China Vanadium Titano-Magnetite Mining Company Limited
中國釩鈦磁鐵礦業有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 00893)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

FINANCIAL HIGHLIGHTS

For 1H2026:

- the Group's revenue was approximately RMB191.6 million for 1H2026 (1H2025: RMB279.7 million);
- the Group recorded a Net Loss of approximately RMB9.3 million for 1H2026 (1H2025: Net Profit of RMB1.0 million);
- given the above, the basic and diluted loss per Share attributable to owners of the Company was approximately RMB0.41 cents for 1H2026 (1H2025: earnings per Share attributable to owners of the Company of RMB0.04 cents); and
- the Board does not recommend the payment of an interim dividend for 1H2026 (1H2025: Nil).

The Board hereby announces the unaudited interim condensed financial information of the Group for the Reporting Period together with the comparative information for the corresponding period in 2025 as follows:

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026

		For the six months ended 30 June	
		2026	2025
	Notes	***RMB'000***	*RMB'000*
		(Unaudited)	(Unaudited)
Revenue	*3, 4*	**191,591**	279,667
Cost of sales		**(186,317)**	(273,262)
Gross profit		**5,274**	6,405
Other income and gains	*4*	**5,285**	11,304
Selling and distribution expenses		**(1,903)**	(1,728)
Administrative expenses		**(9,441)**	(9,405)
Other expenses		**(4,543)**	(236)
Finance costs	*5*	**(2,836)**	(3,138)
Share of results of joint ventures		**946**	833
(LOSS)/PROFIT BEFORE TAX	*6*	**(7,218)**	4,035
Income tax expense	*7*	**(2,181)**	(1,094)
(LOSS)/PROFIT FOR THE PERIOD		**(9,399)**	2,941
OTHER COMPREHENSIVE (LOSS)/INCOME			
Other comprehensive (loss)/income that may be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations		**(25)**	33
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD		**(9,424)**	2,974
(Loss)/profit attributable to:			
Owners of the Company		**(9,300)**	923
Non-controlling interests		**(99)**	2,018
		(9,399)	2,941

	Notes	For the six months ended 30 June 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Total comprehensive (loss)/income attributable to:			
Owners of the Company		**(9,325)**	956
Non-controlling interests		**(99)**	2,018
		(9,424)	2,974
(LOSS)/EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY:			
Basic and diluted			
– For (loss)/profit for the period	*9*	**RMB(0.41) cents**	RMB0.04 cents

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Notes	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000
NON-CURRENT ASSETS			
Property, plant and equipment	*10*	**239,139**	227,798
Right-of-use assets	*10*	**21,896**	20,770
Intangible assets	*10*	**813,784**	813,795
Interests in joint ventures		**5,959**	5,013
Prepayments, other receivables and other assets	*11*	**297**	323
Deferred tax assets	*12*	**12,496**	14,515
Total non-current assets		**1,093,571**	1,082,214
CURRENT ASSETS			
Inventories		**10,448**	14,637
Trade and bills receivables	*13*	**56,588**	161,940
Prepayments, other receivables and other assets	*11*	**85,467**	45,248
Due from related parties		**4,283**	847
Pledged deposits		**25**	25
Cash and cash equivalents		**2,483**	9,238
Total current assets		**159,294**	231,935
CURRENT LIABILITIES			
Trade payables	*14*	**61,133**	64,701
Contract liabilities		**435**	4,773
Other payables and accruals		**95,044**	104,019
Interest-bearing bank and other borrowings	*15*	**4,000**	4,000
Due to related parties		**1,254**	5,617
Lease liabilities		**2,554**	2,019
Tax payable		**9,763**	9,717
Total current liabilities		**174,183**	194,846
NET CURRENT (LIABILITIES)/ASSETS		**(14,889)**	37,089
TOTAL ASSETS LESS CURRENT LIABILITIES		**1,078,682**	1,119,303

	Notes	**30 June 2026** *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000*
NON-CURRENT LIABILITIES			
Due to related parties		**9,058**	9,573
Contract liabilities		**–**	30,000
Lease liabilities		**19,743**	19,128
Interest-bearing bank and other borrowings	*15*	**76,000**	78,010
Provision for rehabilitation		**16,428**	16,197
Other payables and accruals		**44,883**	44,401
Total non-current liabilities		**166,112**	197,309
Net assets		**912,570**	921,994
EQUITY			
Equity attributable to owners of the Company			
Issued capital	*16*	**197,889**	197,889
Reserves		**418,280**	427,605
		616,169	625,494
Non-controlling interests		**296,401**	296,500
Total equity		**912,570**	921,994

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

For the six months ended 30 June 2026

1. BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended 30 June 2026 (the "Reporting Period") has been prepared in accordance with International Accounting Standard ("IAS") 34 "Interim Financial Reporting". 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.

Going Concern

In preparing the interim consolidated financial statements, the Directors noted that whilst the Group had recorded a consolidated loss before income tax of approximately RMB7.2 million for 1H2026 and net current liabilities of approximately RMB14.9 million as at 30 June 2026, the Group generated net operating cash flows of approximately RMB5.7 million for 1H2026. In addition, the Directors have also given consideration to the future liquidity and performance of the Group, after taking into consideration the following:

(i) The loss for 1H2026 was partly due to the ongoing temporary suspension of mining operations to facilitate the Mining Site Upgrade and Capacity Expansion of the Maoling-Yanglongshan Mine (as announced on 30 September 2025) (the "Temporary Suspension"). The Temporary Suspension reduced the Group's output of high-grade iron concentrates during the Reporting Period as the upgrading project is in transition, which the Group expects to complete within approximately 15 months from the last quarter of 2025, subject to construction progress, regulatory processes and prevailing site conditions, as previously announced.

(ii) the Group has been able to meet its principal repayment obligations in respect of its borrowings as and when they fall due and, as at the date of this announcement, there is no indication that the Group will not be able to meet its repayment obligations over the next twelve months;

(iii) the Group has not experienced any significant difficulties in renewing its short-term bank loans upon their maturities and as at the date of this announcement, there is no indication that the banks will not renew the existing bank loans, barring unforeseen circumstances. The Group remains proactive in engaging in discussions and negotiations with the banks for renewal of its facilities as and when they fall due such that the Group can continue to meet its working capital requirements for the year ending 31 December 2026;

(iv) the Group will explore and discuss with various financial institutions and potential lenders to secure new financing arrangements to meet the Group's working capital and financial requirements, as and when required;

(v) the Group will engage with its key suppliers for extended credit terms as and when required;

(vi) the Group will manage its trade receivable collection cycles and as at the date of this announcement, there is no indication that there is a material bad debts risk;

(vii) the Group will, where necessary and appropriate, review its asset portfolio and may consider realising part, if not whole, of certain under-utilised assets for additional liquidity; and

(viii) the Group will, where necessary and appropriate, consider raising funds via issuance of new shares with a view to strengthening its balance sheet.

Having considered the cash flow projection of the Group, which takes into account the above, the Directors are of the opinion that the Group will have sufficient funding resources to meet its working capital requirements for at least the next twelve months from the date of approval of the interim condensed consolidated financial statements, barring unforeseen circumstances.

2. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of the Amendments to IFRS 9 and IFRS 7, and annual improvements to IFRS Accounting Standards for the first time for the current period's financial information.

The Group has assessed the impact of the adoption of the amendments and concluded that the amendments did not have any significant financial impact on the financial position and performance of the Group.

3. SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on their services and products and has four (six months ended 30 June 2025: four) reportable segments as follows:

(a) the high-Fe mining operation segment comprises the operation of sale of self-produced high-grade iron concentrates within the range of 65% TFe to 72% TFe;

(b) the trading segment comprises the operation of sale of traded products;

(c) the facility management segment comprises the provision of facilities management services for the mining related industry; and

(d) the corporate and others segment comprises the non-operating activities supporting the Group which include the central functions such as the functional costs that have not been allocated to the other segments.

The Directors monitor the results of the Group's operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on reportable segment profit/loss, which is a measure of adjusted profit/loss before tax. The adjusted profit/loss before tax is measured consistently with the Group's profit/loss before tax except that other income and gains, other expenses, interest on bank and other borrowings, interest on mining right payable and share of results of joint ventures are excluded from such measurement.

Segment assets exclude interest in joint ventures, deferred tax assets, pledged deposits and cash and cash equivalents as these assets are managed on a group basis.

Segment liabilities exclude interest-bearing bank and other borrowings and tax payable as these liabilities are managed on a group basis.

For the six months ended 30 June 2026

Segments	High-Fe mining operation *RMB'000* (Unaudited)	Trading *RMB'000* (Unaudited)	Facility management *RMB'000* (Unaudited)	Corporate and others *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Segment revenue *(note 4)*					
Sales to external customers	**11,843**	**169,913**	**9,835**	**–**	**191,591**
Intersegment sales	**–**	**–**	**657**	**–**	**657**
Revenue	**11,843**	**169,913**	**10,492**	**–**	**192,248**
Segment results	**(2,828)**	**1,080**	**397**	**(5,586)**	**(6,937)**
Reconciliation:					
Other income and gains					**5,285**
Other expenses					**(4,543)**
Finance costs (other than interest on lease liabilities and unwinding of discount on provision for rehabilitation)					**(1,969)**
Share of results of joint ventures					**946**
Loss before tax					**(7,218)**
Other segment information					
Depreciation and amortisation *(note 10)*	**3,485**	**–**	**–**	**370**	**3,855**
Loss from write-off of property, plant and equipment	**285**	**–**	**–**	**–**	**285**
Gain from write-off of trade and other payables	**(19)**	**–**	**–**	**–**	**(19)**
Capital expenditure* *(note 10)*	**14,088**	**–**	**–**	**–**	**14,088**

* *Capital expenditure consists of additions to property, plant and equipment.*

As at 30 June 2026

Segments	High-Fe mining operation *RMB'000* (Unaudited)	Trading *RMB'000* (Unaudited)	Facility management *RMB'000* (Unaudited)	Corporate and others *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Segment assets	**508,215**	**142,806**	**23,353**	**765,631**	**1,440,005**
Reconciliation:					
Elimination of intersegment receivables					**(208,103)**
Interest in joint ventures					**5,959**
Deferred tax assets					**12,496**
Cash and cash equivalents					**2,483**
Pledged deposits					**25**
Total assets					**1,252,865**
Segment liabilities	**235,093**	**135,607**	**10,843**	**77,092**	**458,635**
Reconciliation:					
Elimination of intersegment payables					**(208,103)**
Interest-bearing bank and other borrowings					**80,000**
Tax payable					**9,763**
Total liabilities					**340,295**

For the six months ended 30 June 2025

Segments	High-Fe mining operation *RMB'000* (Unaudited)	Trading *RMB'000* (Unaudited)	Facility management *RMB'000* (Unaudited)	Corporate and others *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Segment revenue *(note 4)*					
Sales to external customers	45,827	224,013	9,827	–	279,667
Intersegment sales	–	–	720	–	720
Revenue	45,827	224,013	10,547	–	280,387
Segment results	(3,297)	1,749	360	(4,460)	(5,648)
Reconciliation:					
Other income and gain					11,304
Other expenses					(236)
Finance costs (other than interest on lease liabilities and unwinding of discount on provision for rehabilitation)					(2,218)
Share of results of joint ventures					833
Profit before tax					4,035
Other segment information					
Depreciation and amortisation	8,787	–	–	360	9,147
Gain from write-off of trade and other payables	–	–	–	(5,678)	(5,678)
Capital expenditure*	11,413	–	–	–	11,413

* *Capital expenditure consists of additions to property, plant and equipment.*

As at 31 December 2025

Segments	High-Fe mining operation *RMB'000*	Trading *RMB'000*	Facility management *RMB'000*	Corporate and others *RMB'000*	Total *RMB'000*
Segment assets	504,700	196,280	22,765	768,607	1,492,352
Reconciliation:					
Elimination of intersegment receivables					(206,994)
Interest in joint ventures					5,013
Deferred tax assets					14,515
Cash and cash equivalents					9,238
Pledged deposits					25
Total assets					1,314,149
Segment liabilities	259,027	150,266	9,199	88,930	507,422
Reconciliation:					
Elimination of intersegment payables					(206,994)
Interest-bearing bank and other borrowings					82,010
Tax payable					9,717
Total liabilities					392,155

4. REVENUE, OTHER INCOME AND GAINS

Revenue

An analysis of revenue is as follows:

	For the six months ended 30 June			
	2026		2025	
	RMB'000 **(Unaudited)**	*%*	*RMB'000* (Unaudited)	*%*
Revenue from contracts with customers				
Sale of industrial products:				
High-grade iron concentrates	**11,843**	**6.2**	45,827	16.0
Steels	**169,913**	**88.7**	224,013	80.0
Rendering of facility management services	**9,835**	**5.1**	9,827	4.0
	191,591	**100.0**	279,667	100.0

Disaggregated revenue information

For the six months ended 30 June 2026

Segments	**High-Fe mining operation** ***RMB'000*** **(Unaudited)**	**Trading** ***RMB'000*** **(Unaudited)**	**Facility management** ***RMB'000*** **(Unaudited)**	**Total** ***RMB'000*** **(Unaudited)**
Type of goods or services				
High-grade iron concentrates	**11,843**	**–**	**–**	**11,843**
Trading of steels	**–**	**169,913**	**–**	**169,913**
Facility management services	**–**	**–**	**9,835**	**9,835**
	11,843	**169,913**	**9,835**	**191,591**
Geographical market				
Chinese Mainland	**11,843**	**169,913**	**9,835**	**191,591**
Time of revenue recognition				
Goods transferred at a point in time	**11,843**	**169,913**	**–**	**181,756**
Services transferred over time	**–**	**–**	**9,835**	**9,835**
	11,843	**169,913**	**9,835**	**191,591**

For the six months ended 30 June 2025

Segments	High-Fe mining operation *RMB'000* (Unaudited)	Trading *RMB'000* (Unaudited)	Facility management *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Type of goods or services				
High-grade iron concentrates	45,827	–	–	45,827
Trading of steels	–	224,013	–	224,013
Facility management services	–	–	9,827	9,827
	45,827	224,013	9,827	279,667
Geographical market				
Chinese Mainland	45,827	224,013	9,827	279,667
Time of revenue recognition				
Goods transferred at a point in time	45,827	224,013	–	269,840
Services transferred over time	–	–	9,827	9,827
	45,827	224,013	9,827	279,667

For the six months ended 30 June 2026

Segments	**High-Fe mining operation** ***RMB'000*** **(Unaudited)**	**Trading** ***RMB'000*** **(Unaudited)**	**Facility management** ***RMB'000*** **(Unaudited)**	**Total** ***RMB'000*** **(Unaudited)**
Revenue from contracts with customers				
External customers	**11,843**	**169,913**	**9,835**	**191,591**
Intersegment sales	**–**	**–**	**657**	**657**
Total revenue	**11,843**	**169,913**	**10,492**	**192,248**

For the six months ended 30 June 2025

Segments	High-Fe mining operation *RMB'000* (Unaudited)	Trading *RMB'000* (Unaudited)	Facility management *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Revenue from contracts with customers				
External customers	45,827	224,013	9,827	279,667
Intersegment sales	–	–	720	720
Total revenue	45,827	224,013	10,547	280,387

Other income and gains

An analysis of other income and gains is as follows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Other income		
Government grants	**650**	526
Sale of raw materials	**39**	141
Guarantee fee	**3,286**	4,908
Miscellaneous	**762**	51
	4,737	5,626
Gains		
Write-off of trade and other payables	**19**	5,678
Foreign exchange gains, net	**529**	–
Total other income and gains	**5,285**	11,304

5. FINANCE COSTS

An analysis of finance costs is as follows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Interest on bank and other borrowings	**1,190**	1,330
Interest on lease liabilities	**544**	507
Interest on mining right payable	**779**	888
Unwinding of discount on provision for rehabilitation	**323**	413
	2,836	3,138

6. (LOSS)/PROFIT BEFORE TAX

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

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Cost of services provided	**8,468**	8,389
Cost of inventories sold	**177,849**	264,873
Cost of sales	**186,317**	273,262
Auditor's remuneration	**300**	400
Expenses relating to short-term leases (included in administrative expenses)	**72**	66
Foreign exchange (gains)/loss, net	**(529)**	16

7. INCOME TAX EXPENSE

Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands, the Group was not subject to any income tax in the Cayman Islands and the British Virgin Islands during the six months ended 30 June 2026 and 2025.

The provision for the PRC Corporate Income Tax ("CIT") is based on the respective PRC CIT rates applicable to the subsidiaries located in Chinese Mainland as determined in accordance with the relevant income tax rules and regulations of Chinese Mainland for the six months ended 30 June 2026 and 2025.

All subsidiaries domiciled in the PRC (the "PRC subsidiaries") were subject to the PRC CIT rate of 25% during the six months ended 30 June 2026 and 2025, except for certain subsidiaries in the PRC which are qualified as Small Low-profit Enterprises and thus entitled to a preferential income tax rate of 20%.

Pursuant to the income tax rules and regulations in Singapore, the Group's subsidiary located in Singapore is liable to Singapore corporate income tax at a rate of 17% on the assessable profits generated for the six months ended 30 June 2026 and 2025.

The major components of income tax charge are as follows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Current – Chinese Mainland charge for the period	**(162)**	(1,313)
Deferred *(note 12)*	**(2,019)**	219
Total tax charge for the period	**(2,181)**	(1,094)

8. DIVIDEND

At a meeting of the Board held on 28 August 2026, the Directors did not recommend an interim dividend for the Reporting Period (six months ended 30 June 2025: Nil).

9. (LOSS)/EARNINGS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY

The calculation of basic (loss)/earnings per share is based on the loss attributable to owners of the Company for the Reporting Period of RMB9,300,000 (profit for the six months ended 30 June 2025: RMB923,000), and the weighted average number of ordinary shares of 2,249,015,410 (30 June 2025: 2,249,015,410) in issue during the Reporting Period.

The diluted (loss)/earnings per share is the same as the basic (loss)/earnings per share, as the Group has no dilutive potential ordinary shares during the Reporting Period and prior period.

10. PROPERTY, PLANT AND EQUIPMENT, RIGHT-OF-USE ASSETS AND INTANGIBLE ASSETS

	Property, plant and equipment *RMB'000*	**Right-of-use assets** *RMB'000*	**Intangible assets** *RMB'000*
At 1 January 2026	227,798	20,770	813,795
Additions	14,088	2,518	–
Depreciation/amortisation charged during the period	(2,462)	(1,382)	(11)
Write-off	(285)	–	–
Exchange realignment	–	(10)	–
At 30 June 2026 (unaudited)	**239,139**	**21,896**	**813,784**

Note:

As at 30 June 2026, the mining right of Maoling-Yanglongshan Mine with a net carrying amount of RMB163,857,000 (31 December 2025: RMB163,857,000) has been pledged to secure the Group's bank loans of RMB67,600,000 (31 December 2025: RMB68,100,000) (note 15(a)).

11. PREPAYMENTS, OTHER RECEIVABLES AND OTHER ASSETS

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000*
Current portion:		
Prepayments consisting of:		
Purchase of raw materials	**80,343**	39,485
Utilities	**11**	121
Other prepayments	**568**	908
Other receivables consisting of:		
Deductible input value-added tax	**1,633**	1,252
Other receivables	**3,147**	3,717
	85,702	45,483
Impairment allowance	**(235)**	(235)
	85,467	45,248
Non-current portion:		
Prepayment for the maintenance of a road	**297**	323
	85,764	45,571

12. DEFERRED TAX

The movements in deferred tax assets during the Reporting Period are as follows:

	Losses available for offsetting against taxable profits *RMB'000*	**Excess tax depreciation over book value of fixed assets** *RMB'000*	**Provision for rehabilitation** *RMB'000*	**Provision for impairment** *RMB'000*	**Others** *RMB'000*	**Total** *RMB'000*
At 1 January 2026	7,779	1,637	1,230	3,041	828	14,515
Deferred tax credited/ (charged) to profit or loss during the period *(note 7)*	–	(2,253)	226	–	8	(2,019)
At 30 June 2026 (unaudited)	**7,779**	**(616)**	**1,456**	**3,041**	**836**	**12,496**

As at 30 June 2026, the Group has tax losses arising from Chinese Mainland of RMB36,592,000 (31 December 2025: RMB13,940,000) that would expire in one to five years and other deductible temporary differences of RMB112,153,000 (31 December 2025: RMB112,153,000) that were available for offsetting against future taxable profits. Deferred tax assets have not been recognised in respect of these losses and deductible temporary differences as it is not considered probable that taxable profits will be available against which they can be utilised.

Deferred tax assets related to the PRC subsidiaries have been provided at the enacted corporate income tax rate of 25%.

Pursuant to the income tax rules and regulations of the PRC, a 10% withholding tax is levied on dividends declared to foreign investors from the foreign investment enterprises established in Chinese Mainland. The requirement has been effective from 1 January 2008 and applied to earnings after 31 December 2007. A lower withholding tax rate may be applied if there is a tax treaty between Chinese Mainland and the jurisdiction of the foreign investors.

As at 30 June 2026, no deferred tax liability has been recognised for withholding taxes that would be payable on the unremitted earnings that are subject to withholding taxes of the Group's subsidiaries established in Chinese Mainland. In the opinion of the Directors, it is not probable that these subsidiaries will distribute such earnings in the foreseeable future.

13. TRADE AND BILLS RECEIVABLES

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000*
Trade receivables	**55,848**	161,621
Bills receivable	**740**	319
	56,588	161,940

An ageing analysis of the trade receivables as at the end of each reporting period, based on the date of revenue recognised and net of loss allowance, is as follows:

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000*
Within 3 months	**53,696**	99,266
3 to 6 months	**2,081**	60,896
6 to 9 months	**–**	477
9 to 12 months	**–**	858
1 to 2 years	**71**	124
	55,848	161,621

Transfers of financial assets that are not derecognised in their entirety

The Group endorsed bank acceptance bills to its suppliers for settling trade payables of the same amounts on a full recourse basis. All bank acceptance bills had a maturity term from one to six months at the end of the reporting period. The bank acceptance bills with a total carrying amount of RMB740,000 (31 December 2025: RMB319,000) endorsed by the Group to its suppliers as at 30 June 2026 to settle trade payables of the same amounts, were not derecognised. In the opinion of the Directors, the Group retained substantially all risks and rewards of these bank acceptance bills, and accordingly, it continued to recognise the full carrying amounts of these bills receivable and the associated liabilities.

14. TRADE PAYABLES

An ageing analysis of the trade payables of the Group as at the end of each reporting period, based on the invoice date or issuance date, as applicable, is as follows:

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000*
Within 180 days	**10,791**	34,357
181 to 365 days	**16,179**	13,351
1 to 2 years	**22,134**	11,277
2 to 3 years	**6,546**	1,638
Over 3 years	**5,483**	4,078
	61,133	64,701

15. INTEREST-BEARING BANK AND OTHER BORROWINGS

	Notes	**30 June 2026** *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000*
Bank loans – Secured	*(a)*	**67,600**	68,100
Bank loans – Unsecured	*(b)*	**3,000**	3,000
Other borrowings – Unsecured	*(c)*	**9,400**	10,910
		80,000	82,010
Analysed into:			
Bank loans repayable:			
Within one year		**4,000**	4,000
In the second year		**1,000**	67,100
In the third to fifth years, inclusive		**65,600**	–
		70,600	71,100
Other borrowings repayable:			
In the second year		**9,400**	10,910
Total bank and other borrowings		**80,000**	82,010
Balances classified as current liabilities		**(4,000)**	(4,000)
Balances classified as non-current liabilities		**76,000**	78,010
Effective interest rate:			
Bank loans		**3.00%-3.13%**	3.00%-3.23%
Other borrowings		**3.50%**	4.00%

Notes:

(a) As at 30 June 2026, the bank loans of RMB67,600,000 (31 December 2025: RMB68,100,000) are secured by:

(i) mining right of Maoling-Yanglongshan Mine; and

(ii) 100% equity interest in Aba Mining Co., Ltd. ("Aba Mining") held by Sichuan Lingyu Investment Group Co., Ltd. ("Sichuan Lingyu").

(b) The balance as at 30 June 2026 represents loans granted by financial institutions to Sichuan Lingwei Industrial FM Co., Ltd.* (formerly known as Sichuan Lingwei Property Service Co., Ltd.*) ("Sichuan Lingwei") at the annual interest rate of 3.13% (31 December 2025: 3.23%). These loans were unsecured with repayment terms of one year.

(c) The balance as at 30 June 2026 represents loans granted by an independent third party to Aba Mining at the interest rates of 3.50% per annum (31 December 2025: 4.00% per annum).

* *English name is for identification purpose only.*

16. ISSUED CAPITAL

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000*
Amounts:		
Issued and fully paid ordinary shares of HKD0.1 each	**197,889**	197,889
Number of ordinary shares:		
Authorised ordinary shares of HKD0.1 each	**10,000,000,000**	10,000,000,000
Issued and fully paid ordinary shares of HKD0.1 each	**2,249,015,410**	2,249,015,410

MANAGEMENT DISCUSSION AND ANALYSIS

MARKET REVIEW

During the Reporting Period, the Group observed the following industry developments and market statistics:

In 1H2026, the global economy encountered renewed challenges from the Middle East war, which disrupted critical trade routes and compounded existing pressures from trade barriers and policy uncertainty. Economic activity moderated, headline inflation ticked up modestly across many economies, while downside risks intensified amid the potential for a prolonged conflict, deeper geopolitical fragmentation, and fiscal vulnerabilities. Consequently, global growth is now projected at 3.1% for 2026 and 3.2% for 2027, marking a slowdown from recent outcomes and a cautious performance amid heightened uncertainties.

According to China's National Bureau of Statistics, preliminary estimates showed that China's GDP expanded by 5.0% in 1Q2026 to RMB33.41 trillion under the proactive macroeconomic policies focused on stabilising employment, businesses, and market expectations.

The World Bank Group and the International Monetary Fund forecast China's 2026 economic growth at 4.6%, according to projections published in July 2026. The Chinese economy demonstrated resilience in 1H2026, robust high-tech investment, rising exports, and proactive policy support helped offset weaker domestic demand, but growth was still limited by subdued consumption amid cautious consumer sentiment and the real estate downturn, which caused the overall recovery uneven. Key macro risks include renewed energy price volatility, but further fiscal stimulus and AI-related investment may offer upside. Both institutions emphasised on stronger consumption and structural reforms to sustain high-quality growth over the longer term.

In 1H2026, China's steel industry continued to operate under pressure amid subdued domestic demand. Steel production continued to decline from 2025 as the sector implemented production controls aligned with energy conservation and carbon reduction targets. Crude steel production decreased 3.0% year-over-year to 500 million tonnes from January to June 2026. Although the production in June 2026 recorded a year-over-year increase, the cumulative decline from January to May 2026 continued to weigh on the overall first-half performance, resulting in the net reduction for 1H2026. Apparent consumption remained weak due to challenges in the construction and real estate sectors, though manufacturing provided some support. The industry advanced its high-quality development, with exports helping to alleviate domestic oversupply. Profitability was affected by high raw material costs and low steel prices, setting a cautious tone for the rest of the year as demand moderation persists.

China's steel prices displayed a fluctuating upward trend in 1H2026. The Chinese Steel Price Index averaged 91.64 in January 2026, edged up to 92.53 in April 2026, and reached a high of 95.23 points in May 2026. After breaking away from the downward momentum of late 2025, the steel prices exhibited an oscillating upward pattern through February 2026, continued rising with fluctuations in March 2026 and April 2026, and surpassed the previous year's levels by end-April 2026. In May 2026, the market showed an initial rise followed by a decline, leading to some adjustment at higher levels. This moderate recovery in steel prices reflected improving market sentiment with gradual stabilisation amid narrow volatility, although persistent supply-demand imbalances continued to influence the trajectory.

According to the Iron Ore Price Index compiled by MySteel Group, China's iron ore prices remained volatile during 1H2026 but generally trended downward amid changing supply-demand dynamics. The index declined from 890.9 in January 2026 to 797.3 in June 2026. Despite intermittent recoveries, overall market sentiment remained cautious, reflecting continued uncertainty in the raw materials market.

China's Purchasing Managers' Index ("PMI") remained broadly stable during 1H2026, recovering from 49.5% in February 2026 to 50.6% in June 2026. The PMI remained around the 50% threshold, indicating that manufacturing activity and business conditions remained relatively resilient despite a cautious operating environment. Notably, the steel industry's PMI stood at 47.8% in June 2026, remaining in contraction territory for three consecutive months since April 2026. March was the only month in 1H2026 when the steel industry PMI exceeded 50%, highlighting persistent weakness in industry demand.

During 1H2026, the Chinese Government introduced several policy initiatives to promote the high-quality development of the steel industry. In January 2026, the Ministry of Industry and Information Technology ("MIIT"), together with five other government departments, issued the Guiding Opinions on Zero-Carbon Factory Construction, complemented by the ISO/TR 25088:2026 Guidance for the Application of Low-Carbon Technologies in Steel Plants (《鋼鐵企業低碳技術應用指南》), the first international standard dedicated to the steel industry's green and low-carbon development, to accelerate the sector's low-carbon transformation. In May 2026, the MIIT further strengthened industry capacity management through the Implementation Measures for Steel Industry Capacity Replacement (《鋼鐵行業產能置換實施辦法》), which tightened capacity replacement requirements to optimise the industry's supply structure. In June 2026, the China Iron and Steel Association, together with more than 40 provincial and municipal steel distribution associations, launched the Steel Circulation Industry Anti-involution Action Initiative (《鋼鐵流通行業反內卷行動倡議》) to strengthen industry self-discipline and discourage excessive competition. Collectively, these initiatives are intended to promote more orderly market competition, optimise industry capacity and support the sustainable development of China's steel industry.

In 1H2026, China's property management industry continued its transition from scale-driven expansion towards quality-focused and efficiency-driven growth. According to reports from the China Index Academy and the China Real Estate Information Corporation, the top 100 property service enterprises achieved steady revenue growth with an average of RMB1.66 billion per company in 2025, representing a 3.44% year-over-year increase, while management area growth lagged, highlighting a maturing industry prioritising profitability over aggressive expansion. Although headwinds from slower new housing deliveries and developer challenges persisted, opportunities emerged in value-added services, community operations, and urban renewal projects. Leading firms, particularly those affiliated with state-owned enterprises, showed stronger performance.

Looking ahead, the steel industry may benefit from continued policy support, including potential additional fiscal stimulus and deeper real estate stabilisation measures. Steel demand may see gradual improvement if infrastructure and manufacturing activity accelerate, while further capacity discipline and low-carbon initiatives should help partly restore industry profitability. Against this backdrop, the Group will have to improve its operational efficiency, which will remain one of its key performance drivers.

BUSINESS AND OPERATIONS REVIEW

During the Reporting Period, the Group's revenue declined by approximately RMB88.1 million to approximately RMB191.6 million, primarily due to (i) decrease in steel trading volume as a result of high stockpiles for and weak demand from steel-consumption sectors, particularly the construction and real-estate industries amid the prolonged adjustment in the property market; and (ii) the ongoing temporary suspension of mining operations to facilitate the Mining Site Upgrade and Capacity Expansion of the Maoling-Yanglongshan Mine (as announced on 30 September 2025) (the "Temporary Suspension"). The Temporary Suspension reduced the Group's output of high-grade iron concentrates during the Reporting Period. The project is expected to be completed within approximately 15 months from the last quarter of 2025, subject to construction progress, regulatory processes and prevailing site conditions.

For 1H2026, compared to 1H2025:

- the production and sales volumes of high-grade iron concentrates decreased by approximately 82.3% and 77.4%, respectively;

- the average selling price for high-grade iron concentrates increased by approximately 14.1%;

- the steel trading volume decreased by approximately 23.6% to approximately 60.4 Kt; and

- the average selling price in steel trading fell slightly by approximately 0.7%.

Meanwhile, recurring revenue from the facility management segment remained stable, contributing approximately RMB9.8 million for 1H2026 (1H2025: RMB9.8 million).

As a result of the above, the Group's gross profit decreased to approximately RMB5.3 million (1H2025: RMB6.4 million).

Other income and gains decreased to approximately RMB5.3 million (1H2025: RMB11.3 million) in the absence of gain on derecognition of certain payables in 1H2025. Meanwhile, other expenses increased to approximately RMB4.5 million (1H2025: RMB0.2 million) mainly due to losses arising from production stoppages, which comprised mainly costs directly associated with the High-Fe Mining Operations incurred during the Temporary Suspension for 1H2026.

Administrative expenses remained relatively constant at approximately RMB9.4 million (1H2025: RMB9.4 million).

As a result, the Group (i) reported a Net Loss of approximately RMB9.3 million for 1H2026 (1H2025: Net Profit of approximately RMB1.0 million); and (ii) generated net cash flow from operating activities of approximately RMB5.7 million (1H2025: RMB9.9 million).

Details of the financial performance of the Group are set out on page 24 of this announcement.

Overview of Mines

Please refer to the table below for the status of the mine operations which are owned and operated by the Group.

Mines	**Processing Plant**	**Status as at 30 June 2026**
Maoling-Yanglongshan Mine	Maoling Processing Plant	Producing iron concentrates of high Fe contents *(within the range of 65% TFe to 72% TFe)*. Production temporarily suspended to facilitate the Mining Site Upgrade and Capacity Expansion.
Shigou Gypsum Mine	N/A	Optimising development and mining plans

The following table summarises the transacted volumes for (i) trading sales and (ii) sale of self-produced products of the Group:

	Purchase from an independent third party			**Sale to independent third parties**		
	1H2026 ***(Kt)***	1H2025 *(Kt)*	Change *%*	**1H2026** ***(Kt)***	1H2025 *(Kt)*	Change *%*
(i) Trading Sales						
Steels	**60.4**	79.1	(23.6)	**60.4**	79.1	(23.6)

	Production volume (Dry basis)			**Sales volume (Dry basis)**		
	1H2026 ***(Kt)***	1H2025 *(Kt)*	Change *%*	**1H2026** ***(Kt)***	1H2025 *(Kt)*	Change *%*
(ii) Sale of Self-produced Products						
High-grade iron concentrates	**7.8**	44.0	(82.3)	**10.1**	44.6	(77.4)

Business Risks and Uncertainties

The following is a list of principal risks and uncertainties that are of significance, which may bring potential significant impacts to the Group's businesses, results of operations and financial conditions. However, this is non-exhaustive as there may be other risks and uncertainties arising from changes in economic and other conditions over time:

- **Dynamic macroeconomic environment** – the macro business environment in which the Group operates is highly dynamic; any adverse change in market conditions for sale of iron concentrates and trading of steels may materially affect the businesses of the Group;

- **Price fluctuations and market sentiment** – price fluctuations of iron concentrates, variations in capacity utilisation rates, and shifts in market sentiment influenced by geopolitical tensions and demand changes may result in re-assessment of the valuation of the intangible assets (in relation to exploration and/or mining rights), potentially leading to impairment losses due to decreased value-in-use and reduced economic returns as may be derived from the related cash-generating units;

- **Regulatory changes** – changes in government policies, laws and regulations in the PRC may affect the Group's operational practices and/or result in additional compliance costs;

- **Credit risk exposure** – weak market demand, challenging business environment and real estate crisis may lead to more stringent terms and restrictive financial covenants being imposed by financiers on any corporate refinancing and debts restructuring plans, as applicable. Such conditions could further result in a liquidity crunch and exacerbate credit risk conditions, which could potentially lead to broader industry spillovers;

- **Strategy implementation and resource allocation** – delays or deviations in executing growth and transformation strategies, or in reallocating resources, may affect the Group's operational efficiency and financial results; and

- **Guarantee obligations** – the outcomes of ongoing litigations against the Company's former subsidiaries for indebtedness owing to certain financial institutions, on which the Company has provided corporate guarantees, remain uncertain, which may require the Company to take further legal actions and vigorously pursue its rights against the former subsidiaries or other parties, if it suffers any financial losses arising from such guarantees. Please refer to the section headed "Contingent Liabilities and Financial Guarantees" in this announcement for further details.

FINANCIAL REVIEW

	1H2026	1H2025	Change
	RMB'000	*RMB'000*	*%*
Revenue	**191,591**	279,667	(31.5)
Cost of sales	**(186,317)**	(273,262)	(31.8)
Gross profit	**5,274**	6,405	(17.7)
Other income and gains	**5,285**	11,304	(53.2)
Selling and distribution expenses	**(1,903)**	(1,728)	10.1
Administrative expenses	**(9,441)**	(9,405)	0.4
Other expenses	**(4,543)**	(236)	N/M
Finance costs	**(2,836)**	(3,138)	(9.6)
Share of results of joint ventures	**946**	833	13.6
(Loss)/Profit before tax	**(7,218)**	4,035	N/M
Income tax expense	**(2,181)**	(1,094)	99.4
(Loss)/Profit for the period	**(9,399)**	2,941	N/M
Other comprehensive (loss)/income			
Exchange differences on translation of foreign operations	**(25)**	33	N/M
Total comprehensive (loss)/income for the period	**(9,424)**	2,974	N/M
ATTRIBUTABLE TO:			
Owners of the Company	**(9,325)**	956	N/M
Non-controlling interests	**(99)**	2,018	N/M
	(9,424)	2,974	N/M

Revenue

Revenue decreased to approximately RMB191.6 million for 1H2026 (1H2025: RMB279.7 million), primarily due to (i) the Temporary Suspension, which resulted in lower production and sales of high-grade iron concentrates during 1H2026; and (ii) a decline in steel trading activities as a result of high stockpiles for and weak demand from steel-consumption sectors, particularly the construction and real-estate industries amid the prolonged adjustment in the property market.

Cost of Sales

Cost of sales mainly comprises direct materials, labour, utilities, repair and maintenance, depreciation, amortisation, environmental compliance costs, contracting fees for mining and stripping, costs of processing mine tailings, and cost of trading purchases.

For 1H2026, cost of sales decreased to approximately RMB186.3 million (1H2025: RMB273.3 million) primarily due to (i) the Temporary Suspension; and (ii) a decline in steel trading volume, which resulted in a corresponding reduction in related costs.

Gross Profit and Margin

The Group's gross profit margin improved to approximately 2.8% for 1H2026 (1H2025: 2.3%), primarily attributable to a relatively higher average selling price of high-grade iron concentrates, while gross profit decreased to approximately RMB5.3 million (1H2025: RMB6.4 million), given the lower revenue base.

Other Income and Gains

Other income and gains decreased to approximately RMB5.3 million for 1H2026 (1H2025: RMB11.3 million) primarily due to (i) the absence of the gain on derecognition of certain payables amounting to approximately RMB5.7 million in 1H2025; and (ii) decrease in guarantee fee income from former subsidiaries to approximately RMB3.3 million (1H2025: RMB4.9 million) in relation to the CVT Guarantees, following a significant reduction in the overall guaranteed exposure. Please refer to the section headed "Contingent Liabilities and Financial Guarantees" in this announcement for further details.

Selling and Distribution Expenses

Selling and distribution expenses, which comprise mainly delivery, logistics, storage and warehousing costs, increased slightly to approximately RMB1.9 million for 1H2026 (1H2025: RMB1.7 million) despite lower revenues mainly due to cost-push inflation.

Administrative Expenses

Administrative expenses, which mainly comprise staff related expenses, professional fees and other fixed operating overheads, remained relatively constant at approximately RMB9.4 million for 1H2026 (1H2025: RMB9.4 million).

Other Expenses

Other expenses increased to approximately RMB4.5 million for 1H2026 (1H2025: RMB0.2 million) mainly due to production stoppage losses, which comprised mainly costs directly associated with the High-Fe Mining Operations incurred during the Temporary Suspension for 1H2026.

Finance Costs

Finance costs (which mainly comprise the interest expense on working capital loans, interest on lease liabilities, accounting effects for unwinding discount of reclamation obligations, and long term payables), decreased by approximately 9.6% to approximately RMB2.8 million for 1H2026 (1H2025: RMB3.1 million). The decrease was mainly attributable to (i) a reduction in the Group's average cost of funds from approximately 3.4% per annum to 3.0% per annum following the refinancing of a bank loan in July 2025, broadly in line with cost of funds in China; and (ii) part repayments of loans.

Share of Results of Joint Ventures

The Group recorded approximately RMB0.9 million for 1H2026 (1H2025: RMB0.8 million) from its share of profits of joint ventures, which provide industrial facilities management services.

Income Tax Expense

The Group recorded income tax expense of approximately RMB2.2 million for 1H2026 (1H2025: RMB1.1 million), notwithstanding the loss before tax for the period as a result of a non-cash deferred tax liability recognised on temporary differences between the tax written-down values and the carrying amounts of fixed assets of Aba Mining.

Net (Loss)/Profit

Given the above, the Group recorded a Net Loss of approximately RMB9.3 million for 1H2026 (1H2025: Net Profit of approximately RMB1.0 million).

Interim Dividend

The Board does not recommend any interim dividend for 1H2026 (1H2025: Nil).

LIQUIDITY AND CAPITAL RESOURCES

The following table sets out certain information regarding the Group's interim condensed consolidated statement of cash flows for 1H2026 and 1H2025:

	1H2026		1H2025	
	RMB'000	***RMB'000***	*RMB'000*	*RMB'000*
Cash and cash equivalents as stated in the interim condensed consolidated statement of cash flows at beginning of the period		**9,238**		11,881
Net cash flows from operating activities	**5,674**		9,873	
Net cash flows used in investing activities	**(7,406)**		(1,768)	
Net cash flows used in financing activities	**(4,998)**		(17,736)	
Net decrease in cash and cash equivalents		**(6,730)**		(9,631)
Effect of foreign exchange rate changes, net		**(25)**		35
Cash and cash equivalents as stated in the interim condensed consolidated statement of cash flows at end of the period		**2,483**		2,285

Net Cash Flows from Operating Activities

The Group's net cash flows from operating activities were approximately RMB5.7 million for 1H2026 (1H2025: RMB9.9 million) after accounting for (i) operating loss before working capital changes of approximately RMB1.2 million (1H2025: operating income before working capital changes of RMB9.8 million); (ii) positive working capital of approximately RMB7.0 million (1H2025: RMB0.1 million); and (iii) income tax payment of approximately RMB0.1 million (1H2025: Nil).

Net Cash Flows Used in Investing Activities

The Group's net cash flows used in investing activities were approximately RMB7.4 million for 1H2026 (1H2025: RMB1.8 million) as a result of capital expenditure of approximately RMB7.3 million (1H2025: RMB1.7 million) paid for the ongoing upgrade and capacity expansion of the High-Fe Mining Operations during the Reporting Period.

Net Cash Flows Used in Financing Activities

The Group's net cash flows used in financing activities were approximately RMB5.0 million for 1H2026 (1H2025: RMB17.7 million), due primarily to (i) net repayments of bank and other borrowings of approximately RMB2.0 million (1H2025: RMB14.2 million); (ii) interest payments for working capital loans of approximately RMB1.1 million (1H2025: RMB1.9 million); and (iii) lease payments of approximately RMB1.9 million (1H2025: RMB1.6 million).

FINANCIAL POSITION

Intangible Assets

The Group's intangible assets primarily comprise concession rights of the Maoling-Yanglongshan Mine and Shigou Gypsum Mine, with carrying amounts of approximately RMB164.1 million and approximately RMB649.7 million, respectively, as at 30 June 2026 (FY2025: RMB164.1 million and RMB649.7 million, respectively).

Inventories

The Group's inventories, which comprise raw materials, finished goods and consumables relating to the High-Fe Mining Operations, decreased to approximately RMB10.4 million as at 30 June 2026 (FY2025: RMB14.6 million), mainly as a result of the Temporary Suspension. Inventory turnover days remained relatively stable at approximately 12 days (FY2025: 12 days).

Trade and Bills Receivables

The Group's trade and bills receivables decreased to approximately RMB56.6 million as at 30 June 2026 (FY2025: RMB161.9 million) primarily due to lower steel trading revenue. The overall debtor turnover days were approximately 104 days (FY2025: 78 days). As at the date of this announcement, approximately 21.0% of the trade receivables have been collected subsequent to the Reporting Period, while the remaining balance is expected to be collected within 2H2026.

Prepayments, Other Receivables and Other Assets

The Group's prepayments, other receivables and other assets increased to approximately RMB85.8 million as at 30 June 2026 (FY2025: RMB45.6 million), primarily reflecting deposits placed with a supplier for the procurement of steel products against confirmed customer orders.

Trade Payables

The Group's trade payables were approximately RMB61.1 million as at 30 June 2026 (FY2025: RMB64.7 million), while overall creditor turnover days were approximately 62 days (FY2025: 43 days).

Borrowings

Total borrowings of the Group decreased to approximately RMB80.0 million as at 30 June 2026 (FY2025: RMB82.0 million), primarily due to loan repayments. Details of the borrowing of the Group are set out in note 15 to the Interim Condensed Consolidated Financial Information of this announcement.

Lease Liabilities

The total lease liabilities of the Group were approximately RMB22.3 million as at 30 June 2026 (FY2025: RMB21.1 million) mainly representing payment obligations related to the right-of-use assets for (i) office premises; (ii) mine tailings facilities, including warehouse storage; and (iii) engineering loaders.

Contingent Liabilities and Financial Guarantees

Financial guarantees for former subsidiaries prior to the 2019 Disposal

Reference is made to the circulars of the Company dated 10 June 2019, 8 June 2022 and 9 May 2025 (the "MGA Circulars"), and the announcements of the Company dated 30 July 2019, 16 May 2022, 28 March 2024, 19 June 2024, 19 August 2024, 21 August 2024, 15 November 2024, 23 December 2024, 11 February 2025, 4 March 2025, 6 May 2025, 9 May 2025, 10 July 2025 and 23 June 2026 (the "MGA Announcements").

As disclosed in the MGA Circulars and the MGA Announcements, Huili Caitong, the Company's former wholly-owned subsidiary, and Xiushuihe Mining, another former indirect subsidiary of the Company and a subsidiary of Huili Caitong, previously secured loan facilities from the Financial Institutions, in 2010, 2013 and 2014, and on which the Company has provided the CVT Guarantees in favour of each of the Financial Institutions with maximum guaranteed amounts of RMB730.0 million. The details of the CVT Guarantees had previously been disclosed in the MGA Circulars and the Company's annual reports; and are consistent with the terms and conditions for the completion of the 2019 Disposal.

Following the 2019 Disposal, the Company and Chengyu Vanadium Titano entered into the 2019 Counter Indemnity for the provision of counter-indemnity by Chengyu Vanadium Titano in favour of the Company in respect of the Company's contingent liabilities and potential claims under the CVT Guarantees. The 2019 Counter Indemnity remains effective until the date of actual release of the CVT Guarantees.

Given that the CVT Guarantees are continuing in nature and will only be released upon full and final settlement, and official discharge by the respective Financial Institutions, the Company has:

(a) on 16 May 2022, extended the CVT Guarantees by entering into the 2022 Master Guarantee Agreement and the 2022 Counter Indemnity with Chengyu Vanadium Titano, Huili Caitong and Xiushuihe Mining for a term of three years that ended on 31 December 2024; and

(b) on 11 February 2025, further extended the arrangements in (a) by entering into the 2025 Master Guarantee Agreement and the 2025 Counter Indemnity for a term of three years ending on 31 December 2027.

The following key terms and conditions of the financial guarantee were approved by the Independent Shareholders at the extraordinary general meeting held on 26 May 2025, among other things:

- **2025 Master Guarantee Agreement:** the Company shall continue to provide the CVT Guarantees in favour of the Financial Institutions for a term commencing from 1 January 2025 to 31 December 2027, subject to a maximum aggregate guaranteed amount of RMB930.0 million. The CVT Guarantees shall cover the indebtedness owed by Huili Caitong and Xiushuihe Mining to the Financial Institutions under the CVT Guarantees and any related rolled-over loans approved by the Financial Institutions;

- **2025 Counter Indemnity:** Chengyu Vanadium Titano shall provide counter-indemnity in favour of the Company under the 2025 Counter Indemnity by (i) pledging inventories (mainly comprising industrial materials) and any other assets (mainly comprising machinery and equipment) as approved by the Company, the market value of which shall not be less than 1.25 times of the maximum guaranteed amount estimated under the Hypothetical Scenario for the respective year within the period from 2025 to 2027; (ii) providing a joint liability guarantee which allows the Company to claim against Chengyu Vanadium Titano directly for any payments, losses and expenses incurred as a result of the CVT Guarantees; and (iii) continue to fulfil its obligations under the 2025 Master Guarantee Agreement and the 2025 Counter Indemnity until the Company's obligations under the CVT Guarantees are fully released and officially discharged by the respective Financial Institutions, or until Huili Caitong, Xiushuihe Mining and/or the Company, as applicable, reach a new replacement agreement in writing; and

- **Annual guarantee fees:** Huili Caitong and Xiushuihe Mining shall pay an annual guarantee fee to the Company, which is calculated at 1.25% of the maximum guaranteed amount estimated under the Hypothetical Scenario, in accordance with the terms of the 2025 Master Guarantee Agreement.

Further to the above, the Company disclosed in the MGA Announcements that, (i) CCB and ICBC had each taken legal actions against Huili Caitong and Xiushuihe Mining, respectively, in relation to the CCB-Caitong Indebtedness Amount, the ICBC-Caitong Indebtedness Amount, and the ICBC-Xiushuihe Indebtedness Amount; and (ii) Cinda had issued a legal demand letter to Huili Caitong in relation to the Cinda-Caitong Indebtedness Amount. Under the CVT Guarantees, the Company shall fulfil its corporate guarantee obligations in relation to the Total Indebtedness Amounts.

A summary of the status of each of the Indebtedness Claims as at the date of this announcement is as follows:

No.	Borrowers	Financial Institutions	Year of inception of the loan	Principal amount involved in the Indebtedness Claims *(RMB'000)*	Status Updates
1	Huili Caitong	Cinda[(1)]	2014	140,975	Huili Caitong had received a legal demand letter from Cinda and has since initiated discussions with Cinda to explore potential settlement options and/or debt restructuring arrangements, as previously announced on 15 November 2024.
2	Huili Caitong	ICBC	2013	67,925	Each of Huili Caitong and Xiushuihe Mining has entered into a conditional settlement agreement in respect of the ICBC-Caitong Indebtedness Amount and the ICBC-Xiushuihe Indebtedness Amount, respectively. Pursuant to such agreements, ICBC has agreed (i) that the respective due dates for full settlement of ICBC-Caitong Indebtedness Amount and the ICBC-Xiushuihe Indebtedness Amount have since been extended to 20 January 2029; and (ii) the parties also agreed to continue discussing and negotiating the final repayment terms with a view to entering into supplemental agreements by 20 December 2028 to further extend the repayment due dates of such indebtedness amounts to no later than 30 April 2036. Please refer to the Company's announcement dated 23 June 2026 for further details.
3	Xiushuihe Mining	ICBC	2013	18,590	
4	Huili Caitong	CCB	2010	12,630	Following the partial repayment of the principal amount of RMB264.3 million, Huili Caitong remains in discussions with CCB to explore potential settlement and debt restructuring options, as applicable. Please refer to the Company's announcement dated 23 June 2026 for further details.
				240,120	

Note:

(1) As disclosed in the Company's circular dated 8 June 2022, the Company was informed of the assignment by the CMB of all its rights in the credit agreement and the guarantee in favour of Cinda.

Save as disclosed above, as at the date of this announcement, the Huili Caitong Parties are still in discussions with all the Financial Institutions, exploring potential options for settlement and debt restructuring, as applicable. The Company continues to monitor developments closely and maintains full contractual recourse under the 2025 Counter Indemnity.

The maximum amount guaranteed under the CVT Guarantees as at 30 June 2026 was RMB690.0 million (FY2025: RMB690.0 million).

Having considered:

(i) the total assets of both Huili Caitong and Xiushuihe Mining as at 30 June 2026;

(ii) the adequacy of the transaction contemplated under the 2025 Master Guarantee Agreement and the 2025 Counter Indemnity, including the indicative value of assets pledged in favour of the Company, which remained not less than 1.25 times of the maximum guaranteed amount under the CVT Guarantees as at 30 June 2026 as assessed in accordance with the terms as contemplated under the 2025 Master Guarantee Agreement and the 2025 Counter Indemnity;

(iii) the entry into of the conditional settlement agreements by Huili Caitong and Xiushuihe Mining with ICBC in June 2026 in relation to the ICBC-Caitong Indebtedness Amount and the ICBC-Xiushuihe Indebtedness Amount, respectively. Pursuant to such agreements, the parties have agreed (i) that the respective due dates for full settlement of the ICBC-Caitong Indebtedness Amount and the ICBC-Xiushuihe Indebtedness Amount have since been extended to 20 January 2029; and (ii) to continue discussing and negotiating the final repayment terms with a view to entering into supplemental agreements by 20 December 2028 to further extend the repayment due dates of such indebtedness amounts to no later than 30 April 2036, as announced by the Company on 23 June 2026;

(iv) the principal amount of the CCB-Caitong Indebtedness Amount has since been reduced substantially from RMB276.9 million to RMB12.6 million, as announced by the Company on 23 June 2026; and

(v) other information currently available to the Group,

the Group does not expect the above matters to have material impact on its business operations and financial position as at the date of this announcement save for the additional administrative expenses (including legal and other professional fees) as may be incurred by the Company.

The 2025 Master Guarantee Agreement and the transactions contemplated thereunder were approved by the Independent Shareholders at the extraordinary general meeting held on 26 May 2025.

Financial guarantees for a joint venture company

As at 30 June 2026, Sichuan Shengjiawei has a working capital loan of RMB4.3 million bearing an interest rate of 6.8% per annum from a financial institution in the PRC (the "JV Loan"). Sichuan Lingwei and its joint venture partner, Neijiang Shengchuan, have in accordance with their respective shareholding in Sichuan Shengjiawei, effectively guaranteed the full repayment of the JV Loan (including interest and related charges) when it falls due. The JV Loan is further supported and secured by a guarantee from a state-backed financing guarantee company.

The principal amount of the JV Loan, as effectively guaranteed by Sichuan Lingwei based on its shareholding in Sichuan Shengjiawei, represents approximately 0.24% of the Group's net assets as at 30 June 2026.

Having considered the financial and operating status of Sichuan Shengjiawei as at 30 June 2026, the Group did not record any contingent liabilities and financial guarantees as at 30 June 2026 in relation to the above mentioned guarantee provided by Sichuan Lingwei.

Save for the above, as at 30 June 2026, the Group did not have any other material contingent liabilities and financial guarantees.

Going Concern

In preparing the interim consolidated financial statements, the Directors noted that whilst the Group had recorded a consolidated loss before income tax of approximately RMB7.2 million for 1H2026 and net current liabilities of approximately RMB14.9 million as at 30 June 2026, the Group generated net operating cash flows of approximately RMB5.7 million for 1H2026. In addition, the Directors have also given consideration to the future liquidity and performance of the Group, after taking into consideration the following:

(i) The loss for 1H2026 was partly due to the ongoing temporary suspension of mining operations to facilitate the Mining Site Upgrade and Capacity Expansion of the Maoling-Yanglongshan Mine (as announced on 30 September 2025) (the "Temporary Suspension"). The Temporary Suspension reduced the Group's output of high-grade iron concentrates during the Reporting Period as the upgrading project is in transition, which the Group expects to complete within approximately 15 months from the last quarter of 2025, subject to construction progress, regulatory processes and prevailing site conditions, as previously announced.

(ii) the Group has been able to meet its principal repayment obligations in respect of its borrowings as and when they fall due and, as at the date of this announcement, there is no indication that the Group will not be able to meet its repayment obligations over the next twelve months;

(iii) the Group has not experienced any significant difficulties in renewing its short-term bank loans upon their maturities and as at the date of this announcement, there is no indication that the banks will not renew the existing bank loans, barring unforeseen circumstances. The Group remains proactive in engaging in discussions and negotiations with the banks for renewal of its facilities as and when they fall due such that the Group can continue to meet its working capital requirements for the year ending 31 December 2026;

(iv) the Group will explore and discuss with various financial institutions and potential lenders to secure new financing arrangements to meet the Group's working capital and financial requirements, as and when required;

(v) the Group will engage with its key suppliers for extended credit terms as and when required;

(vi) the Group will manage its trade receivable collection cycles and as at the date of this announcement, there is no indication that there is a material bad debts risk;

(vii) the Group will, where necessary and appropriate, review its asset portfolio and may consider realising part, if not whole, of certain under-utilised assets for additional liquidity; and

(viii) the Group will, where necessary and appropriate, consider raising funds via issuance of new shares with a view to strengthening its balance sheet.

Having considered the cash flow projection of the Group, which takes into account the above, the Directors are of the opinion that the Group will have sufficient funding resources to meet its working capital requirements for at least the next twelve months from the date of approval of the interim condensed consolidated financial statements, barring unforeseen circumstances.

Pledge of Assets

The Group's pledge of assets as at 30 June 2026 was related mainly to a bank loan of RMB67.6 million granted to Aba Mining, which was secured by (i) the mining right of the Maoling-Yanglongshan Mine; and (ii) 100% equity interest of Aba Mining held by Sichuan Lingyu.

Significant Investments, Material Acquisitions and Disposals of Subsidiaries, Associates and Joint Ventures, and Future Plan for Material Investments of Capital Assets

Except as disclosed in this announcement and the Interim Condensed Consolidated Financial Information for 1H2026, there were no other significant investments held and/or committed by the Company, nor were there any other material acquisitions or disposals of subsidiaries, associates and joint ventures during 1H2026.

Except as disclosed in this announcement, there were no other material investments or additions of capital assets that were not related to normal operation authorised by the Board as at the date of this announcement.

Foreign Currency Risk

The Group's foreign currency exposures arose primarily from the exchange rate movement of foreign currencies, namely, HKD, USD and SGD, against the functional currencies of respective entities within the Group.

The RMB is not freely convertible. There is a risk that the Chinese government may take actions affecting exchange rates which may have a material adverse effect on the Group's net assets, earnings and any dividends it declares if such dividend is to be exchanged or converted into foreign currencies.

The Group has not entered into any hedging transactions to manage the potential fluctuation in foreign currencies. The management monitors the Group's foreign currency exposure and will consider hedging significant foreign currency exposure when the needs arise.

Interest Rate Risk

The Group's exposure to interest rate risk relates primarily to bank deposits, interest-bearing bank and other borrowings (which are subject to fair value interest rate risk).

The Group manages its interest rate exposure arising from all its interest-bearing loans through the use of fixed rates. In addition, the Group has not used any interest rate swaps to hedge against interest rate risk. The Group will constantly monitor the economic situation and its interest rate risk profile, and will consider appropriate hedging measures when the needs arise.

Please refer to note 15 to the Interim Condensed Consolidated Financial Information of this announcement for more details of the interest rates and terms of repayment of interest-bearing bank and other borrowings.

Capital Expenditures

The Group's total capital expenditures increased by approximately RMB2.7 million to approximately RMB14.1 million for 1H2026 (1H2025: RMB11.4 million) mainly due to the Group's recognition of costs associated with the resource integration process of the Maoling-Yanglongshan Mine, including costs incurred for the engineering works of the Mining Site Upgrade and Capacity Expansion.

Gearing Ratio

Gearing ratio is a measure of financial leverage, which is calculated by "net debt" divided by "total equity plus net debt". Net debt is defined as interest-bearing bank and other loans and lease liabilities, net of cash and cash equivalents and it excludes liabilities incurred for working capital purposes. Equity includes equity attributable to owners of the Company and non-controlling interests. As at 30 June 2026, the gearing ratio increased to approximately 9.9% (FY2025: 9.2%).

OUTLOOK

Whilst economic activities in China appear to have been supported by high-tech investments, rising exports, and government policies despite prolonged geopolitical conflict, key macro risks include a deeper downturn in real estate sector, weak domestic consumption, cautious consumer sentiment and renewed energy price volatility, which could further weigh on growth momentum. While fiscal stimulus and AI-related investment may offer upside, the potential effects on stronger consumption and of structural reforms remain to be seen.

As the global steel industry progressively emerges from years of structural realignment, the World Steel Association forecasts that global steel demand will see a modest increase of 0.3% to 1.724 billion tonnes in 2026, with further acceleration expected in 2027. While certain market indicators suggest signs of stabilisation, the operating environment remains uncertain amid ongoing geopolitical developments, evolving trade policies, decarbonisation initiatives and the industry's transition towards higher value-added production, which may result in an uneven pace of recovery.

The ongoing Temporary Suspension to facilitate the upgrade and expansion of our High-Fe Mining Operations has caused significantly lower production and sales volume of high-grade iron concentrates during 1H2026, and thus the Group's revenues for FY2026 are expected to be substantially lower. During the Temporary Suspension, we remained focused on managing the technical execution, project timeline and cost budget for the upgrade and expansion.

While the upgrade and expansion plans for our High-Fe Mining Operations are afoot and recurring revenue from facilities management remains stable, our priority ahead is to control costs, improve efficiency, optimise processes and strengthen liquidity resilience, which are of paramount importance amid the key structural and cyclical changes in the industry.

EMPLOYEES AND EMOLUMENT POLICIES

As at 30 June 2026, the number of employees of the Group was 324 (31 December 2025: 316). For 1H2026, employee benefit expenses (including Directors' remuneration in the form of fees, salaries and other allowances) were approximately RMB12.2 million (1H2025: approximately RMB17.1 million).

The emolument policies of the Group are based on performance, experience, competence and market comparables. Remuneration packages generally comprise salary, housing allowance, contribution to pension schemes and discretionary bonus relating to the performance of the Group. The Group has also adopted a share option scheme for its employees, providing incentives and rewards to eligible participants with reference to their respective contribution to the Group. Proper training programmes were implemented in order to promote employees' career development and progression within the Group.

CORPORATE GOVERNANCE

The Company has adopted the CG Code as its own code of corporate governance. The Board is of the view that during the Reporting Period, the Company has complied with all the applicable code provisions under the CG Code.

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

During the Reporting Period, neither the Company nor any of its subsidiaries purchased, sold or redeemed any listed securities of the Company.

REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

Disclosure of financial information in this announcement complies with Appendix D2 to the Listing Rules. The audit committee has discussed risk management and internal control affairs and reviewed the Company's interim results for the Reporting Period, and the audit committee is of the view that the Company's interim results for the Reporting Period have been prepared in accordance with the applicable accounting standards, rules and regulations, and appropriate disclosures have been duly made.

EVENTS AFTER THE END OF REPORTING PERIOD

Save as disclosed elsewhere in this announcement, since 30 June 2026 and up to the date of this announcement, no significant events affecting the Group have taken place.

PUBLICATION OF THE INTERIM RESULTS ANNOUNCEMENT AND THE INTERIM REPORT ON THE WEBSITES OF THE HONG KONG STOCK EXCHANGE AND THE COMPANY

The interim results announcement is published on the websites of the Hong Kong Stock Exchange (www.hkexnews.hk) and the Company (www.chinavtmmining.com). The interim report for the six months ended 30 June 2026 containing all the information required by the Listing Rules will be dispatched to the Shareholders (if requested) and made available on the above websites in due course.

GLOSSARY

Unless otherwise specified in this announcement or the context otherwise requires, the following capitalised terms shall have the following meanings:

"2019 Counter Indemnity"	a moveable asset pledge contract entered into between Chengyu Vanadium Titano and the Company on 30 July 2019 for the provision of counter-indemnity by Chengyu Vanadium Titano in favour of the Company in respect of the Company's liabilities and claims under the CVT Guarantees (if any), and the pledge of the Chengyu Vanadium Titano's inventories (including but not limited to structural steels, coals etc) as security for such counter indemnity

"2019 Disposal"	the sale transaction of the Caitong Group from Sichuan Lingyu to Chengyu Vanadium Titano which was entered into on 29 January 2019 and completed on 30 July 2019
"2022 Counter Indemnity"	the counter indemnity agreement entered into between Chengyu Vanadium Titano and the Company on 16 May 2022 for the provision of counter-indemnity by Chengyu Vanadium Titano in favour of the Company in respect of the Company's contingent liabilities and potential claims covered under the 2022 Master Guarantee Agreement (if any), and the pledge of Chengyu Vanadium Titano's inventories (comprising structural steels and iron ores, or any other assets approved by the Company) as security for such counter-indemnity
"2022 Master Guarantee Agreement"	the master guarantee agreement entered into between the Company, Huili Caitong, Xiushuihe Mining and Chengyu Vanadium Titano on 16 May 2022 under which the Company agreed to continue to provide the CVT Guarantees on the terms set out therein
"2025 Counter Indemnity"	the counter-indemnity agreement entered into between Chengyu Vanadium Titano and the Company on 11 February 2025 for the provision of counter-indemnity by Chengyu Vanadium Titano in favour of the Company in respect of the Company's contingent liabilities and potential claims covered under the 2025 Master Guarantee Agreement (if any), and the pledge of inventories (mainly comprising industrial materials) and any other assets (mainly comprising machinery and equipment) as approved by the Company as security for such counter-indemnity
"2025 Master Guarantee Agreement"	the master guarantee agreement entered into between the Company, Huili Caitong, Xiushuihe Mining, and Chengyu Vanadium Titano on 11 February 2025 (after trading hours), pursuant to which the Company agreed to continue to provide the CVT Guarantees on the terms set out therein
"Aba Mining"	Aba Mining Co., Ltd.*, a limited liability company established in the PRC on 27 February 2004 and an indirect wholly-owned subsidiary of the Company
"Board"	the board of Directors of the Company

"Caitong Group"	Huili Caitong and its subsidiaries, namely Xiushuihe Mining and Panzhihua Yixingda Industrial Trading Co., Ltd.*, which engage in sale of self-produced low-grade iron concentrates within the range of 53% TFe to 55% TFe and have been disposed of by the Group on 30 July 2019
"CCB"	China Construction Bank Corporation, Liangshan Branch*
"CCB-Caitong Indebtedness Amount"	among others, principal indebtedness of RMB12.6 million, accumulated interest thereof and other applicable charges and costs involved up to the actual date of settlement as may be adjudicated by the court(s), owing by a former subsidiary
"CG Code"	refers to the Corporate Governance Code set out in Appendix C1 to the Listing Rules, unless otherwise specified
"Chengyu Vanadium Titano"	Chengyu Vanadium Titano Technology Ltd.*, formerly known as Weiyuan Steel Co., Ltd.*, a sino-foreign equity joint venture established in the PRC on 3 April 2001 and a connected person to the Group
"Cinda"	China Cinda Asset Management Co., Ltd, Sichuan Branch*
"Cinda-Caitong Indebtedness Amount"	among others, the principal indebtedness of RMB141.0 million and accumulated interest thereof owing by Huili Caitong under loan facilities originally extended by CMB on which the Company had previously provided a corporate guarantee in September 2014, prior to the assignment of such indebtedness by CMB to Cinda in 2017 and prior to the 2019 Disposal
"CMB"	China Merchants Bank Co., Ltd, Chengdu Branch*
"Company"	China Vanadium Titano-Magnetite Mining Company Limited, a limited liability company incorporated in the Cayman Islands on 28 April 2008
"connected person(s)"	has the meaning ascribed thereto in the Listing Rules
"Controlling Shareholder(s)"	has the meaning ascribed thereto in the Listing Rules and refers to Trisonic International, Kingston Grand, Messrs. Wang Jin, Shi Yinjun, Yang Xianlu, Wu Wendong, Zhang Yuangui and Li Hesheng

"CVT Guarantees"	guarantees given by the Company in favour of the Financial Institutions guaranteeing, inter alia, the indebtedness owing by any company(ies) in the Caitong Group to the Financial Institutions with an original maximum guaranteed amount of RMB730.0 million, and as at 30 June 2026, RMB690.0 million
"Director(s)"	director(s) of the Company or any one of them
"DNRSP"	Department of Natural Resources of Sichuan Province*
"Financial Institutions"	certain banks and an asset management and financial services institution in the PRC in favour of which the Company entered into the CVT Guarantees with an original maximum guaranteed amount of RMB730.0 million (the maximum amount guaranteed under the CVT Guarantees as at 30 June 2026 was RMB690.0 million) as security in relation to credit facilities granted to Huili Caitong and Xiushuihe Mining, respectively
"Group"	the Company and its subsidiaries
"High-Fe Mining Operations"	refers to operations of the sale of self-produced high-grade iron concentrates within the range of 65% TFe to 72% TFe
"Hong Kong Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Huili Caitong"	Huili Caitong Iron and Titanium Co., Ltd.*, established in the PRC on 7 July 1998 and has been a foreign equity joint venture in the PRC since 29 December 2010, an indirect wholly-owned subsidiary of the Company till 30 July 2019
"Huili Caitong Parties"	Huili Caitong, Xiushuihe Mining and/or Chengyu Vanadium Titano, as applicable
"Hypothetical Scenario"	the scenario based on hypothetical assumptions which may or may not materialise, including that there will be no settlement, repayment and/or reduction in the principal amount of the Total Indebtedness Amounts for the three financial years ending 31 December 2027. Under such circumstances, the total maximum guaranteed amount comprising (i) the principal amount of the Total Indebtedness Amounts; and (ii) the accumulated interests, penalties and other incidental expenses

"ICBC"	Industrial and Commercial Bank of China Limited, Liangshan Branch*
"ICBC-Caitong Indebtedness Amount"	among others, principal indebtedness of RMB67.9 million, accumulated interest thereof and other applicable charges and costs involved up to the actual date of settlement as may be adjudicated by the court(s), owing by a former subsidiary
"ICBC-Xiushuihe Indebtedness Amount"	among others, principal indebtedness of RMB18.6 million, accumulated interest thereof and other applicable charges and costs involved up to the actual date of settlement as may be adjudicated by the court(s), owing by a former subsidiary
"IFRS"	International Financial Reporting Standards, which comprise standards and interpretations approved by the International Accounting Standards Board and the International Accounting Standards and Standing Interpretations Committee interpretations approved by the International Accounting Standards Committee that remain in effect
"Indebtedness Claims" or "Total Indebtedness Amounts"	collectively, the CCB-Caitong Indebtedness Amount, the ICBC-Caitong Indebtedness Amount, the ICBC-Xiushuihe Indebtedness Amount, and the Cinda-Caitong Indebtedness Amount
"Independent Shareholders"	Shareholders, other than the Relevant CVT Substantial Shareholders and their respective close associates which are required to abstain from voting at the extraordinary general meeting pursuant to the Listing Rules
"Listing Rules"	the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange
"Maoling Processing Plant"	the ore processing plant located near the Maoling-Yanglongshan Mine and operated by Aba Mining
"Maoling-Yanglongshan Mine"	an ordinary magnetite mine located in Wenchuan County, Sichuan, with a mining area of 2.7366 sq.km as operated by Aba Mining and integrated under the mining licence issued by the DNRSP on 6 May 2023

"Mining Site Upgrade and Capacity Expansion"	the upgrade project of the mining area of the Maoling-Yanglongshan Mine, which is expected to progressively increase its annual production capacity of iron concentrates by approximately 30% to 40%
"Neijiang Shengchuan"	Neijiang Shengchuan Property Management Co., Ltd.*, a limited liability company established in the PRC on 22 June 2021, an independent third party
"Net Profit" or "Net Loss"	total comprehensive profit or loss attributable to owners of the Company
"Relevant CVT Substantial Shareholders"	Mr. Wang Jin, Mr. Shi Yinjun, Mr. Zhang Yuangui, Mr. Li Hesheng, and Mr. Wu Wendong, are parties acting in concert and some of the substantial Shareholders through their ownership in Trisonic International
"Reporting Period"	the six months ended 30 June 2026
"Share(s)"	ordinary share(s) in the share capital of the Company, with a nominal value of HKD0.1 each
"Shareholder(s)"	holder(s) of the Share(s)
"Shigou Gypsum Mine"	Shigou gypsum mine located at Hanyuan County, Ya'an City, Sichuan Province, with a mining area of 0.1228 sq.km.
"Sichuan Lingyu"	Sichuan Lingyu Investment Group Co., Ltd.*, a limited liability company established in the PRC on 9 June 2010 and an indirect wholly-owned subsidiary of the Company
"Sichuan Lingwei"	Sichuan Lingwei Industrial FM Co., Ltd.* (formerly known as Sichuan Lingwei Property Service Co., Ltd.*), a limited liability company established in the PRC on 7 July 2021 and an indirect wholly-owned subsidiary of the Company
"Sichuan Shengjiawei"	Sichuan Shengjiawei Property Service Co., Ltd.*, a joint venture company established in the PRC on 15 December 2023, in which the Company indirectly owns 50% equity interest
"Status Updates"	the update on the status of each of the Indebtedness Claims as at the date of this announcement

"Trisonic International"	Trisonic International Limited, a company incorporated in Hong Kong on 19 July 2006 and a Controlling Shareholder
"Xiushuihe Mining"	Huili Xiushuihe Mining Co., Ltd.*, a limited liability company established in the PRC on 26 June 2007, an indirect subsidiary of the Company with 95.0% equity interest through Huili Caitong till 30 July 2019

ABBREVIATIONS, PLACES, CURRENCIES, UNITS AND OTHERS

"1H"	the six months period ending/ended 30 June, as applicable
"1Q"	the first quarter ending/ended 31 March, as applicable
"2H"	the six months period ending/ended 31 December, as applicable
"2Q"	the second quarter ending/ended 30 June, as applicable
"China", "Chinese Mainland" or "PRC"	the People's Republic of China excluding, for the purpose of this announcement, Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
"Fe"	chemical symbol of iron element
"FY"	financial year ended and/or as at 31 December, as applicable
"gypsum"	a soft hydrous sulphate mineral with the chemical formula $CaSO_4 \cdot 2H_2O$
"HKD"	the lawful currency of Hong Kong
"Hong Kong"	the Hong Kong Special Administrative Region of the PRC
"km."	kilometre(s), a metric unit measure of distance
"Kt"	thousand tonnes
"N/A"	not applicable
"N/M"	not meaningful. Used to indicate that the current and prior period figures are not comparable, not meaningful, or if the percentage change exceeds 1,000%

"RMB"	the lawful currency of the PRC
"SGD"	the lawful currency of the Republic of Singapore
"sq.km."	square kilometres
"TFe"	the symbol for denoting total iron
"USD"	the lawful currency of the United States of America

* *For identification purpose only*

By order of the Board
China Vanadium Titano-Magnetite Mining Company Limited
Teh Wing Kwan
Chairman

Hong Kong, 28 August 2026

As at the date of this announcement, the Board comprises Mr. Teh Wing Kwan (Chairman) as non-executive Director; Mr. Hao Xiemin (Chief Executive Officer) and Mr. Wang Hu as executive Directors; Mr. Yu Haizong, Mr. Wu Wen, Mr. Liu Yi and Mdm. Tang Guoqiong as independent non-executive Directors.

The English and Chinese versions of this results announcement are available on the website of the Company (www.chinavtmmining.com) and on the website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk). In the event of any discrepancies between the English and Chinese versions, the English version shall prevail.