHER PAYABLES

	At 30 June 2026	At 31 December 2025
	RMB'000	*RMB'000*
Trade payables	**2,322,469**	2,104,663
Bills payable	**146,720**	235,322
	2,469,189	2,339,985
Other payables and accruals	**1,186,460**	1,294,423
Amounts due to third parties	**3,655,649**	3,634,408
Dividends payable to the then-shareholders of the acquired subsidiaries	**–**	8,464
Dividends payable to non-controlling interests	**1,002**	83
Amounts due to related parties	**105,356**	120,788
Total trade and other payables	**3,762,007**	3,763,743

An ageing analysis of trade and bills payables of the Group, based on the invoice date, is as follows:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Within 1 year	**2,182,772**	2,102,050
1 year to 2 years	**178,064**	195,594
2 years to 3 years	**79,977**	32,592
Over 3 years but within 5 years	**28,376**	9,749
	2,469,189	2,339,985

The amounts due to related parties are all aged within one year, and are unsecured, non-interest bearing and repayable on demand.

12 UNSECURED MTN

The Company received the approval of registration from National Association of Financial Market Institutional Investors (Zhong shi xie zhu [2025] DF171) for issuing unsecured MTN in the aggregate amount of not more than RMB5 billion with a validity period of two years from 2 December 2025, the completion of registration date.

On 13 January 2025, the Company publicly issued the first tranche of 2025 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the "**First Tranche of 2025 Green Medium-term Notes**") in the PRC, with an aggregate principal amount of RMB1.3 billion for a term of five years at a coupon rate of 1.93% without any guarantee.

On 4 February 2026, the Company publicly issued the first tranche of 2026 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the "**First Tranche of 2026 Green Medium-term Notes**") in the PRC, with an aggregate principal amount of RMB1.235 billion for a term of five years at a coupon rate of 1.90% without any guarantee.

On 15 May 2026, the Company publicly issued the second tranche of 2026 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the "**Second Tranche of 2026 Green Medium-term Notes**") in the PRC, with an aggregate principal amount of RMB0.84 billion for a term of five years at a coupon rate of 1.75% without any guarantee.

On 15 May 2026, the Company publicly issued the third tranche of 2026 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the "**Third Tranche of 2026 Green Medium-term Notes**") in the PRC, with an aggregate principal amount of RMB0.7 billion for a term of five years at a coupon rate of 1.75% without any guarantee.

On 20 March 2026, the Company has completed the repayment of the first tranche of 2023 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the "**First Tranche of 2023 Green Medium-term Notes**") in the PRC, with an aggregate principal amount of RMB1.2 billion for a term of three years at a coupon rate of 2.99% without any guarantee.

On 6 June 2026, the Company has completed the repayment of the second tranche of 2023 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the "**Second Tranche of 2023 Green Medium-term Notes**") in the PRC, with an aggregate principal amount of RMB1.5 billion for a term of three years at a coupon rate of 3.10% without any guarantee.

13 DIVIDENDS

(i) Dividends payable to equity shareholders attributable to the interim period:

	2026	2025
	RMB'000	*RMB'000*
Interim dividend declared and paid after the interim period of HK$0.15 per share (2025: HK$0.10 per share)	**233,472**	164,300

The interim dividend has not been recognised as a liability at the end of the reporting period.

(ii) Dividend payable to equity shareholders attributable to the previous financial year, approved during the interim period:

		Six months ended 30 June	
		2026	2025
	Note	***RMB'000***	*RMB'000*
Final dividend in respect of the previous financial year, approved during the interim period, of HK$0.30 per share (six months ended 30 June 2025: HK$0.30 per share)	*(i)*	**465,758**	491,297

(i) Pursuant to a resolution passed at the annual general meeting on 25 June 2026, a final dividend of HK$0.30 per share totaling HK$537,612,000 (equivalent to approximately RMB465,758,000) was approved (2025: HK$537,612,000 (equivalent to approximately RMB491,297,000)), which has been fully paid subsequently in July 2026.

MANAGEMENT DISCUSSION AND ANALYSIS

MACRO ENVIRONMENT

In the first half of 2026, China's GDP grew by 4.7% period-on-period, reflecting the steady operation of the national economy, rapid growth of new drivers, and continued resilience in development. At present, China is accelerating a comprehensive green transformation of its economic and social development, guided by the goals of achieving carbon peaking and carbon neutrality and safeguarded by the improvement of the ecological civilisation institutional system. As a pioneer in the green environmental protection sector, the Group has always taken the protection of lucid waters and lush mountains as its mission, remaining committed to its core environmental protection business, enhancing industrial efficiency, and actively exploring new business models for the circular economy. The Group demonstrates its corporate value in serving the development of ecological civilisation and safeguarding social well-being, and practises its green and sustainable development strategy with tangible results.

During the Reporting Period, the Group achieved operating revenue of RMB3.793 billion, representing a period-on-period increase of 22.89%. The net profit attributable to equity shareholders of the Group amounted to RMB0.831 billion, representing a period-on-period decrease of 35.38%. The net profit of our principal activities attributable to equity shareholders of the Group (excluding share of profits of associates) amounted to RMB0.321 billion, representing a period-on-period decrease of 28.00%.

BUSINESS REVIEW

In the first half of 2026, under the robust leadership of the Board, the Group adhered to the business strategy of "focusing on principal activities, tapping potential, and improving quality and efficiency", driving steady development of its core environmental protection business. The municipal waste treatment business maintained stable operations, achieving simultaneous growth in waste intake volume and on-grid electricity generation, with steadily improved operational efficiency across various business operations and further enhanced industry competitiveness. The new energy materials business focused on market development and technological research and development, expanding customer resources and optimising product performance. The lithium battery resource recycling and reusing business deepened its process technologies. The Group's principal activities as a whole remained stable, laying a solid foundation for achieving the full-year operating targets.

As at the end of the Reporting Period, the Group promoted and signed contracts for a total of 128 projects across 23 provinces, cities and autonomous regions in China and overseas, including 101 projects for grate furnace power generation, 2 projects for fly ash treatment, 2 projects for standalone kitchen waste treatment, 7 projects for waste treatment by cement kilns, 1 project for waste transfer, 2 projects for new energy material, 10 projects for lithium battery recycling and other comprehensive utilisation, 2 projects for new building materials, and 1 project for port logistics.

Municipal Waste Treatment

During the Reporting Period, the Group received a total of 9.721 million tonnes of municipal waste, representing a period-on-period increase of 1.5%; and disposed of 8.297 million tonnes of municipal waste, representing a period-on-period increase of 0.6%.

1. *Grate Furnace Power Generation*

   During the Reporting Period, the Group focused on enhancing the quality and efficiency of project operations by implementing professional and refined management, expanding sources of waste through multiple channels and steadily enhancing the on-grid electricity, so as to ensure high-quality project operations. The Group also seeks to enhance its operating efficiency through the development of various business operations. During the Reporting Period, the Group's newly added Nandan Project in Guangxi commenced grid-connected power generation. As at the end of the Reporting Period, the Group has operated 89 projects, which included 34 projects involving the business of external sales of steam; 37 projects involving the business of collaborative disposal of sludge, wine lees and so forth; and 31 projects involving the business of treatment of effluent such as external leachate. During the Reporting Period,the Group concurrently promoted price increase of waste disposal fees and furnace slag, and has completed the price increase for waste disposal fees in 5 projects and furnace slag in 5 projects.

   During the Reporting Period, for the grate furnace power generation segment, the Group received a total of 9.441 million tonnes of municipal waste, representing a period-on-period increase of 1.2%; 8.037 million tonnes of municipal waste were treated, representing a period-on-period increase of 0.2%; on-grid electricity was 2,750 million kWh, representing a period-on-period increase of 2.0%; the average on-grid electricity per tonne was 342 kWh, representing a period-on-period increase of 6 kWh; and steam sold amounted to 585,000 tonnes, representing a period-on-period increase of 87%. 4,950,000 green electricity certificates (the "**Green Electricity Certificate(s)**") were sold, representing a period-on-period increase of 1,131%.

As at the end of the Reporting Period, details of the Group's grate furnace power generation projects are set out in the following table:

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date	Whether it is included in the national financial subsidy list
1	In operation	Jinzhai, Anhui Province	2×110,000 tonnes/year (2×300 tonnes/day)	January 2016	Phases I and II have been on list
2		Tongren, Guizhou Province	2×110,000 tonnes/year (2×300 tonnes/day)	July 2017	On list
3		Yanshan, Yunnan Province (Phase 1)	110,000 tonnes/year (300 tonnes/day)	August 2017	On list
4		Huoqiu, Anhui Province	2×140,000 tonnes/year (2×400 tonnes/day)	January 2018	Phases I and II have been on list
5		Li County, Hunan Province	2×140,000 tonnes/year (2×400 tonnes/day)	April 2018	On list
6		Songming, Yunnan Province	290,000 tonnes/year (800 tonnes/day)	January 2019	On list
7		Shanggao, Jiangxi Province	140,000 tonnes/year (400 tonnes/day)	February 2019	On list
8		Yiyang, Jiangxi Province	2×110,000 tonnes/year (2×300 tonnes/day)	June 2019	On list
9		Shache, Xinjiang Region	2×110,000 tonnes/year (2×300 tonnes/day)	June 2019	On list
10		Sishui, Shandong Province	140,000 tonnes/year (400 tonnes/day)	June 2019	On list
11		Bole, Xinjiang Region	110,000 tonnes/year (300 tonnes/day)	July 2019	On list
12		Yang County, Shaanxi Province	110,000 tonnes/year (300 tonnes/day)	October 2019	On list
13		Baoshan, Yunnan Province	2×140,000 tonnes/year (2×400 tonnes/day)	January 2020	On list
14		Fuquan, Guizhou Province	2×110,000 tonnes/year (2×300 tonnes/day)	January 2020	Application in progress
15		Lujiang, Anhui Province	2×180,000 tonnes/year (2×500 tonnes/day)	January 2020	Phase I has been on list
16		Xianyang, Shaanxi Province	2×270,000 tonnes/year (2×750 tonnes/day)	July 2020	On list
17		Xishui, Guizhou Province (Phase 1)	140,000 tonnes/year (400 tonnes/day)	July 2020	On list
18		Shizhu, Chongqing City	110,000 tonnes/year (300 tonnes/day)	August 2020	On list

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date	Whether it is included in the national financial subsidy list
19	In operation	Huoshan, Anhui Province	140,000 tonnes/year (400 tonnes/day)	August 2020	On list
20		Tengchong, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	November 2020	On list
21		Ningguo, Anhui Province	140,000 tonnes/year (400 tonnes/day)	November 2020	Application in progress
22		Dexing, Jiangxi Province	140,000 tonnes/year (400 tonnes/day)	November 2020	Application in progress
23		Luxi, Yunnan Province	2×110,000 tonnes/year (2×300 tonnes/day)	January 2021	Application in progress
24		Mangshi, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	March 2021	Application in progress
25		Luoping, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	March 2021	Application in progress
26		Zongyang, Anhui Province (Phase 1)	140,000 tonnes/year (400 tonnes/day)	April 2021	Application in progress
27		Shahe, Hebei Province	2×180,000 tonnes/year (2×500 tonnes/day)	April 2021	Application in progress
28		Shimen, Hunan Province	180,000 tonnes/year (500 tonnes/day)	May 2021	Application in progress
29		Jiuquan, Gansu Province	180,000 tonnes/year (500 tonnes/day)	June 2021	Application in progress
30		Manzhouli, Inner Mongolia Region	140,000 tonnes/year (400 tonnes/day)	June 2021	Application in progress
31		Hanshou, Hunan Province	140,000 tonnes/year (400 tonnes/day)	June 2021	Application in progress
32		Suiyang, Guizhou Province	140,000 tonnes/year (400 tonnes/day)	June 2021	Application in progress
33		Panshi, Jilin Province	140,000 tonnes/year (400 tonnes/day)	July 2021	Application in progress
34		Pingguo, Guangxi Region	2×140,000 tonnes/year (2×400 tonnes/day)	July 2021	Application in progress
35		Tongchuan, Shaanxi Province	180,000 tonnes/year (500 tonnes/day)	August 2021	Application in progress

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date	Whether it is included in the national financial subsidy list
36	In operation	Zhenxiong, Yunnan Province (Phase 1)	180,000 tonnes/year (500 tonnes/day)	September 2021	Application in progress
37		Shuangfeng, Hunan Province	180,000 tonnes/year (500 tonnes/day)	October 2021	Application in progress
38		Hejin, Shanxi Province	180,000 tonnes/year (500 tonnes/day)	October 2021	Application in progress
39		Pingliang, Gansu Province	180,000 tonnes/year (500 tonnes/day)	November 2021	Application in progress
40		Binzhou, Shaanxi Province	110,000 tonnes/year (300 tonnes/day)	November 2021	Application in progress
41		Tongzi, Guizhou Province	180,000 tonnes/year (500 tonnes/day)	November 2021	Application in progress
42		Wuwei, Anhui Province	180,000 tonnes/year (500 tonnes/day)	December 2021	Application in progress
43		Fugou, Henan Province	220,000 tonnes/year (600 tonnes/day)	April 2022	Application in progress
44		Du’an, Guangxi Region	140,000 tonnes/year (400 tonnes/day)	June 2022	Application in progress
45		Luzhai, Guangxi Region	140,000 tonnes/year (400 tonnes/day)	June 2022	Application in progress
46		Suzhou, Anhui Province	180,000 tonnes/year (500 tonnes/day)	August 2022	Application in progress
47		Longkou, Shandong Province	220,000 tonnes/year (600 tonnes/day)	August 2022	Application in progress
48		Zhangjiakou, Hebei Province	180,000 tonnes/year (500 tonnes/day)	September 2022	Application in progress
49		Fengning, Hebei Province	110,000 tonnes/year (300 tonnes/day)	October 2022	Application in progress
50		He County, Anhui Province	220,000 tonnes/year (600 tonnes/day)	October 2022	Application in progress
51		Naiman Banner, Inner Mongolia Region	110,000 tonnes/year (300 tonnes/day)	November 2022	Application in progress
52		Weichang, Hebei Province	110,000 tonnes/year (300 tonnes/day)	February 2023	Application in progress
53		Shucheng, Anhui Province	140,000 tonnes/year (400 tonnes/day)	March 2023	Application in progress

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date	Whether it is included in the national financial subsidy list
54	In operation	Shulan, Jilin Province	140,000 tonnes/year (400 tonnes/day)	April 2023	Application in progress
55		Xichou, Yunnan Province	180,000 tonnes/year (500 tonnes/day)	June 2023	Application in progress
56		Taonan, Jilin Province	140,000 tonnes/year (400 tonnes/day)	June 2023	Application in progress
57		Meitan, Guizhou Province	140,000 tonnes/year (400 tonnes/day)	July 2023	/
58		Jinning, Yunnan Province	140,000 tonnes/year (400 tonnes/day)	July 2023	/
59		Danjiangkou, Hubei Province	110,000 tonnes/year (300 tonnes/day)	September 2023	/
60		Bac Ninh, Vietnam	110,000 tonnes/year (300 tonnes/day)	November 2023	/
61		Liangping, Chongqing City	140,000 tonnes/year (400 tonnes/day)	January 2024	/
62		Qingzhen, Guizhou Province	180,000 tonnes/year (500 tonnes/day)	January 2024	/
63		Qiyang, Hunan Province	180,000 tonnes/year (500 tonnes/day)	January 2024	/
64		Dongzhi, Anhui Province	140,000 tonnes/year (400 tonnes/day)	February 2024	/
65		Lufeng, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	July 2024	/
66		Tai'an, Liaoning Province	110,000 tonnes/year (300 tonnes/day)	July 2024	/
67		Haidong, Qinghai Province	180,000 tonnes/year (500 tonnes/day)	August 2024	/
68		Gengma, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	August 2024	/
69		Wushan, Chongqing City	130,000 tonnes/year (350 tonnes/day)	September 2024	/
70		Jianshui, Yunnan Province	180,000 tonnes/year (500 tonnes/day)	September 2024	/
71		Zhuanglang, Gansu Province	140,000 tonnes/year (400 tonnes/day)	November 2024	/
72		Huayin, Shaanxi Province	140,000 tonnes/year (400 tonnes/day)	November 2024	/

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date	Whether it is included in the national financial subsidy list
73	In operation	Yongde, Yunnan Province	180,000 tonnes/year (500 tonnes/day)	November 2024	/
74		Jingshan, Hubei Province	130,000 tonnes/year (350 tonnes/day)	April 2025	/
75		Yuanyang, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	August 2025	/
76		Nandan, Guangxi Region	110,000 tonnes/year (300 tonnes/day)	May 2026	/
77	In operation (project acquired)	Luanzhou, Hebei Province	180,000 tonnes/year (500 tonnes/day)	January 2021	Application in progress
78		Guantao, Hebei Province	180,000 tonnes/year (500 tonnes/day)	January 2021	Application in progress
79		Guan County, Shandong Province	220,000 tonnes/year (600 tonnes/day)	March 2020	On list
80		Chiping, Shandong Province	220,000 tonnes/year (600 tonnes/day)	June 2018	On list
81		Jinxiang, Shandong Province	290,000 tonnes/year (800 tonnes/day)	October 2019	On list
82		Chenzhou, Hunan Province	450,000 tonnes/year (1,250 tonnes/day)	July 2015	Phases I and II have been on list
83		Baotou, Inner Mongolia Region	490,000 tonnes/year (1,350 tonnes/day)	December 2012	On list
84		Hohhot, Inner Mongolia Region	630,000 tonnes/year (1,750 tonnes/day)	November 2017	Phase I has been on list
85		Jilin, Jilin Province	540,000 tonnes/year (1,500 tonnes/day)	January 2009	On list
86		Bijie, Guizhou Province	290,000 tonnes/year (800 tonnes/day)	April 2021	Application in progress
87		Jingdezhen, Jiangxi Province	360,000 tonnes/year (1,000 tonnes/day)	November 2016	On list
88		Liaocheng, Shandong Province	360,000 tonnes/year (1,000 tonnes/day)	December 2012	On list
89		Gaotang, Shandong Province	220,000 tonnes/year (600 tonnes/day)	May 2020	On list
Sub-total:			**17,460,000 tonnes/year (48,550 tonnes/day)**		

No.	Status of Construction	Project Location	Treatment Capacity	Expected Completion Date
90	Under construction	Yun County, Yunnan Province	180,000 tonnes/year (500 tonnes/day)	August 2026
91		Yingjiang, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	July 2027
92		Daguan, Yunnan Province	140,000 tonnes/year (400 tonnes/day)	July 2027
Sub-total:			**430,000 tonnes/year (1,200 tonnes/day)**	
93	Under approval and planning	Susong, Anhui Province	140,000 tonnes/year (400 tonnes/day)	/
94		Hunyuan, Shanxi Province	180,000 tonnes/year (500 tonnes/day)	/
95		Mangshi, Yunnan Province (Phase 2)	110,000 tonnes/year (300 tonnes/day)	/
Sub-total:			**430,000 tonnes/year (1,200 tonnes/day)**	
96	Reserve project	Yan Shan, Yunnan Province (Phase 2)	110,000 tonnes/year (300 tonnes/day)	/
97		Zhenxiong, Yunnan Province (Phase 2)	180,000 tonnes/year (500 tonnes/day)	/
98		Xishui, Guizhou Province (Phase 2)	140,000 tonnes/year (400 tonnes/day)	/
99		Zongyang, Anhui Province (Phase 2)	140,000 tonnes/year (400 tonnes/day)	/
100		Taiyuan, Vietnam	180,000 tonnes/year (500 tonnes/day)	/
101		Xuan Son, Vietnam	2×180,000 tonnes/year (2×500 tonnes/day)	/
Sub-total:			**1,110,000 tonnes/year (3,100 tonnes/day)**	
Total:			**19,430,000 tonnes/year (54,050 tonnes/day)**	

Note: Annual treatment capacity of the project = Daily treatment capacity of the project multiplied by 360 days

As at the end of the Reporting Period, a total of 32 of the Group's grate furnace power generation projects were included in the list of national subsidised renewable energy power generation projects.

2. *Kitchen Waste Treatment*

During the Reporting Period, the Group commenced operation of the kitchen waste disposal project in Li County, Hunan Province. As at the end of the Reporting Period, the Group had 22 kitchen waste treatment projects in operation, of which the projects in Wuhu, Anhui Province and Lingbi, Anhui Province are run by independently operated project companies, with a total treatment capacity of 488,000 tonnes/year (1,265 tonnes/day). During the Reporting Period, the Group received and disposed of a total of 138,000 tonnes of kitchen waste, representing a period-to-period increase of 22.3%, and sold 2,200 tonnes of grease, representing a period-to-period increase of 10.0%.

As at the end of the Reporting Period, details of the Group's kitchen waste treatment projects are set out in the following table:

No.	Status of Construction	Project Location	Treatment Capacity
1	In operation	Suzhou, Anhui Province	70,000 tonnes/year (200 tonnes/day)
2		Wuhu, Anhui Province	70,000 tonnes/year (200 tonnes/day)
3		Lingbi, Anhui Province	40,000 tonnes/year (100 tonnes/day)
4		Liangping, Chongqing City	40,000 tonnes/year (100 tonnes/day)
5		Pingliang, Gansu Province	20,000 tonnes/year (50 tonnes/day)
6		Songming, Yunnan Province	20,000 tonnes/year (50 tonnes/day)
7		Qiyang, Hunan Province	20,000 tonnes/year (50 tonnes/day)
8		Pingguo, Guangxi Region	20,000 tonnes/year (50 tonnes/day)
9		Hejin, Shanxi Province	20,000 tonnes/year (45 tonnes/day)
10		Jinzhai, Anhui Province	20,000 tonnes/year (45 tonnes/day)
11		Shanggao, Jiangxi Province	20,000 tonnes/year (45 tonnes/day)
12		Shucheng, Anhui Province	20,000 tonnes/year (45 tonnes/day)
13		Weining, Guizhou Province	20,000 tonnes/year (45 tonnes/day)
14		Longkou, Shandong Province	10,000 tonnes/year (30 tonnes/day)
15		Fugou, Henan Province	10,000 tonnes/year (30 tonnes/day)
16		Dexing, Jiangxi Province	10,000 tonnes/year (30 tonnes/day)
17		Jinning, Yunnan Province	10,000 tonnes/year (30 tonnes/day)
18		Fengning, Hebei Province	7,000 tonnes/year (20 tonnes/day)
19		Weichang, Hebei Province	7,000 tonnes/year (20 tonnes/day)
20		Manzhouli, Inner Mongolia	7,000 tonnes/year (20 tonnes/day)
21		Naiman Banner, Inner Mongolia	7,000 tonnes/year (20 tonnes/day)
22		Li County, Hunan Province	20,000 tonnes/year (40 tonnes/day)
Total:			**488,000 tonnes/year (1,265 tonnes/day)**

3. Waste Treatment by Cement Kilns

As at the end of the Reporting Period, 7 projects of waste treatment by cement kilns were completed, with a treatment capacity of 540,000 tonnes/year (1,600 tonnes/day), a total of 142,000 tonnes of municipal waste were received, and a total of 122,000 tonnes of municipal waste were treated, representing a period-to-period increase of 6.1%.

As at the end of the Reporting Period, details of the Group's waste treatment by cement kilns projects are set out in the following table:

No.	**Project Location**	**Treatment Capacity**
1	Qingzhen, Guizhou Province	100,000 tonnes/year (300 tonnes/day)
2	Yangchun, Guangdong Province	70,000 tonnes/year (200 tonnes/day)
3	Fusui, Guangxi Region	70,000 tonnes/year (200 tonnes/day)
4	Nanjiang, Sichuan Province	70,000 tonnes/year (200 tonnes/day)
5	Lingyun, Guangxi Region	30,000 tonnes/year (100 tonnes/day)
6	Xing'an, Guangxi Region	100,000 tonnes/year (300 tonnes/day)
7	Linxia, Gansu Province	100,000 tonnes/year (300 tonnes/day)
Total		**540,000 tonnes/year (1,600 tonnes/day)**

As at the end of the Reporting Period, the Group had a municipal waste treatment capacity of approximately 20.458 million tonnes/year (approximately 56,915 tonnes/day), including approximately 18.488 million tonnes/year (approximately 51,415 tonnes/day) completed and approximately 1.97 million tonnes/year (approximately 5,500 tonnes/day) under construction, under approval and pending construction and reserve.

New Energy Business

During the Reporting Period, confronted with intensifying competition in the new energy industry and pressures from raw-material price fluctuations, the Group kept pace with industry trends. The lithium iron phosphate cathode materials projects adhered to the strategy of "formulating production plans based on sales volume", accelerated the research and development and certification of new products and market expansion, and fully leveraged equipment efficiency. The anode material projects progressed with the orderly optimisation of production processes, and full efforts were being made to bring the production line into full operation. The Group continuously optimised the technologies and techniques of lithium battery recycling comprehensive utilisation projects with a total contracted treatment capacity of 190,000 tonnes/year.

As at the end of the Reporting Period, details of the Group's lithium battery recycling comprehensive utilisation projects are set out in the following table:

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date
1	In operation	Wuhu, Anhui Province	15,000 tonnes/year	December 2024
Sub-total:			**15,000 tonnes/year**	
No.	**Status of Construction**	**Project Location**	**Treatment Capacity**	**Expected Completion Date**
2	Under construction	Li County, Hunan Province	10,000 tonnes/year	December 2026
Sub-total:			**10,000 tonnes/year**	
No.	**Status of Construction**	**Project Location**	**Treatment Capacity**	**Expected Completion Date**
3	Under approval and pending construction	Huaibei, Anhui Province	15,000 tonnes/year	/
4		Shijiazhuang, Hebei Province	30,000 tonnes/year	/
5		Dengfeng, Henan Province	15,000 tonnes/year	/
6		Tongchuan, Shaanxi Province	15,000 tonnes/year	/
7		Jingmen, Hubei Province	15,000 tonnes/year	/
Sub-total:			**90,000 tonnes/year**	

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date
8	Reserve project	Zaozhuang, Shandong Province	30,000 tonnes/year	/
9		Zhuzhou, Hunan Province	15,000 tonnes/year	/
10		Changshan, Zhejiang Province	30,000 tonnes/year	/
Sub-total:			**75,000 tonnes/year**	
Total:			**190,000 tonnes/year**	

During the Reporting Period, the Group manufactured 17,200 tonnes of cathode materials under its new energy business; the Group's lithium battery recycling comprehensive utilisation projects recorded treatment of 3,700 tonnes of batteries.

New Building Materials and Port Logistics

The Group's new building materials business, positioned at the forefront of the market, accelerated the technical transformation and process quality upgrading of its silica-free carbon-negative board project to enhance product added value, while pursuing sales coordination of consumer building materials to expand market share and actively responding to the market environment of weakening demand and downward pressure on product prices in the building materials market.

During the Reporting Period, the Group recorded new building materials product sales of approximately 3.00 million square metres, with an operating revenue of RMB37.13 million, representing a period-to-period decrease of 18.97%.

The Group's port logistics business continued to promote service advancement and proactively secure market resources. It intensified efforts to expand foreign trade resources, leveraged the operational potential of berths, and continuously optimised its customer structure, so as to actively address the operational pressures amid the current market environment.

During the Reporting Period, the port logistics business achieved a throughput of approximately 12.18 million tonnes, with an operating revenue of RMB56.36 million, representing a period-to-period decrease of 37.58%.

FINANCIAL PROFITABILITY

Item	**January – June 2026 Amount** *(RMB'000)*	January – June 2025 Amount *(RMB'000)*	**Changes between the Reporting Period and the corresponding period of the previous year** *(%)*
Revenue	**3,792,678**	3,086,325	22.89
Profit before taxation	**900,711**	1,393,319	-35.36
Share of profits of associates	**509,414**	839,366	-39.31
Profit before taxation from principal businesses	**391,297**	553,953	-29.36
Net profit attributable to equity shareholders of the Company	**830,651**	1,285,536	-35.38
Net profit from principal businesses attributable to equity shareholders of the Company	**321,237**	446,170	-28.00

During the Reporting Period, the Group achieved revenue of RMB3,792.68 million, representing a period-on-period increase of 22.89%. Profit before taxation amounted to RMB900.71 million, representing a period-on-period decrease of 35.36%, primarily attributable to the combined effect of the decrease in share of profits of the associate Conch Holdings and the decrease in profit from principal businesses. Share of profits of associates amounted to RMB509.41 million, representing a period-on-period decrease of 39.31%. Profit before taxation from principal businesses amounted to RMB391.30 million, representing a period-on-period decrease of 29.36%. Net profit attributable to equity shareholders of the Company amounted to RMB830.65 million, representing a period-on-period decrease of 35.38%. Net profit from principal businesses attributable to equity shareholders amounted to RMB321.24 million, representing a period-on-period decrease of 28.00%, primarily attributable to the combined effect of the fluctuation in lithium carbonate prices in the new energy business and the recognition of impairment losses on waste incineration project operating rights. Basic earnings per share amounted to RMB0.49.

Revenue by business stream

Item	January – June 2026 Amount (RMB'000)	Percentage (%)	January – June 2025 Amount (RMB'000)	Percentage (%)	Change in amount (%)	Change in percentage (percentage points)
Waste incineration solutions	**2,455,290**	**64.74**	2,381,363	77.16	3.10	-12.42
Energy-saving equipment	**212,975**	**5.61**	258,538	8.38	-17.62	-2.77
New building materials	**37,131**	**0.98**	45,826	1.48	-18.97	-0.50
New energy business	**1,030,926**	**27.18**	310,318	10.05	232.22	17.13
Port logistics	**56,356**	**1.49**	90,280	2.93	-37.58	-1.44
Total	**3,792,678**	**100.00**	3,086,325	100.00	22.89	–

During the Reporting Period, the rapid development of the Group's new energy business contributed to the revenue growth of the Group. With a breakdown by business:

(i) The revenue from waste incineration solutions amounted to RMB2,455.29 million, representing a period-on-period increase of 3.10%, which was mainly due to the period-on-period increase in the Group's waste intake volume, on-grid electricity generation and external steam sales volume, leading to a period-on-period increase in revenue.

(ii) The revenue from energy-saving equipment amounted to RMB212.98 million, representing a period-on-period decrease of 17.62%, which was mainly due to the decrease in orders of energy-saving equipment.

(iii) The revenue from new building materials amounted to RMB37.13 million, representing a period-on-period decrease of 18.97%, which was mainly due to the decrease in both sales volume and prices as a result of market influence.

(iv) The revenue from new energy business amounted to RMB1,030.93 million, representing a period-on-period increase of 232.22%, which was mainly due to the Group's active exploration of the market, leading to an increase in product sales volume, and thus a rapid revenue growth.

(v) The revenue from port logistics amounted to RMB56.36 million, representing a period-on-period decrease of 37.58%, which was mainly due to the decrease in both throughput and unit prices as a result of intensified market competition, leading to a decrease in revenue.

Breakdown of revenue from waste incineration solutions

Revenue Breakdown	**January – June 2026** Amount	Percentage	January – June 2025 Amount	Percentage	Change in amount	Change in percentage
	(RMB'000)	*(%)*	*(RMB'000)*	*(%)*	*(%)*	*(percentage points)*
Operation revenue	**2,215,365**	**90.23**	2,107,320	88.49	5.13	1.74
Grate furnace power generation	**2,195,294**	**89.41**	2,087,551	87.66	5.16	1.75
Waste treatment by cement kilns	**20,071**	**0.82**	19,769	0.83	1.53	-0.01
Construction revenue	**239,925**	**9.77**	274,043	11.51	-12.45	-1.74
Grate furnace power generation	**239,925**	**9.77**	274,043	11.51	-12.45	-1.74
Total	**2,455,290**	**100.00**	2,381,363	100.00	3.10	–

During the Reporting Period, the operation revenue from the waste incineration solutions segment amounted to RMB2,215.37 million, representing a period-on-period increase of 5.13%, which was mainly due to the period-on-period increase in the Group's waste intake volume, on-grid electricity generation and external steam sales volume, contributing to revenue growth. The construction revenue from the waste incineration solutions segment amounted to RMB239.93 million, representing a period-on-period decrease of 12.45%, which was mainly due to the decrease in the number of projects under construction.

Revenue by geographical locations

Item	January – June 2026		January – June 2025			
	Amount	**Percentage**	Amount	Percentage	**Change in amount**	**Change in percentage**
	(RMB'000)	***(%)***	*(RMB'000)*	*(%)*	*(%)*	*(percentage points)*
Chinese Mainland	**3,716,853**	**98.00**	2,967,183	96.14	25.27	1.86
Asia (except Chinese Mainland)	**75,825**	**2.00**	119,142	3.86	-36.36	-1.86
Total	**3,792,678**	**100.00**	3,086,325	100.00	22.89	–

During the Reporting Period, the Group's revenue derived from the Chinese Mainland market recorded a period-on-period increase of 25.27%. The revenue derived from Asia (except Chinese Mainland) market amounted to RMB75.83 million, representing a period-on-period decrease of 36.36%, which was mainly due to the decrease in the number of the Group's overseas orders for energy-saving equipment.

Gross profit and gross profit margin

Item	January – June 2026		January – June 2025			
	Gross profit	**Gross profit margin**	Gross profit	Gross profit margin	**Change in amount**	**Change in gross profit margin**
	(RMB'000)	***(%)***	*(RMB'000)*	*(%)*	*(%)*	*(percentage points)*
Waste incineration solutions	**1,085,743**	**44.22**	1,040,784	43.71	4.32	0.52
Energy-saving equipment	**60,746**	**28.52**	83,923	32.46	-27.62	-3.94
New building materials	**-2,083**	**-5.61**	4,753	10.37	–	-15.98
New energy business	**-65,023**	**-6.31**	2,410	0.78	–	-7.08
Port logistics	**23,167**	**41.11**	52,528	58.18	-55.90	-17.08
Total	**1,102,550**	**29.07**	1,184,398	38.38	-6.91	-9.31

During the Reporting Period, the gross profit margin of the Group was 29.07%, representing a period-on-period decrease of 9.31 percentage points. With a breakdown by business:

(i) The gross profit margin for waste incineration solutions was 44.22%, representing a period-on-period increase of 0.52 percentage points. This was mainly due to the fact that the Group took various business measures such as increasing the on-grid electricity per tonne, selling steam externally and increases in garbage fees and furnace slag prices, leading to an increase in gross profit margin.

(ii) The gross profit margin for energy-saving equipment was 28.52%, representing a period-on-period decrease of 3.94 percentage points, mainly due to the impact of domestic market competition, which resulted in lower gross profit on domestic orders, leading to a decline in gross profit margin.

(iii) The gross profit margin for new building materials was -5.61%, representing a period-on-period decrease of 15.98 percentage points, mainly due to a decline in sales prices driven by market conditions, as well as a reduction in production volume which prevented the dilution of fixed costs, leading to a decrease in gross profit margin.

(iv) The gross profit margin for new energy business was -6.31%, representing a period-on-period decrease of 7.08 percentage points, mainly due to the increase of raw material costs such as lithium carbonate, leading to a decrease in gross profit margin.

(v) The gross profit margin for port logistics was 41.11%, representing a period-on-period decrease of 17.08 percentage points, mainly due to the decline in price as a result of the impact of market competition, leading to a decrease in gross profit margin.

Other net income

During the Reporting Period, the Group's other net income amounted to RMB90.58 million, representing a period-on-period increase of RMB8.11 million, or 9.84%, which was mainly because of the period-on-period increase in the government grants received by the Group and value-added tax refund.

Administrative expenses

During the Reporting Period, the Group's administrative expenses amounted to RMB440.17 million, representing a period-on-period increase of RMB86.07 million, or 24.31%, which was mainly due to higher research and development expenses and the recognition of impairment losses on waste incineration project operating rights, resulting in the increase in administrative expenses.

Finance costs

During the Reporting Period, the Group's finance costs amounted to RMB334.68 million, remaining essentially unchanged period-on-period.

FINANCIAL POSITION

As at 30 June 2026, the Group's total assets amounted to RMB85,235.10 million, representing an increase of RMB952.85 million as compared to the end of the previous year. The equity attributable to equity shareholders of the Company amounted to RMB49,725.47 million, representing an increase of RMB326.48 million as compared to the end of the previous year. The Group's gearing ratio (total liabilities/total assets) was 39.93%, representing an increase of 0.29 percentage point as compared to the end of the previous year. The balance sheet items of the Group are as follows:

Item	**As at 30 June 2026** *(RMB'000)*	As at 31 December 2025 *(RMB'000)*	**Change between the end of the Reporting Period and the end of the previous year** *(%)*
Property, plant and equipment and investment properties	**8,893,876**	8,642,659	2.91
Non-current assets	**75,662,208**	75,316,433	0.46
Non-current liabilities	**27,372,114**	24,931,372	9.79
Current assets	**9,572,896**	8,965,817	6.77
Current liabilities	**6,665,649**	8,478,470	–21.38
Net current assets	**2,907,247**	487,347	496.55
Equity attributable to equity shareholders of the Company	**49,725,473**	49,398,995	0.66
Total assets	**85,235,104**	84,282,250	1.13
Total liabilities	**34,037,763**	33,409,842	1.88

Non-current assets and non-current liabilities

As at 30 June 2026, non-current assets of the Group amounted to RMB75,662.21 million, representing an increase of 0.46% as compared to the end of the previous year, which was mainly due to an increase in the Group's investment in property, plant and equipment; non-current liabilities amounted to RMB27,372.11 million, representing an increase of 9.79% as compared to the end of the previous year, which was mainly due to the Group's issuance of RMB2.775 billion in unsecured medium-term notes during the Reporting Period.

Current assets and current liabilities

As at 30 June 2026, current assets of the Group amounted to RMB9,572.90 million, current liabilities amounted to RMB6,665.65 million, and net current assets amounted to RMB2,907.25 million, representing an increase of 496.55% as compared to the end of the previous year, which was mainly due to the Group's issuance of 5-year unguaranteed medium-term notes to repay matured unguaranteed medium-term notes of RMB2.7 billion, which resulted in a decrease in current liabilities.

Equity attributable to equity shareholders of the Company

As at 30 June 2026, the equity attributable to equity shareholders of the Company amounted to RMB49,725.47 million, representing an increase of 0.66% as compared to the end of the previous year, which was mainly due to increases in the Group's interests in associates and net profit from principal businesses attributable to the equity shareholders.

LIQUIDITY AND CAPITAL SOURCES

During the Reporting Period, by taking the advantage of its capital size to the utmost, the Group enhanced capital planning and management, optimised the financing structure, broadened its borrowing channels. By issuing green medium-term notes, it reduced the financing costs, and rationally arranged loans for projects, so as to satisfy the Company's capital needs. As at 30 June 2026, the Group's cash and cash equivalents amounted to RMB2,184.85 million, which were mainly denominated in RMB, Hong Kong dollars and US dollars.

Bank loans

Item	**As at 30 June 2026** ***(RMB'000)***	As at 31 December 2025 *(RMB'000)*
Due within one year	**2,176,448**	1,777,044
Due after one year but within two years	**2,116,446**	2,356,319
Due after two years but within five years	**7,573,846**	7,203,387
Due after five years	**13,160,913**	13,613,319
Total	**25,027,653**	24,950,069

As at 30 June 2026, the balance of bank loans of the Group amounted to RMB25,027.65 million, representing an increase of RMB77.58 million as compared to the end of the previous year. As at 30 June 2026, the Group's bank loans were denominated in RMB and US dollars, and all loan interests were subject to variable interest rate.

Cash flows

Item	**January – June 2026** *(RMB'000)*	January – June 2025 *(RMB'000)*
Net cash generated from operating activities	**1,043,175**	914,849
Net cash used in investing activities	**–680,149**	–548,702
Net cash used in financing activities	**–252,454**	–103,888
Net increase in cash and cash equivalents	**110,572**	262,259
Effect of foreign exchange rate changes	**1,875**	2,757
Cash and cash equivalents at the beginning of the period	**2,072,398**	2,269,721
Cash and cash equivalents at the end of the period	**2,184,845**	2,534,737

Net cash generated from operating activities

During the Reporting Period, net cash generated from operating activities of the Group amounted to RMB1,043.18 million, representing a period-on-period increase of RMB128.33 million, which was mainly due to the continuous increase in net cash generated from operating activities of the Group's grate furnace power generation during the Reporting Period.

Net cash used in investing activities

During the Reporting Period, net cash used in investing activities of the Group amounted to RMB680.15 million, representing a period-on-period increase of RMB131.45 million, which was mainly due to the fact that the Group has not received the dividend from Conch Holdings, an associate, during the Reporting Period.

Net cash used in financing activities

During the Reporting Period, net cash used in financing activities of the Group amounted to RMB252.45 million, representing a period-on-period increase of RMB148.57 million, which was mainly due to the period-on-period decrease in the net increase of the Group's interest-bearing debts during the Reporting Period.

COMMITMENTS

As at 30 June 2026, the Group had capital commitments not provided for in the interim financial report were as follows:

Item	At 30 June 2026 (RMB'000)	At 31 December 2025 (RMB'000)
Authorised and contracted for	**394,654**	556,094
Authorised but not contracted for	**80,561**	233,409
Total	**475,215**	789,503

FOREIGN EXCHANGE RISK

The Group's functional currency is RMB. Foreign exchange risks faced by the Group were mainly derived from account receivables, account payables and bank loans arising from sales and procurement which were mainly denominated in currencies including US dollars and Hong Kong dollars. Other than that, most of the assets and transactions of the Group were denominated in RMB, and the capital expenditures of the Group's domestic business were generally funded with the revenue in RMB. As a result, the Group is not exposed to significant foreign exchange risks.

During the Reporting Period, the Group did not use any financial instruments to hedge against any foreign exchange risks.

CONTINGENT LIABILITIES

As at 30 June 2026, the Group did not have any material contingent liabilities.

PLEDGE OF ASSETS

As at 30 June 2026, investment properties with carrying amount of RMB1,518.03 million, construction in progress with carrying amount of RMB1,693.91 million and right-of-use assets with carrying amount of RMB249.13 million of the Group were pledged as collaterals for certain bank loans.

Save as disclosed above, the Group did not have any pledge of assets as at 30 June 2026.

MATERIAL INVESTMENT, ACQUISITION OR DISPOSAL

During the Reporting Period, the Group had no material investments, acquisitions or disposals, and had no definite plan for any material investment, acquisition or disposal of capital assets.

ISSUE OF 2026 GREEN MEDIUM-TERM NOTES

On 2 December 2025, the Company received the Notice of Acceptance of Registration (《接受註冊通知書》) from the National Association of Financial Market Institutional Investors in the PRC, approving the registration of debt financing instruments of the Company with a registered amount of RMB5.0 billion, and the registration quota is valid for two years from the date of such notice. On 4 February 2026, the Company publicly issued the first tranche of 2026 green medium-term notes (Bond Connect) (the "**First Tranche of 2026 Green Medium-term Notes**") in the China Interbank Bond Market with an aggregate principal amount of RMB1.235 billion at a coupon rate of 1.9% for a term of five years, without any guarantee, setting a new low for the issuance rate among green panda bond issuances. The issuance of the First Tranche of 2026 Green Medium-term Notes is mainly for the purpose of repaying the first tranche of 2023 green medium-term notes (Bond Connect). As at the date of this announcement, the Company has repaid a total of RMB1.2 billion. The Company, as the issuer, has received "AAA" rating from China Lianhe Credit Rating Co., Ltd.* (聯合資信評估股份有限公司), a credit rating agency.

On 15 May 2026, the Company publicly issued the second tranche and third tranche of 2026 Green Medium-term Notes (Bond Connect) ("**Second Tranche and Third Tranche of 2026 Green Medium-term Notes**") in the China Interbank Bond Market. The aggregate principal amount of the Second Tranche and Third Tranche of 2026 Green Medium-term Notes was RMB0.84 billion and RMB0.7 billion respectively, both at a coupon rate of 1.75% for a term of five years, without any guarantee, setting a new low for the issuance rate. The issuance of the Second Tranche and Third Tranche of 2026 Green Medium-term Notes is mainly for the purpose of repaying the Second Tranche of 2023 Green Medium-term Notes (Bond Connect). As at the date of this announcement, the Company has repaid a total of RMB1.5 billion. The Company, as the issuer, has received "AAA" rating from China Lianhe Credit Rating Co., Ltd.* (聯合資信評估股份有限公司), a credit rating agency.

Details of the issue of the First Tranche of 2026 Green Medium-term Notes and the Second Tranche and Third Tranche of 2026 Green Medium-term Notes are published on the website of National Association of Financial Market Institutional Investors (www.nafmii.org.cn) and the website of Shanghai Clearing House (www.shclearing.com.cn).

HUMAN RESOURCES

The Group attached great importance to the construction and development of human resources, explored and continuously optimised its corporate management system, strived to create an atmosphere of talent development concept of "respecting labour, knowledge, talents and creation", was dedicated to providing employees with competitive remuneration packages, safe and comfortable working environment and comprehensive welfare, and proactively built a multilevel, systematic and professional training system, conducted various professional business training from time to time, encouraged employees to participate in training and exchange activities conducted by social and industrial organisations to enhance the comprehensive quality and professional skills of employees and stimulate their motivation and creativity for work. At the same time, the Group has also actively built a fair and balanced platform full of opportunities for the strategic development of diversified talents, continuously enriched and improved its talent pool through various channels, including internal training, university-enterprise cooperation and recruitment from the society, made mature nurture and promotion channel in place and optimised the structure of human resource, so as to propel the high-quality development of the Group through advanced human resource management.

As at the end of the Reporting Period, the Group had 6,639 employees (30 June 2025: 6,641 employees). The remuneration of employees is based on qualifications, experience, work performance and market conditions. As required by the PRC regulations on social insurance, the Group participated in the social insurance schemes operated by local government authorities which include pension insurance, medical insurance, unemployment insurance, industrial injuries insurance and maternity insurance. During the Reporting Period, the total remuneration of employees (including the remuneration of the Directors) was approximately RMB575.6 million (for the corresponding period in 2025: RMB461.8 million).

FUTURE PLAN AND OUTLOOK

Under the strong leadership of the Board of Directors, the Group will adhere to the core operational principle of "focusing on principal activities, tapping potential and improving quality and efficiency", further exploring the potential for efficiency improvement in core environmental protection businesses, cultivating new growth drivers, and promoting the integrated development of business segments. Leveraging its own strengths and the platform resources of the Conch Holdings, the Group will achieve two-way empowerment between industrial layout and operational enhancement, strengthen its core competitiveness, safeguard the core interests of shareholders of the Company ("**Shareholders**"), and strive to build itself into a "leading in China, world-class" environmental protection enterprise group, thereby facilitating the Company's high-quality development.

Waste-to-Energy Business: Deepening Existing Operations for Diversified Empowerment

Guided by the long-cycle "365 Club" and high-quality "500 Excellence Group" and following the business philosophy of "optimising capacity, improving operations, and increasing profitability", the Group will leverage its management strengths in the waste-to-energy business to expand waste sources through multiple channels, give full play to the advantages of capacity utilisation rate and operation rate, and drive further growth of the capacity. It will summarise industrial operation experience and technical transformation results, continuously improve diversified business operation systems including steam sales, co-disposal, and green certificate trading, and explore scenario-based applications of green power resources. The Group will effectively push forward the work of increasing revenue through waste disposal fee and slag project price adjustments, so as to broaden the value boundary of the core business. In terms of project expansion, the Group will leverage the resource advantages of Conch Holdings to explore high-quality projects.

New Energy Business: Building on Technology Foundation and Expanding with Strong Momentum

Closely aligning with the market demand for new energy materials and downstream application trends, the Group will increase R&D and innovation efforts for high-end products, and increase market share by leveraging industrial synergy advantages. For the lithium iron phosphate cathode materials projects, the Group will optimise the operation model and give full play to mass production benefits; strengthen production-sales coordination and raw material control, optimise product performance, enrich product tiers, and enhance core competitiveness. For the anode materials projects, the Group will rely on the industrial layout advantages of Conch Holdings, focus on the goal of reaching full production and increasing efficiency, optimise process technology, and improve capacity utilisation.

For the comprehensive utilisation of lithium battery recycling business, the Group will continuously summarise operation experience, optimise process technology, improve product quality; expand recycling channels and marketing networks, and deepen cooperation with leading lithium battery enterprises.

Port Building Materials Business: Enhancing Efficiency through Integration and Prioritising Market Expansion

For the port logistics business, the Group will develop both domestic and foreign trade markets, further explore high-quality customer resources, focus on volume expansion, price increase, and stable growth, and strive to expand market share; upgrade berth grades to consolidate competitive advantages.

For the new building materials business, the Group will closely follow market demand, stabilise product processes, and vigorously expand into overseas markets. Meanwhile, it will improve its product R&D system to enhance product added value, actively integrate into the consumer building materials system and optimise sales models to boost profitability.

INTERIM DIVIDEND

The Board resolved to declare an interim dividend of HK$0.15 per share for the six months ended 30 June 2026 (six months ended 30 June 2025: HK$0.10 per share) to be payable to the Shareholders whose names appear on the register of members of the Company at the close of business on Friday, 23 October 2026. The interim dividend is expected to be paid to the Shareholders on Monday, 9 November 2026.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from Tuesday, 20 October 2026 to Friday, 23 October 2026, both days inclusive, during which period no transfer of shares will be registered. In order to qualify for the entitlement of the interim dividend, all share transfer documents accompanied by the relevant share certificates shall be lodged with the Company's branch share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong for registration not later than 4:30 p.m. on Friday, 16 October 2026. The record date for determining eligibility for the interim dividend is Friday, 23 October 2026.

FORFEITURE OF UNCLAIMED DIVIDENDS

Pursuant to Article 165 of the Articles of Association, the Board of the Company may forfeit all dividends which have not been claimed within six years after the declaration thereof for the benefit of the Company. The Board of the Company hereby notifies the Shareholders that all dividends declared on or before 29 June 2020 and remaining unclaimed as at Monday, 28 September 2026 will be forfeited for the benefit of the Company.

All Shareholders who are entitled to receive but have not yet received the aforesaid dividends or have not yet cashed the relevant dividend warrants are requested to contact the Company's branch share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong as soon as possible but not later than 4:30 p.m. on Friday, 25 September 2026.

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

The Board confirmed that the Company has complied with the principles and all applicable code provisions of Part 2 of the Corporate Governance Code as set out in Appendix C1 of the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") during the Reporting Period.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct regarding the securities transactions of the Company by the Directors and the relevant employees (who are likely to possess inside information of the Company) (the "**Securities Dealing Code**") on terms no less exacting than the required standard set out in the Model Code as set out in Appendix C3 to the Listing Rules. Having made specific enquiries by the Company, all Directors confirmed that they complied with the Model Code and the Securities Dealing Code during the Reporting Period.

REPURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

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

As at the end of the Reporting Period, the Company does not hold any treasury shares (including any treasury shares held or deposited with CCASS (as defined in the Listing Rules)).

REVIEW OF THE INTERIM RESULTS

The Audit Committee, which comprises three independent non-executive Directors, namely Mr. Chan Chi On (alias Derek Chan), being the chairman of the Audit Committee, Mr. Chan Kai Wing, and Ms. Cheng Yanlei, has reviewed the unaudited interim results and interim report of the Group for the six months ended 30 June 2026. The Audit Committee has no disagreement with the accounting treatment adopted by the Company.

SIGNIFICANT EVENT AFTER THE REPORTING PERIOD

On 30 July 2026, 四川海創尚緯新能源科技有限公司(Sichuan Conch Venture Sunway New Energy Technology Co., Ltd.*) ("**CV Sunway**") (a 51%-owned subsidiary of the Company) entered into the Shanghai Shanshan Framework Supply of Services Agreement with 上海杉杉鋰電材料科技有限公司(Shanghai Shanshan Lithium Battery Material Technology Co., Ltd.*) ("**Shanghai Shanshan**") (for itself and on behalf of its subsidiaries) in relation to the supply of carbon powder graphitisation processing services, powder material processing and services involved in production and operation of the receiving parties by CV Sunway to Shanghai Shanshan and its subsidiaries.

The number of shares of the Company held by Conch Holdings (together with 安徽海螺水泥股份有限公司 (Anhui Conch Cement Company Limited*) ("**Conch Cement**") and its subsidiaries from time to time, other than China Conch Environment Protection Holdings Limited and its subsidiaries (Conch Cement is owned as to 37.55% by Conch Holdings)) are approaching 21% of the issued share capital in the Company. Accordingly, Conch Holdings is a substantial shareholder of the Company and hence a connected person of the Company under Rule 14A.07 of the Listing Rules. Conch Holdings has entered into a series of reorganisation arrangements with, among other parties, 安徽皖維集團有限責任公司(Anhui Wanwei Group Co., Ltd.*) ("**Wanwei Group**"). On 11 August 2026, Anhui Wanwei Updated High-Material Industry Co., Ltd (安徽皖維高新材料股份有限公司), a subsidiary of Wanwei Group, published an announcement stating that Conch Holdings had become its indirect controlling shareholder. Upon the completion of such reorganisation, Conch Holdings holds 60% of the equity interest in Wanwei Group. Shanghai Shanshan is a subsidiary of 寧波杉杉股份有限公司 (Ningbo Shanshan Co., Ltd.*) ("**Shanshan**"). According to an announcement issued by Shanshan on 21 July 2026, Wanwei Group has established de facto control over Shanshan as at 20 July 2026 although it holds less than 50% of the voting rights in Shanshan. As such, the Shanghai Shanshan Framework Supply of Services Agreement and the transactions contemplated thereunder constitute continuing connected transactions of the Company under Chapter 14A of the Listing Rules. For details, please refer to the announcement of the Company dated 30 July 2026.

Save as disclosed above, there was no significant event requiring disclosure affecting the Group occurred during the period subsequent to the Reporting Period and up to the date of this announcement.

PUBLICATION OF INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This results announcement is available on the website of the Stock Exchange (http://www.hkexnews.hk) and the website of the Company (http://www.conchventure.com). The interim report of the Company for the six months ended 30 June 2026 containing all the information required by the Listing Rules will be published on the above websites and be dispatched to the Shareholders, if necessary, in due course.

On behalf of the Board
China Conch Venture Holdings Limited
GUO Jingbin
Chairman

Anhui Province, the People's Republic of China
27 August 2026

As at the date of this announcement, the Board comprises Mr. GUO Jingbin (Chairman), Mr. JI Qinying (Vice-Chairman and Chief Executive Officer), Mr. WANG Xuesen, Mr. HE Guangyuan and Mr. WAN Changbao as executive Directors; Mr. LYU Wenbin as non-executive Director; and Mr. CHAN Chi On (alias Derek CHAN), Mr. CHAN Kai Wing and Ms. CHENG Yanlei as independent non-executive Directors.

* *English translation or transliteration of Chinese name for identification purpose only*