JTF INTERNATIONAL HOLDINGS LIMITED
金泰豐國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)
Stock code: 9689

INTERIM REPORT 2026

CORPORATE INFORMATION

Executive Directors

Mr. Xu Ziming *(Chairman)*
Ms. Huang Sizhen *(Managing Director)*
Mr. Choi Sio Peng
Ms. Xu Yayi

Independent Non-Executive Directors

Mr. Tsui Hing Shan
Mr. Kan Siu Chung
Ms. E Hongda

Audit Committee

Mr. Tsui Hing Shan *(Chairman)*
Mr. Kan Siu Chung
Ms. E Hongda

Remuneration Committee

Ms. E Hongda *(Chairlady)*
Mr. Tsui Hing Shan
Mr. Kan Siu Chung

Nomination Committee

Mr. Kan Siu Chung *(Chairman)*
Mr. Tsui Hing Shan
Ms. E Hongda

Company Secretary

Mr. Ng Ka Chai

Authorised Representatives

Ms. Xu Yayi
Mr. Ng Ka Chai

Principal Bankers

Nanyang Commercial Bank, Limited
Bank of Dongguan Co., Ltd.

Registered Office

Cricket Square, Hutchins Drive
P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

Headquarters And Principal Place Of Business In The PRC

No. 35, Yanjiang Road
Shazhuang Tujiang Village
Shitan Town
Zengcheng District
Guangzhou City
Guangdong Province
PRC

Principal Place Of Business In Hong Kong

Unit 1102, 11/F
29 Austin Road
Tsim Sha Tsui
Kowloon
Hong Kong

CORPORATE INFORMATION (Continued)

Legal Advisor As To Hong Kong Law

ZM Lawyers
20/F
Central 88
88–98 Des Voeux Road Central
Central, Hong Kong

Auditor

Forvis Mazars CPA Limited
Certified Public Accountants
Registered Public Interest Entity Auditor
42nd Floor, Central Plaza
18 Harbour Road
Wan Chai, Hong Kong

Principal Share Registrar And Transfer Office In The Cayman Islands

Conyers Trust Company (Cayman) Limited
Cricket Square, Hutchins Drive
P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

Hong Kong Branch Share Registrar And Transfer Office

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

Company Website

www.jtfoil.com

The board (the "**Board**") of directors (the "**Directors**") of JTF International Holdings Limited (the "**Company**") announces the unaudited condensed consolidated interim financial results of the Company and its subsidiaries (the "**Group**" or "**our Group**") for the six months ended 30 June 2026 together with comparative figures for the corresponding period in 2025 as follows:

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	**For the six months ended 30 June** **2026** **RMB'000** **(Unaudited)**	2025 RMB'000 (Unaudited)
Revenue	5	**1,057,303**	393,097
Cost of sales	7	**(985,628)**	(382,257)
Gross profit		**71,675**	10,840
Other losses — net	6	**(255)**	(6,737)
Distribution expenses	7	**(7,621)**	(4,883)
Administrative expenses	7	**(8,573)**	(5,927)
Operating profit/(loss)		**55,226**	(6,707)
Finance income/(costs) — net	8	**1,551**	(735)
Profit/(loss) before income tax		**56,777**	(7,442)
Income tax (expense)/credit	9	**(19,281)**	2,142
Profit/(loss) and total comprehensive income/(expense) for the period		**37,496**	(5,300)
Earnings/(loss) per share	10		
— Basic and diluted (RMB)		**4.0 cents**	(0.6 cents)

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	**At 30 June 2026 RMB'000 (Unaudited)**	At 31 December 2025 RMB'000 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	12	**11,078**	11,350
Right-of-use assets		**2,955**	3,181
Deferred income tax assets		**7,288**	3,833
		21,321	18,364
Current assets			
Inventories		**265,327**	91,211
Prepayments		**104,760**	268,161
Trade and other receivables	13	**148,984**	68,921
Tax recoverable		**–**	901
Pledged deposits		**127,161**	304,190
Cash and cash equivalents		**20,813**	31,936
		667,045	765,320
Total assets		**688,366**	783,684
EQUITY			
Share capital	15	**7,980**	7,980
Other reserves		**306,753**	306,830
Retained earnings		**134,943**	97,370
Total equity		**449,676**	412,180

	Note	**At 30 June 2026 RMB'000 (Unaudited)**	At 31 December 2025 RMB'000 (Audited)
LIABILITIES			
Non-current liabilities			
Lease liabilities		**3,088**	3,291
Deferred income tax liabilities		**24,305**	19,929
		27,393	23,220
Current liabilities			
Trade and other payables	14	**150,855**	325,199
Contract liabilities		**47,008**	22,759
Lease liabilities		**324**	326
Tax payable		**13,110**	–
		211,297	348,284
Total liabilities		**238,690**	371,504
Total equity and liabilities		**688,366**	783,684

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

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

		Other reserves							
	Share capital	**Recapitalisation reserves**	**Share premium**	**Capital reserves**	**Statutory reserves**	**Safety reserves**	**Sub-total**	**Retained earnings**	**Total**
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000 (Note a)	RMB'000 (Note b)	RMB'000	RMB'000	RMB'000
Balances at 1 January 2025 (Audited)	7,980	56,125	169,321	14,924	26,816	39,727	306,913	107,764	422,657
Loss and total comprehensive expense for the period	–	–	–	–	–	–	–	(5,300)	(5,300)
Usage of safety reserves	–	–	–	–	–	(62)	(62)	62	–
Balance at 30 June 2025 (Unaudited)	7,980	56,125	169,321	14,924	26,816	39,665	306,851	102,526	417,357
Balances at 1 January 2026 (Audited)	**7,980**	**56,125**	**169,321**	**14,924**	**26,816**	**39,644**	**306,830**	**97,370**	**412,180**
Profit and total comprehensive income for the period	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**37,496**	**37,496**
Usage of safety reserves	**–**	**–**	**–**	**–**	**–**	**(77)**	**(77)**	**77**	**–**
Balance at 30 June 2026 (Unaudited)	**7,980**	**56,125**	**169,321**	**14,924**	**26,816**	**39,567**	**306,753**	**134,943**	**449,676**

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

Notes:

(a) Statutory reserves

In accordance with the Company Law of the People's Republic of China ("**PRC**") and the articles of association of the Group's PRC subsidiary, the Group's PRC subsidiary is required to appropriate 10% of its profits after tax, as determined in accordance with relevant accounting principles generally accepted in the PRC and other applicable regulations, to the statutory reserve until such reserve reaches 50% of its registered capital. The appropriation to the reserve must be made before any distribution of dividends to equity holders of the PRC subsidiary. The statutory reserve can be used to offset previous years' losses, if any, and part of the statutory reserve can be capitalised as the PRC subsidiary's capital provided that the amount of such reserve remaining after the capitalisation shall not be less than 25% of its capital.

(b) Safety reserves

Pursuant to certain regulations issued by the Ministry of Finance and the State Administration of Work Safety of the PRC, since 14 February 2012 the Group's PRC subsidiary was required to set aside an amount to safety reserve at progressive rates from 0.2% to 4% of the total revenue of the previous year from the sales of hazardous chemical. Pursuant to the amendment of the regulations in November 2022, the range of aforesaid appropriation rates has been revised as 0.2% to 4.5%, and the PRC subsidiary can temporarily suspend the appropriation to the safety reserve when the unused monthly opening balance of the safety reserve exceeds three times of the required appropriation amount of the previous year. The reserve can be utilised for the spending in improvements and maintenances of work safety on the PRC subsidiaries' daily operations, which are considered expenses in nature and charged to the profit and loss as incurred.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Operating activities		
Cash (used in)/generated from operations	**(185,012)**	143,583
Interest paid	**(565)**	(1,213)
Income tax (paid)/refund	**(4,349)**	774
Net cash (used in)/generated from operating activities	**(189,926)**	143,144
Investing activities		
Interest income on bank deposits	**2,318**	719
Placement of pledged deposits	**(127,161)**	–
Withdrawal of pledged deposits	**304,190**	–
Purchases of property, plant and equipment	**(180)**	–
Net cash generated from investing activities	**179,167**	719
Financing activities		
Principal elements of lease payments	**(162)**	(137)
Interest paid on lease liabilities	**(86)**	(89)
Net cash used in financing activities	**(248)**	(226)
Net (decrease)/increase in cash and cash equivalents	**(11,007)**	143,637
Cash and cash equivalents at beginning of the period	**31,936**	33,410
Exchange differences on cash and cash equivalents	**(116)**	(152)
Cash and cash equivalents at end of the period	**20,813**	176,895

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

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands on 23 October 2014 as an exempted company with limited liability under the Companies Law (Cap. 22) of the Cayman Islands. The address of the Company's registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands.

The Company is an investment holding company. The Group is principally engaged in the sale of refined oil, other petrochemical products, and the blending and sale of fuel oil in the PRC.

The Company's shares were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**").

The ultimate holding company of the Company is Thrive Shine Limited ("**Thrive Shine**"), a company incorporated in the British Virgin Islands, which is owned as to 80% and 20% by Mr. Xu Ziming ("**Mr. Xu**") and Ms. Huang Sizhen ("**Ms. Huang**"), respectively. The ultimate controlling party of the Group is Mr. Xu and Ms. Huang (collectively, the "**Controlling Shareholders**").

The unaudited condensed consolidated interim financial statements are presented in Renminbi ("**RMB**"), unless otherwise stated, and have been approved for issue by the Company's Board on 17 August 2026.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The unaudited condensed consolidated interim financial statements of the Group for the six months ended 30 June 2026 have been prepared in accordance with Hong Kong Accounting Standard 34, "Interim Financial Reporting". The unaudited condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2025, which have been prepared in accordance with HKFRS Accounting Standards.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES (Continued)

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2025, as described in those annual financial statements, except that the Hong Kong Institute of Certified Public Accountants has issued a number of new standards and amendments to HKFRS Accounting Standards which are effective for the current accounting period of the Group. None of those developments have had a material effect on how the Group's results and financial position for the current or prior periods have been prepared or presented. The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

3. ESTIMATES

The preparation of the condensed consolidated interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing the condensed consolidated interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation of uncertainty were the same as those applied to the consolidated financial statements for the year ended 31 December 2025.

4. FINANCIAL RISK MANAGEMENT

(a) Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk and cash flow interest rate risk), credit risk and liquidity risk. The condensed consolidated interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2025. There have been no changes in the risk management since the year ended 31 December 2025.

(b) Liquidity risk

Compared to the year ended 31 December 2025, there was no material change in the contractual undiscounted cash outflows for financial liabilities.

5. REVENUE AND SEGMENT INFORMATION

The chief operating decision-makers ("**CODM**") have been identified as the executive directors who review the Group's internal reports in order to assess performance and allocate resources regularly.

The Group principally engages in the sale of refined oil, other petrochemical products, and the blending and sale of fuel oil in the PRC. Management reviews the operating results of the business as one operating segment to make decisions about resources to be allocated. The CODM consider that there is only one operating segment which is used to make strategic decisions.

The major operating entity of the Group is domiciled in the PRC, and the Group's revenue for the periods ended 30 June 2026 and 2025 were attributable to the market in the PRC.

Analysis of revenue is as follows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Sales of goods:		
— Refined oil	**740,661**	204,726
— Fuel oil	**30,417**	36,831
— Other petrochemical products	**273,184**	144,350
	1,044,262	385,907
Service income	**13,041**	7,190
	1,057,303	393,097
Timing of revenue recognition		
— At point in time	**1,057,303**	393,097

6. OTHER LOSSES — NET

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Litigation loss (Note (a))	**(150)**	–
Write-off of prepayments (Note (b))	**–**	(4,194)
Write-off of property, plant and equipment (Note (b))	**–**	(1,750)
Others	**(105)**	(793)
Other losses — net	**(255)**	(6,737)

Notes:

(a) Reference is made to the disclosure in Note 26 to the Group's consolidated financial statements for the year ended 31 December 2025, as contained in the Group's Annual Report 2025 dated 30 March 2026, in relation to litigation in the PRC against a subsidiary of the Group.

On 29 June 2026, Zengcheng City Jin Taifeng Fuel Oil Company Limited ("**JTF (PRC)**") received the final judgement from Guangzhou City Intermediate People's Court of Guangdong Province (廣東省廣州市中級人民法院) in respect of its appeal. The appeal was dismissed and the original judgment was affirmed. Pursuant to the judgement, JTF (PRC) was ordered to compensate the creditor of the loan for losses amounting to RMB150,000.

(b) The amounts represent the write-off of prepayments and property, plant and equipment upon termination of the contract.

7. EXPENSES BY NATURE

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Changes in inventories	**(174,116)**	112,723
Refined oil, fuel oil and other petrochemical products purchased and transportation expenses	**1,160,112**	269,229
Expenses relating to short term leases and handling charges	**4,734**	3,505
Staff costs (including directors' emoluments)	**3,389**	3,133
Taxes and surcharges	**1,418**	896
Depreciation	**635**	621
Other expenses	**5,650**	2,960
Total cost of sales, distribution expenses and administrative expenses	**1,001,822**	393,067

8. FINANCE INCOME/(COSTS) — NET

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Interest income on bank deposits	**2,318**	719
Interest expenses on lease liabilities	**(86)**	(89)
Interest expenses on bills payables	**(565)**	(1,213)
Net foreign exchange losses on cash and cash equivalents	**(116)**	(152)
Finance income/(costs) — net	**1,551**	(735)

9. INCOME TAX EXPENSE/(CREDIT)

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Current income tax:		
— PRC enterprise income tax	**18,360**	(2,249)
Deferred income tax:		
— PRC enterprise income tax	**(3,455)**	482
— PRC withholding income tax	**4,376**	(375)
	921	107
Income tax expense/(credit)	**19,281**	(2,142)

9. INCOME TAX (CREDIT)/EXPENSE (Continued)

The Company was incorporated in the Cayman Islands as an exempted company with limited liability and accordingly, is exempted from the Cayman Islands income tax.

No provision for Hong Kong profits tax was provided as the Group did not have assessable profit in Hong Kong for the six months ended 30 June 2026 (2025: same). The profit of the group company in Hong Kong is mainly derived from dividend income from its subsidiary, which is not subject to Hong Kong profits tax. The Group's unused tax losses were incurred by the group company in Hong Kong that is not probable to generate taxable income in the foreseeable future. They can be carried forward indefinitely.

The income tax provision of the Group in respect of its operations in Mainland China has been calculated at the applicable tax rate on the estimated assessable profit for the six months ended 30 June 2026 (2025: same).

Pursuant to the Enterprise Income Tax ("**EIT**") Law of the PRC (the "**EIT Law**") and the Implementation Rules of the EIT Law, the EIT is unified at 25% for all types of entities, effective from 1 January 2008. The standard tax rate of the Group's PRC entities was 25% for the six months ended 30 June 2026 (2025: 25%).

According to the EIT Law and the Implementation Rules, starting from 1 January 2008, a withholding income tax of 10% is levied on the immediate holding company outside the PRC when its PRC subsidiary declares dividends out of profits earned after 1 January 2008. A lower 5% withholding income tax rate may be applied when the immediate holding company of the PRC subsidiary is established in Hong Kong and fulfils requirements under the tax treaty arrangements between the relevant authorities of the PRC and Hong Kong. The Group has accrued withholding tax provision at 10% withholding income tax rate for the six months ended 30 June 2026 (2025: 10%).

10. EARNINGS/(LOSS) PER SHARE

Basic earnings/(loss) per share is calculated by dividing the profit/(loss) for the period by the weighted average number of ordinary shares in issue during the periods ended 30 June 2026 and 2025.

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
Profit/(loss) for the period (RMB'000)	**37,496**	(5,300)
Weighted average number of ordinary shares in issue	**930,000,000**	930,000,000
Basic earnings/(loss) per share (RMB)	**4.0 cents**	(0.6 cents)

Diluted earnings/(loss) per share is equal to basic earnings/(loss) per share as there was no potential diluted shares outstanding for the reporting period.

11. DIVIDENDS

There were no dividends paid or payable by the Company in respect of the six months ended 30 June 2026 (Six months ended 30 June 2025: Nil).

12. PROPERTY, PLANT AND EQUIPMENT

For the six months ended 30 June 2026, additions to the Group's property, plant and equipment were approximately RMB180,000 (Six months ended 30 June 2025: Nil).

For the six months ended 30 June 2025, the Group has written-off property, plant and equipment with a net book amount of approximately RMB1,750,000.

13. TRADE AND OTHER RECEIVABLES

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Trade receivables	**97,268**	37,693
Less: loss allowance	**(1,443)**	(1,443)
Trade receivables — net	**95,825**	36,250
Value-added-tax recoverable	**34,878**	19,802
Deposits and others	**18,281**	12,869
Trade and other receivables	**148,984**	68,921

As at 30 June 2026, ageing analysis of trade receivables (net of provision of RMB1,443,000) (31 December 2025: RMB1,443,000) based on the dates when the trade receivables are recognised is as follows:

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Less than 30 days	**95,825**	36,250

The Group's sales are usually made on credit terms of 0 to 30 days counted from the dates when the trade receivables are recognised.

14. TRADE AND OTHER PAYABLES

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Trade payables	**7,226**	4,707
Bills payables	**127,161**	304,382
Payable for legal claim (Note 6)	**150**	–
Accruals for staff costs and allowances	**1,328**	3,709
Accruals for handling charges	**78**	79
Accruals for short term lease expenses	**2,328**	282
Other payables	**6,415**	11,720
Other tax payables	**6,169**	320
Trade and other payables	**150,855**	325,199

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

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Within 1 month	**45,798**	4,707
After 1 month but within 6 months	**88,589**	304,382
	134,387	309,089

15. SHARE CAPITAL

	Number of shares	Nominal value of shares HK$	Equivalent nominal value of shares RMB
Ordinary shares of HK$0.01 each			
Authorised:			
At 1 January 2025, 31 December 2025, 1 January 2026 and 30 June 2026	2,000,000,000	20,000,000	17,161,310
Issued and fully paid:			
At 1 January 2025, 31 December 2025, 1 January 2026 and 30 June 2026	**930,000,000**	**9,300,000**	**7,980,009**

16. CAPITAL COMMITMENTS

The Group did not have any significant capital commitments as at 30 June 2026 and 31 December 2025.

17. RELATED PARTY TRANSACTIONS

(a) The directors of the Company are of the view that the following parties that had transactions or balances with the Group are related parties:

Name	Relationship
Mr. Xu and Ms. Huang	The Controlling Shareholders and directors of the Company
Mr. Choi Sio Peng	Director of the Company
Ms. Xu Yayi	Director of the Company
Zhuhai City Huafeng Petrochemical Company Limited* (珠海市華峰石化有限公司) ("**Zhuhai Huafeng**")	A company which Ms. Huang is the chairperson of the board of directors

17. RELATED PARTY TRANSACTIONS (Continued)

(b) Transactions with related parties

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Sales of products		
— Zhuhai Huafeng (Note (i))	**65,846**	–
Purchase of products		
— Zhuhai Huafeng (Note (i))	**313,389**	–
Interest expenses on lease liabilities		
— The Controlling Shareholders (Note (ii))	**75**	80

Notes:

(i) The Group had entered into a cooperation framework agreement with Zhuhai Huafeng, pursuant to which both parties agreed to establish a strategic partnership to leverage their respective advantages in sales and provision of oil and other petrochemical products. The transactions were made on prices and conditions as mutually agreed.

(ii) The Group had entered into a lease agreement with the Controlling Shareholders to lease a piece of land and office building located in Guangzhou City, Guangdong Province with annual rental fee of RMB360,000 from 1 April 2017 to 31 March 2037.

(c) Balances with related parties

	As at 30 June 2026	As at 31 December 2025
	RMB'000	RMB'000
	(Unaudited)	(Audited)
Lease liabilities		
— The Controlling Shareholders	**2,986**	3,091

17. RELATED PARTY TRANSACTIONS (Continued)

(d) Key management compensations

Key management includes directors (executive and non-executive) and managers of key operating departments. Compensation for key management is as follows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Salaries, wages, welfare and other benefits	**1,895**	1,969
Contributions to employee social security plans	**42**	41
	1,937	2,010

18. CONTINGENCIES

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

Save as the disclosure in Note 26 of the Group's consolidated financial statements for the year ended 31 December 2025 contained in the Group's Annual Report 2025 dated 30 March 2026, the Group did not have any other material contingent liabilities as at 31 December 2025.

19. EVENT AFTER THE REPORTING PERIOD

On 16 July 2026, the Company entered into a placing agreement with the placing agent, pursuant to which the placing agent agreed to place, on a best effort basis, up to 186,000,000 shares of the Company (the "**Placing Share(s)**") at the placing price of HK$0.69 per Placing Share. The placing was completed on 5 August 2026, and the Company has allotted and issued 186,000,000 Placing Shares.

Save as disclosed above, there were no other material subsequent events took place after 30 June 2026 and up to the date of this report.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is a wholesaler of oil and other petrochemical products based in Guangdong Province, the PRC. The oil products of the Group can be broadly categorised into (i) refined oil; (ii) other petrochemical products; and (iii) fuel oil. Oil and petrochemical products of the Group are primarily used as fuel in transportation vehicles, marine vessels and machinery equipment, for retail sale at gas stations and as raw materials in refining process for oil refineries. The Group also sells blended fuel oil according to customers' specifications in order to meet their different needs and application requirements.

In the first half of 2026, Middle East geopolitical tensions drove rising international and domestic oil prices. This environment led to an increase in the average selling prices of the Group's naphtha products. The Group also recorded higher sales volume of naphtha products during the period. Furthermore, most of the naphtha products sold were from lower-cost inventory acquired before the sharp price surge and volatility caused by the Middle East geopolitical tensions. Consequently, the Group's refined oil products recorded a substantial improvement in both gross profit and gross profit margin for the six months ended 30 June 2026, with a gross profit of approximately RMB72,838,000 and a gross profit margin of approximately 9.8%. However, for other petrochemical products, significant price fluctuations of C6 components in the domestic market limited the Group's ability to fully pass on the increased costs to customers in a timely manner, resulting in a gross loss of approximately RMB15,237,000 for the six months ended 30 June 2026. The Group occasionally sold inventory below cost as a strategic decision to retain long-term customer relationships and maintain its market position.

The Group also mitigated its risk through engaged in outport trade which was recognised as service income, which amounted to approximately RMB13,041,000 for the six months ended 30 June 2026.

RESULTS OF OPERATIONS

Revenue

Our Group derived our revenue from sales of refined oil, other petrochemical products and fuel oil. Revenue principally represents the net value of goods sold after deduction of value-added tax of the PRC.

For the six months ended 30 June 2026, the Group's total revenue amounted to approximately RMB1,057,303,000, representing an increase of approximately 169.0% over the six months ended 30 June 2025. The increase was mainly attributable to the increase of sales of refined oil.

The following table sets forth, for the six months ended 30 June 2026 and 2025, the breakdown of the Group's revenue by products in total revenue, volume and average price:

	For the six months ended 30 June					
	2026			2025		
	Total revenue RMB'000	**Total volume Tonnes**	**Average price (Note) RMB**	Total revenue RMB'000	Total volume Tonnes	Average price (Note) RMB
1. Sales of goods						
Refined oil	**740,661**	**103,259**	**7,173**	204,726	29,980	6,829
Fuel oil	**30,417**	**6,138**	**4,955**	36,831	6,713	5,487
Other petrochemical products	**273,184**	**42,558**	**6,419**	144,350	21,400	6,745
Subtotal — sales of goods	**1,044,262**	**151,955**		385,907	58,093	
2. Service income						
Refined oil	**13,041**	**47,206**	**276**	4,884	92,772	53
Fuel oil	**–**	**–**	**–**	2,306	8,977	257
Subtotal — service income	**13,041**	**47,206**		7,190	101,749	
Total	**1,057,303**	**199,161**		393,097	159,842	

Note: Average price is arrived at by dividing the total revenue by the total volume for the relevant periods.

RESULTS OF OPERATIONS (Continued)

Cost of sales

Our Group's cost of sales mainly includes the cost of refined oil, other petrochemical products and fuel oil, which is measured on a moving weighted average basis. Our cost of sales for the six months ended 30 June 2026 and 2025 were approximately RMB985,628,000 and RMB382,257,000, respectively. The purchase cost for our trading products is subject to the purchase prices offered by our suppliers, which are influenced by, among other things, the relative oil prices quoted in the market. The increase of our cost of sales during the six months ended 30 June 2026 was in line with our increase in revenue during the period.

The following table sets forth, for the six months ended 30 June 2026 and 2025, the components of our cost of sales by product type:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Refined oil	**667,823**	198,238
Fuel oil	**29,384**	35,672
Other petrochemical products	**288,421**	148,347
Total	**985,628**	382,257

RESULTS OF OPERATIONS (Continued)

Gross profit and gross margin

The following table sets forth a breakdown of our gross profit and gross margin by product type for the six months ended 30 June 2026 and 2025:

	For the six months ended 30 June			
	2026		2025	
	Gross profit/ (loss) RMB'000	**Gross margin**	Gross profit/ (loss) RMB'000	Gross margin
1. Sales of goods				
Refined oil	**72,838**	**9.8%**	6,488	3.2%
Fuel oil	**1,033**	**3.4%**	1,159	3.1%
Other petrochemical products	**(15,237)**	**(5.6%)**	(3,997)	(2.8%)
Subtotal — sales of goods	**58,634**	**5.6%**	3,650	0.9%
2. Service income	**13,041**	**N/A**	7,190	N/A
Total	**71,675**	**6.8%**	10,840	2.8%

The Group's gross margin (excluding service income) increased from approximately 0.9% for the six months ended 30 June 2025 to approximately 5.6% for the six months ended 30 June 2026. The increase was mainly attributable to the reasons stated in the sub-section headed "Business Review" above.

Other losses — net

Other losses — net for the six months ended 30 June 2025 was mainly due to the write-off of prepayments to the lead contractor and the assets under construction following the suspension of the project to upgrade the wharf berth capability of Zengcheng Oil Depot.

Distribution expenses

Distribution expenses increased by approximately RMB2,738,000 or 56.1% to approximately RMB7,621,000 for the six months ended 30 June 2026 from approximately RMB4,883,000 for the six months ended 30 June 2025 mainly due to the increases of expenses relating to short term leases and transportation expenses in current period.

RESULTS OF OPERATIONS (Continued)

Administrative expenses

Administrative expenses increased by approximately RMB2,646,000 or 44.6% to approximately RMB8,573,000 for the six months ended 30 June 2026 from approximately RMB5,927,000 for the six months ended 30 June 2025. This was mainly attributable to the increases in professional fees and net inventory losses from physical count discrepancies in current period.

Finance income/(costs) — net

Finance income/(costs) — net change from a net finance costs of approximately RMB735,000 for the six months ended 30 June 2025 to net finance income of approximately RMB1,551,000 for the six months ended 30 June 2026 was mainly due to the increase in interest income on bank deposits.

Profit/(loss) before income tax

The Group's profit/(loss) before income tax turnaround from a loss of approximately RMB7,442,000 for the six months ended 30 June 2025 to a profit of approximately RMB56,777,000 for the six months ended 30 June 2026, primarily due to the increases in gross profit and interest income on bank deposits, and the absence of the write-off of prepayments to the lead contractor and the assets under construction following the suspension of the project to upgrade the wharf berth capability at Zengcheng Oil Depot, partially offset by the increases in distribution expenses and administrative expenses in current period.

Income tax (expense)/credit

Income tax expense for the six months ended 30 June 2026 was mainly the provision of the PRC enterprise income tax.

Profit/(loss) for the period

The Group's profit/(loss) for the period turnaround from a loss of approximately RMB5,300,000 for the six months ended 30 June 2025 to a profit of approximately RMB37,496,000 for the six months ended 30 June 2026, primarily due to the increases in gross profit and interest income on bank deposits, and the absence of the write-off of prepayments to the lead contractor and the assets under construction following the suspension of the project to upgrade the wharf berth capability at Zengcheng Oil Depot, partially offset by the increases in distribution expenses and administrative expenses in current period.

LIQUIDITY AND FINANCIAL RESOURCES

The following table summarises the Group's unaudited condensed consolidated statement of cash flows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Net cash (used in)/generated from operating activities	**(189,926)**	143,144
Net cash generated from investing activities	**179,167**	719
Net cash used in financing activities	**(248)**	(226)
Net (decrease)/increase in cash and cash equivalents	**(11,007)**	143,637

For the six months ended 30 June 2026, the Group had net cash used in operating activities of approximately RMB189,926,000, which was mainly attributable to the increase in net working capital (excluding cash and cash equivalent) used in the business.

For the six months ended 30 June 2026, the Group had net cash generated from investing activities of approximately RMB179,167,000, which represented the net changes in pledged deposits during the period.

For the six months ended 30 June 2026, the Group had net cash used in financing activities of approximately RMB248,000, which was primarily attributable to the lease payments and interest paid during the period.

As at 30 June 2026 and 31 December 2025, the Group had cash and cash equivalents of approximately RMB20,813,000 and RMB31,936,000, respectively.

Net current assets

As at 30 June 2026, the Group's net current assets amounted to approximately RMB455,748,000, an increase of approximately RMB38,712,000 as compared with approximately RMB417,036,000 as at 31 December 2025.

LIQUIDITY AND FINANCIAL RESOURCES (Continued)

Borrowings and gearing ratio

The Group did not have any borrowings as at 30 June 2026 (31 December 2025: Nil).

No gearing ratio is presented as there is no borrowings and the bills payables are fully secured by pledged deposits held by the Group as at 30 June 2026 (31 December 2025: Nil).

Capital commitment

The Group incurred capital expenditure of approximately RMB180,000 for the six months ended 30 June 2026.

As at 30 June 2026, the Group had no significant capital commitments (31 December 2025: Nil).

Significant investment, material acquisition and disposal of subsidiaries and associated companies

The Group did not hold any significant investment nor make any material acquisition or disposal of subsidiaries and associated companies for the six months ended 30 June 2026.

Capital structure

As at 30 June 2026 and 31 December 2025, the capital structure of the Company comprised of its issued share capital and reserves.

Pledged assets

As at 30 June 2026, the Group's pledged deposits with a carrying amount of approximately RMB127,161,000 (31 December 2025: RMB304,190,000) were pledged as security for bills payables issued by the Group.

LIQUIDITY AND FINANCIAL RESOURCES (Continued)

Contingent liabilities

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

Save as the disclosure in Note 26 of the Group's consolidated financial statements for the year ended 31 December 2025 contained in the Group's Annual Report 2025 dated 30 March 2026, the Group did not have any other material contingent liabilities as at 31 December 2025.

FOREIGN EXCHANGE RISK

The Group operates in the PRC with most transactions being settled in RMB, except for certain transactions which are settled in foreign currencies.

At 30 June 2026, the Group's major non-RMB denominated assets and liabilities included trade and other receivables, cash and cash equivalents and trade and other payables, which were denominated in Hong Kong dollars. Fluctuation of the exchange rate of RMB against Hong Kong dollars could affect the Group's results of operations.

The Group currently does not have a foreign currency hedging policy, and manages our foreign currency risk by closely monitor the movement of the relevant foreign currency rates.

The Directors do not consider the foreign exchange rate risks as material to the Group and therefore, did not carry out any financial instruments such as forward currency exchange contracts to hedge the risks.

HUMAN RESOURCE

As at 30 June 2026, the Group had 21 full time employees who were directly employed by the Group in the PRC. For the six months ended 30 June 2026, our total staff costs (including the Directors' remuneration) were approximately RMB3,389,000 (Six months ended 30 June 2025: approximately RMB3,133,000).

Our Group considers employees valuable assets and are vital to our success. We recruit employees mainly based on our business strategies, operational requirements, expected staff turnover, and corporate structure and management. Employees' remunerations are determined on the basis of their qualifications, positions and seniority. We review the performance of the employees annually and award salary increment, bonuses and promotions based on their performance.

The Group has established various welfare plans including the provision of basic medical insurance, unemployment insurance and other relevant insurance for employees in the PRC pursuant to the PRC rules and regulations and the existing policy requirements of the local government. The Group has also made contributions to statutory mandatory provident fund scheme for its employees in Hong Kong.

FUTURE PLANS AND PROSPECT

Based on the "Implementation Plan for Promoting High-Quality Energy Development for Guangdong Province" (廣東省推進能源高質量發展實施方案) issued in 2023 as the foundational framework, and as supplemented by various specialised policies on oil and petrochemicals products in 2025–2026, this policy focuses on ensuring energy security and strengthening oil and gas supply and reserves. At the same time, it promotes green transformation, energy saving and carbon reduction, the popularization of clean energy, and the peaking followed by steady decline of oil consumption. In the future, it will deepen market-oriented reforms, adjust pricing mechanisms, implement digital supervision to promote the upgrade of high-end petrochemicals, and drive high-quality industry development. With the Group's experience in oil products and petrochemical markets, and its solid customer network, including major PRC oil companies, the Group expects to play a more important role in the local supply chain.

The Group did not have specific plans for material investments or capital assets in the coming year as at 30 June 2026.

EVENT AFTER THE REPORTING PERIOD

On 16 July 2026, the Company entered into a placing agreement with the placing agent, pursuant to which the placing agent agreed to place, on a best effort basis, up to 186,000,000 shares of the Company (the "**Placing Share(s)**") at the placing price of HK$0.69 per Placing Share. The placing was completed on 5 August 2026, and the Company has allotted and issued 186,000,000 Placing Shares. For details, please refer to the Company's announcements dated 16 July 2026 and 5 August 2026.

Save as disclosed above, there were no other material subsequent events took place after 30 June 2026 and up to the date of this report.

INTERIM DIVIDEND

The Directors do not recommend the payment of any dividend for the six months ended 30 June 2026 (Six months ended 30 June 2025: Nil).

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

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2026.

DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2026, the interests of the directors and chief executive of the Company in the share capital of the Company as recorded in the register required to be kept under section 352 of the Securities and Futures Ordinance (the "**SFO**") or as otherwise notified to the Company and the Stock Exchange pursuant to Appendix C3 of the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**") relating to securities transactions by the Directors (the "**Model Code**") were as follows:

Name	Nature of interest	Number of shares	Percentage of shareholding
Thrive Shine Limited	Beneficial owner	480,150,000	51.63%
Mr. Xu Ziming	Interest in a controlled corporation	480,150,000 (Note 1)	51.63%
Ms. Huang Sizhen	Interest of spouse	480,150,000 (Note 1)	51.63%
Thrive Era Investments Limited	Beneficial owner	20,000	0.00%
Ms. Xu Yayi	Interest in a controlled corporation	20,000 (Note 2)	0.00%

Notes:

1. These shares are held by Thrive Shine Limited, a company owned by Mr. Xu Ziming and Ms. Huang Sizhen as to 80% and 20% respectively. Mr. Xu Ziming and Ms. Huang Sizhen are spouses.

2. These shares are held by Thrive Era Investments Limited, a company wholly owned by Ms. Xu Yayi.

Save as disclosed herein, as at 30 June 2026, none of the directors or chief executive of the Company had any interest or short position in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept under section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

SHARE OPTION SCHEME

On 28 May 2019, the Company adopted a share option scheme (the "**Scheme**") for the purpose of attracting and retaining quality personnel and other persons who may contribute to the business and operation of the Group. Options may be granted without any initial payment to (i) persons including directors, employees, consultants or advisers of the Group or a company in which the Group holds an equity interest or a subsidiary of such company ("**Relevant Person**"); or (ii) any discretionary trust whose discretionary objects include any Relevant Person; or (iii) a company beneficially owned by any Relevant Person to subscribe for Shares. As at the date of this report, the total number of shares available for issue under the Scheme is 42,000,000 shares, representing about 3.76% of the issued share capital of the Company on such date. The maximum number of shares in respect of which options may be granted to any one person in any 12-month period is 1% of the issued share capital of the Company on the last date of such 12-month period unless with shareholders' approval. The option period shall be not more than 10 years from the date of grant of an option, and may include a minimum period an option must be held before it can be exercised. The exercise price is the highest of (i) the nominal value of one share of the Company; (ii) the closing price per share as stated in the Stock Exchange's daily quotations sheet on the date of the grant of the option; and (iii) the average closing price per share as stated in the Stock Exchange's daily quotations sheets for the 5 business days immediately preceding the date of the grant of the option. The Scheme will remain in force until 27 May 2029.

The Company has not granted any option under the Scheme since its adoption.

SUBSTANTIAL SHAREHOLDERS

As at 30 June 2026, no person (other than the directors or chief executive of the Company disclosed above) had interests in the share capital of the Company as recorded in the register required to be kept by the Company under section 336 of the SFO.

DISCLOSURE UNDER RULE 13.20 OF THE LISTING RULES

Pursuant to Rule 13.20 of the Listing Rules, details of the outstanding prepayments made to suppliers for the purchase of refined oil, fuel oil and other petrochemical products, which exceeded 8% of the Group's total assets as at 30 June 2026 are set out below:

Supplier	**Approximate balance of prepayments as at 30 June 2026** (RMB'000)	**The approximate percentage of the Group's total assets as at 30 June 2026**	**Terms**
Hengli Group (Note)	79,290	11.5%	No interest and collateral. Settled by delivery of relevant products and recognised as cost of inventories upon delivery

Note: Members of the Hengli Group include Hengli East China Petrochemical Sales Co., Ltd.* (恒力華東石化銷售有限公司), Hengli Refining Products Sales (Dalian) Co., Ltd.* (恒力煉化產品銷售(大連)有限公司) and Hengli Petrochemical (Hainan) Co., Ltd.* (恒力油化(海南)有限公司). Hengli Group is under Hengli Petrochemical Co., Ltd.* (恒力石化股份有限公司), a company listed on the Shanghai Stock Exchange (stock code: 600346).

CORPORATE GOVERNANCE PRACTICES

The Company and the Board recognise the importance of good corporate governance in management and internal control procedures so as to achieve accountability. During the six months ended 30 June 2026, the Company had complied with all the code provisions set out in the Corporate Governance Code contained in Part 2 of Appendix C1 of the Listing Rules.

COMPLIANCE WITH THE MODEL CODE BY DIRECTORS

During the six months ended 30 June 2026, the Company has adopted Appendix C3 of the Listing Rules as the code of conduct regarding Directors' securities transactions (the "**Model Code**"). Having made specific enquiries with all Directors, all of them have confirmed that they had complied with the Model Code during the six months ended 30 June 2026.

COMPETING INTERESTS

None of the controlling shareholders, namely Thrive Shine Limited, Mr. Xu Ziming and Ms. Huang Sizhen, the Directors and their respective close associates (as defined in the Listing Rules) is interested in any business apart from the business operated by the Group which competes or is likely to compete, directly or indirectly, with the Group's business during the six months ended 30 June 2026 and up to the date of this report.

AUDIT COMMITTEE

The primary duties of the Audit Committee are to review and supervise the Group's financial reporting process and internal control and risk management systems, and to formulate or review policies relating to anti-bribery compliances by ensuring regular management review of relevant corporate governance measures and its implementation and to communicate with external auditor on the audit procedures and accounting issues.

The Audit Committee of the Company has reviewed the unaudited condensed consolidated interim financial statements for the six months ended 30 June 2026 and this interim report.

On behalf of the Board
JTF International Holdings Limited
Xu Ziming
Chairman and Executive Director

Hong Kong, 17 August 2026

As at the date of this report, the executive directors of the Company are Mr. Xu Ziming, Ms. Huang Sizhen, Mr. Choi Sio Peng and Ms. Xu Yayi; and the independent non-executive directors are Mr. Tsui Hing Shan, Mr. Kan Siu Chung and Ms. E Hongda.

* *For identification purposes only*