中国中煤能源股份有限公司
CHINA COAL ENERGY COMPANY LIMITED

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
Stock Code : 01898

2026
INTERIM REPORT

Efficiency Enhancement and Incremental Transformation
Returning Investors with High-Quality Development

Contents

Chairman's Statement	2
Management Discussion and Analysis of Financial Conditions and Operating Results	4
Business Performance	27
Investor Relations	35
Corporate Governance	37
Disclosure of Major Events	39
Report on Review of Interim Condensed Consolidated Financial Statements	45
Interim Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	46
Interim Condensed Consolidated Statement of Financial Position	48
Interim Condensed Consolidated Statement of Changes in Equity	51
Interim Condensed Consolidated Statement of Cash Flows	52
Notes to Interim Condensed Consolidated Financial Information	53
Company Profile	92
Definitions	94

Note: In this report, unless otherwise indicated, all financial indicators are presented in RMB.

Chairman’s Statement

Dear Shareholders:

In the first half of 2026, China Coal Energy resolutely implemented the decisions and deployment of the Party Central Committee and the State Council, and actively responded to various risks, challenges and uncertainties, steadily improved the quality of production and operation, further advanced reform and innovation, and strived to achieve a good start to the “15th Five-Year Plan”. During the reporting period, the Group’s profit before tax was RMB12.4 billion, a year-on-year increase of 7.1%; the profit attributable to equity holders of the Company reached RMB8.2 billion, a year-on-year increase of 11.8%; net cash inflow from production and sales activities reached RMB12.6 billion, a year-on-year increase of 68.2%.

In the first half of the year, the Group rose to challenges to make every effort to ensure the quality and safety of energy supply. Facing the impact of multiple factors such as complex geological conditions, the coal business kept up with market demand and used a “data model” to drive the synergy of production and sales as well as quality and efficiency enhancement; the production volume of self-produced commercial coal was 61.95 million tonnes and the sales volume was 61.42 million tonnes, and the average calorific value of thermal coal increased by nearly 200 kcal year-on-year. The chemical business maintained safe, stable and highly efficient operations. With part of equipment overhauled as scheduled, the output of major chemical products reached 3.02 million tonnes, an increase of 0.03 million tonnes year-on-year, and the efficiency and profitability remained industry-leading. In the power generation business, we strengthened the operation management of generating units. Power generation reached 8.62 billion kWh, a year-on-year increase of 830 million kWh. In the coal mine equipment business, we continued to enhance its levels of integration into complete sets and intelligentization, achieving an equipment output value of nearly RMB4 billion.

In the first half of the year, we focused on “two combinations” to actively build a green and low-carbon industrial park and accelerate the building of a highly synergistic industry chain of “coal-electricity-chemical-new energy”. All the processing installations of the Shaanxi Yulin’s coal chemical phase II project, with an annual output of 900,000 tonnes of polyolefin, have completed intermediate handover, and the “Liquid Sunlight” demonstration project of Ordos Energy & Chemical has entered the commissioning phase. The construction work of the Wushenqi 2×660MW integrated coal power project fully entered the equipment installation stage, construction of the China Coal Yuyang 100MW wind power project of Shaanxi Company commenced, and Shanghai Energy completed the acquisition of 100% equity interest in the 400MW Fishery-Solar Hybrid Photovoltaic Power Generation Project in Qidong Lvsi Sea Area Mudflat. We deeply cooperated with Gansu Province, advanced the construction of the Longdong Integrated Energy Base, and built a world-class innovation demonstration base for the clean, low-carbon, and highly efficient utilization of energy. Balancing development with safety, we resolutely fought the concluding battle of the three-year action for tackling root causes in work safety, maintaining an overall stable work safety situation. We proactively advanced the rectification for the Central Ecological and Environmental Protection Inspection, deepened the battle against pollution, with no sudden environmental incidents occurring.

Chairman's Statement

In the first half of the year, we continued to deepen reforms and effectively stimulated innovative vitality. We established an integrated intelligent decision-making and penetrative management and control platform featuring end-to-end data connectivity and highly synergistic business operations across the entire value chain. By leveraging artificial intelligence as a new quality productive force to drive management transformation, industrial upgrading, and value restructuring, we initiated the reform of the management and operating mechanisms in the fields of procurement supply chain and sales. The independently developed "China Coal Intelligent Vision" Procurement Supply Chain Intelligent Agent Application Large Model won the second prize in the national finals of the Intelligent Technology Track of the Digital China Innovation Contest, and, together with the Intelligent Safety and Quality Inspection System Application Model for Large-scale Modern Coal Chemical Engineering Projects, was selected into the typical artificial intelligence application cases by the MIIT. Efforts in tackling key core technologies have been intensified. We were approved to undertake a sub-task under the National Science and Technology Major Project for Coal titled the "Key Technologies and Equipment for Large-scale, High-efficiency and Intelligent Coal Preparation". Furthermore, the project "Self-circulating Ultra-long Gravity Heat Pipe Refrigeration System" was successfully approved for establishment as a key special project of "Disruptive Technology Innovation" under the 2026 National Key Research and Development Program of China.

In the second half of the year, China Coal Energy will resolutely implement the decisions and deployment of the Party Central Committee and the State Council, adhere to the general principle of making progress amid stability and deepen the "two combinations+" development model to take the implementation of the "15th Five-Year Plan" and the further deepening of the reform of state-owned assets and state-owned enterprises as a key driver, focus on promoting high-quality development, and achieve a good start for the "15th Five-Year Plan" period. First, we will adhere to the multi-industry coupling path of "coal-electricity-chemical-new energy", coordinate intelligent, green and integrated development, accelerate the construction of key projects, continuously promote industrial transformation and upgrading, and actively cultivate emerging and future industries. Second, we will persistently benchmark against world-class standards, strengthen intelligent decision-making, deepen the synergy between production and sales, make every effort to improve quality and efficiency, focus on consolidating the sound momentum of production and operations, and ensure the security of energy supply. Third, we will persist in strengthening the dual drive of reform and innovation, actively carry out reforms of the management and operational mechanisms, deepen efforts to tackle key core technologies, and build a high-level innovation system. Fourth, we will adhere to systematic concepts and bottom-line thinking, fully leverage the penetrating supervision function of the intelligent control platform, and enhance production safety, ecological and environmental protection, energy conservation and emission reduction, as well as risk prevention and control. Fifth, we will continue to deepen market value management to continuously enhance the level of corporate governance and the quality of information disclosure.

With the hopeful future mapped out in the development plan, we will forge ahead at full speed. The management and staff of the Company will remain committed to the goal of building a world-class enterprise, and forge ahead with resilience and initiative, in order to reward all shareholders and investors with high-quality development.

Wang Shudong
Chairman
Beijing, China
21 August 2026

Management Discussion and Analysis of Financial Conditions and Operating Results

The following discussion and analysis should be read in conjunction with the Group's reviewed condensed interim financial information and the notes thereto. The Group's condensed interim financial information has been prepared in accordance with the International Accounting Standard 34 "Interim Financial Reporting".

I. OVERVIEW

In the first half of 2026, the Group focused on the annual key tasks and core operating indicators, taking a holistic approach to manage operations, reform and innovation, and transformation and upgrading. We continued to deepen the development of a lean operations system and adopted multiple measures to improve quality and efficiency, steadily enhancing operational resilience and overall capabilities. Profit before tax reached RMB12.427 billion, representing an increase of RMB0.821 billion or 7.1% year-on-year; profit attributable to equity holders of the Company amounted to RMB8.192 billion, an increase of RMB0.865 billion or 11.8% year-on-year; and net cash flows from operating activities amounted to RMB9.864 billion, an increase of RMB2.193 billion or 28.6% year-on-year, maintaining a sound level of profitability and cash generation capability.

The Group's major business segments, including coal, chemicals, coal mining equipment, finance, and power, all operated well. Coal enterprises actively responded to challenges such as changes in geological conditions and adjustments in government policies, scientifically organized production, and strengthened coordination in production, transportation, and sales. In the first half of the year, self-produced commercial coal output reached 61.95 million tonnes with sales volume of 61.42 million tonnes. Coal enterprises rigorously enforced coal quality management and optimized our product mix, with the comprehensive sales price of self-produced commercial coal increasing by RMB54/tonne year-on-year, boosting revenue by RMB3.319 billion. Coal enterprises continued to enhance refined management and exercised scientific and reasonable cost control, with the unit sales cost of self-produced commercial coal at RMB343.22/tonne. As a result, the coal business achieved a gross profit of RMB11.465 billion, an increase of RMB0.736 billion year-on-year, demonstrating steady quality improvement in business operations. Chemical enterprises coordinated safe production with quality and efficiency improvement, as well as key project construction, maintaining stable and efficient operations. Therefore, major chemical products saw both volume and price increases, achieving a gross profit of RMB2.191 billion, an increase of RMB0.896 billion or 69.2% year-on-year, reflecting sound management capabilities and the synergy of integrated coal-to-chemicals development model. In the equipment segment, we actively addressed the severe challenges of a market downturn. While vigorously expanding the market and securing quality orders, we focused on optimizing standard cost management to drive cost reduction and efficiency enhancement, achieving a profit before tax of RMB0.265 billion. The Finance Company steadily advanced lean management and technological innovation, continuously improving the quality and efficiency of fund management through optimising the treasury system. Its fund concentration rate remained industry-leading, and its asset scale exceeded RMB100 billion, reaching a record high. The Finance Company strived to overcome external pressures such as declining market interest rates and actively developed new models of specialized financial services, achieving a profit before tax of RMB0.459 billion. In the power generation business, we continuously strengthened equipment management, improved unit reliability and energy efficiency, enhanced coordination between production and marketing, and made every effort to generate profitable electricity. In the first half of the year, the Group's power business recorded a cumulative electricity generation of 8.62 billion kWh, an increase of 0.83 billion kWh year-on-year, achieving a profit before tax of RMB0.567 billion.

Management Discussion and Analysis of Financial Conditions and Operating Results

Unit: RMB100 million

	For the six months ended 30 June 2026	For the six months ended 30 June 2025 (Restated)	**Year-on-year** Increase/ decrease in amount	Increase/ decrease *(%)*
Revenue	**731.36**	744.47	-13.11	-1.8
Cost of sales	**571.09**	598.84	-27.75	-4.6
Gross profit	**160.27**	145.63	14.64	10.1
Selling, general and administrative expenses	**35.83**	32.49	3.34	10.3
Other income, other gains and losses, net	**-3.99**	1.69	-5.68	-336.1
Profit from operations	**119.13**	114.06	5.07	4.4
Finance income	**0.51**	0.59	-0.08	-13.6
Finance costs	**9.41**	10.93	-1.52	-13.9
Share of profits of associates and joint ventures	**14.03**	12.33	1.70	13.8
Profit before tax	**124.27**	116.06	8.21	7.1
EBITDA	**175.64**	168.65	6.99	4.1
Profit attributable to the equity holders of the Company	**81.92**	73.27	8.65	11.8
Net cash generated from operating activities	**98.64**	76.71	21.93	28.6
In which: Net cash flow generated from production and sales activities	**126.14**	75.01	51.13	68.2
Net cash flow generated from deposits absorbed from members other than China Coal Energy by Finance Company	**-27.50**	1.70	-29.20	-1,717.6
Net cash generated from investing activities	**-143.62**	-176.06	32.44	-18.4
Net cash generated from financing activities	**28.24**	-10.46	38.70	-370.0

Management Discussion and Analysis of Financial Conditions and Operating Results

Unit: RMB100 million

			Compared with the end of last year	
	As at 30 June 2026	As at 31 December 2025	Increase/ decrease in amount	Increase/ decrease *(%)*
Assets	**3,864.65**	3,705.18	159.47	4.3
Liabilities	**1,797.74**	1,696.76	100.98	6.0
Interest-bearing debts	**772.33**	707.62	64.71	9.1
Equity	**2,066.91**	2,008.42	58.49	2.9
Equity attributable to the equity holders of the Company	**1,664.02**	1,603.66	60.36	3.8
Gearing ratio (%) = total interest-bearing debts/(total interest-bearing debts + equity)	**27.2**	26.1	An increase of 1.1 percentage points	

Note: In respect of the business combination under common control that occurred, the Group has retrospectively adjusted the data for the same period of last year in accordance with the relevant requirements of accounting standards.

Management Discussion and Analysis of Financial Conditions and Operating Results

II. OPERATING RESULTS

(I) Consolidated operating results

1. Revenue

For the six months ended 30 June 2026, the Group's revenue decreased by RMB1.311 billion from RMB74.447 billion for the six months ended 30 June 2025 to RMB73.136 billion, representing a decrease of 1.8%. Revenue before netting of inter-segmental sales generated from each operating segment of the Group and the year-on-year changes are set out as follows:

Unit: RMB100 million

	Revenue before netting of inter-segmental sales			
	For the six months ended 30 June 2026	For the six months ended 30 June 2025 (Restated)	**Year-on-year** Increase/ decrease in amount	Increase/ decrease *(%)*
Coal operations	**579.46**	605.68	-26.22	-4.3
Self-produced commercial coal	**321.90**	315.41	6.49	2.1
Proprietary coal trading	**254.23**	287.62	-33.39	-11.6
Chemical operations	**104.31**	93.60	10.71	11.4
Coal mining equipment operations	**39.60**	47.67	-8.07	-16.9
Financial operations	**9.25**	11.68	-2.43	-20.8
Other operations	**48.81**	45.80	3.01	6.6
Net of inter-segmental sales	**-50.07**	-59.96	9.89	-16.5
The Group	**731.36**	744.47	-13.11	-1.8

Management Discussion and Analysis of Financial Conditions and Operating Results

Revenue net of inter-segmental sales generated from each operating segment of the Group for the six months ended 30 June 2026 and the year-on-year changes are set out as follows:

Unit: RMB100 million

	Revenue net of inter-segmental sales			
	For the six months ended 30 June 2026	For the six months ended 30 June 2025 (Restated)	**Year-on-year** Increase/ decrease in amount	Increase/ decrease *(%)*
Coal operations	**548.92**	570.68	-21.76	-3.8
Self-produced commercial coal	**292.10**	288.15	3.95	1.4
Proprietary coal trading	**253.94**	280.29	-26.35	-9.4
Chemical operations	**99.01**	88.48	10.53	11.9
Coal mining equipment operations	**34.17**	39.34	-5.17	-13.1
Financial operations	**7.46**	9.29	-1.83	-19.7
Other operations	**41.80**	36.68	5.12	14.0
The Group	**731.36**	744.47	-13.11	-1.8

The proportion of revenue net of inter-segmental sales generated from each operating segment of the Group in the Group's total revenue for the six months ended 30 June 2026 and the year-on-year changes are set out as follows:

	Proportion of revenue net of inter-segmental sales (%)		
	For the six months ended 30 June 2026	For the six months ended 30 June 2025 (Restated)	Increase/decrease *(percentage point(s))*
Coal operations	**75.1**	76.7	-1.6
Self-produced commercial coal	**39.9**	38.7	1.2
Proprietary coal trading	**34.7**	37.6	-2.9
Chemical operations	**13.5**	11.9	1.6
Coal mining equipment operations	**4.7**	5.3	-0.6
Financial operations	**1.0**	1.2	-0.2
Other operations	**5.7**	4.9	0.8

2. *Cost of sales*

For the six months ended 30 June 2026, the Group's cost of sales decreased by RMB2.775 billion or 4.6% from RMB59.884 billion for the six months ended 30 June 2025 to RMB57.109 billion. Cost of sales of each operating segment of the Group and the year-on-year changes are set out as follows:

Unit: RMB100 million

	For the six months ended 30 June 2026	For the six months ended 30 June 2025 (Restated)	**Year-on-year** Increase/ decrease in amount	Increase/ decrease *(%)*
Coal operations	**464.81**	498.39	-33.58	-6.7
Self-produced commercial coal	**210.82**	212.67	-1.85	-0.9
Proprietary coal trading	**251.92**	283.87	-31.95	-11.3
Chemical operations	**82.40**	80.65	1.75	2.2
Coal mining equipment operations	**32.36**	38.35	-5.99	-15.6
Financial operations	**3.87**	3.79	0.08	2.1
Other operations	**37.32**	36.07	1.25	3.5
Net of inter-segmental sales	**-49.67**	-58.41	8.74	-15.0
The Group	**571.09**	598.84	-27.75	-4.6

3. *Gross profit and gross profit margin*

For the six months ended 30 June 2026, the Group's gross profit increased by RMB1.464 billion or 10.1% from RMB14.563 billion for the six months ended 30 June 2025 to RMB16.027 billion; gross profit margin increased by 2.3 percentage points from 19.6% for the six months ended 30 June 2025 to 21.9%. The gross profit and gross profit margin of each operating segment of the Group and the year-on-year changes are set out as follows:

Unit: RMB100 million

	Gross profit			Gross profit margin *(%)*		
	For the six months ended 30 June 2026	For the six months ended 30 June 2025 (Restated)	Increase/ decrease *(%)*	**For the six months ended 30 June 2026**	For the six months ended 30 June 2025 (Restated)	Increase/ decrease *(percentage point(s))*
Coal operations	**114.65**	107.29	6.9	**19.8**	17.7	2.1
Self-produced commercial coal	**111.08**	102.74	8.1	**34.5**	32.6	1.9
Proprietary coal trading	**2.31**	3.75	-38.4	**0.9**	1.3	-0.4
Chemical operations	**21.91**	12.95	69.2	**21.0**	13.8	7.2
Coal mining equipment operations	**7.24**	9.32	-22.3	**18.3**	19.6	-1.3
Financial operations	**5.38**	7.89	-31.8	**58.2**	67.6	-9.4
Other operations	**11.49**	9.73	18.1	**23.5**	21.2	2.3
The Group	**160.27**	145.63	10.1	**21.9**	19.6	2.3

Note: The above gross profit and gross profit margin of each operating segment are figures before netting of inter-segmental sales.

(II) Operating results of segments

1. *Coal Operations Segment*

- *Revenue*

Revenue from the coal operations of the Group was mainly generated from sales of coal produced from self-owned coal mines and coal washing plants (sales of self-produced commercial coal) to domestic and overseas customers, resale of coal purchased from external enterprises to customers (sales of proprietary trading coal) and coal import and export and domestic agency services.

For the six months ended 30 June 2026, revenue from the coal operations of the Group decreased by 4.3% from RMB60.568 billion for the six months ended 30 June 2025 to RMB57.946 billion, and revenue net of inter-segmental sales decreased by 3.8% from RMB57.068 billion for the six months ended 30 June 2025 to RMB54.892 billion.

For the six months ended 30 June 2026, revenue from sales of self-produced commercial coal of the Group increased by 2.1% from RMB31.541 billion for the six months ended 30 June 2025 to RMB32.190 billion, which was mainly attributable to the year-on-year increase of RMB54/tonne in the selling price of self-produced commercial coal leading to an increase of RMB3.319 billion in revenue; the year-on-year decrease of 5.69 million tonnes in sales volume leading to a decrease of RMB2.670 billion in revenue. Revenue net of inter-segmental sales increased by 1.4% from RMB28.815 billion for the six months ended 30 June 2025 to RMB29.210 billion.

For the six months ended 30 June 2026, revenue from sales of proprietary trading coal of the Group decreased by 11.6% from RMB28.762 billion for the six months ended 30 June 2025 to RMB25.423 billion, which was mainly attributable to the year-on-year decrease of 14.60 million tonnes in sales volume of proprietary trading coal leading to a decrease of RMB6.894 billion in revenue; and the year-on-year increase of RMB77/tonne in the selling price leading to an increase of RMB3.555 billion in revenue. Revenue net of inter-segmental sales decreased by 9.4% from RMB28.029 billion for the six months ended 30 June 2025 to RMB25.394 billion.

For the six months ended 30 June 2026, revenue from the coal agency operations of the Group was RMB0.104 billion, an increase of RMB88 million year-on-year. This was mainly attributable to the expansion of the Group’s agency business.

Management Discussion and Analysis of Financial Conditions and Operating Results

For the six months ended 30 June 2026, the Group's coal sales volume before netting of inter-segmental sales and selling prices and the year-on-year changes are set out as follows:

		For the six months ended 30 June 2026		For the six months ended 30 June 2025		**Year-on-year** Increase/decrease in amount		Increase/decrease	
		Sales volume ***(10,000 tonnes)***	**Selling price** ***(RMB/ tonne)***	Sales volume *(10,000 tonnes)*	Selling price *(RMB/ tonne)*	Sales volume *(10,000 tonnes)*	Selling price *(RMB/ tonne)*	Sales volume *(%)*	Selling price *(%)*
I. Self-produced commercial coal	Total	**6,142**	**524**	6,711	470	-569	54	-8.5	11.5
	(I) Thermal coal	**5,785**	**494**	6,206	436	-421	58	-6.8	13.3
	Domestic sales	**5,785**	**494**	6,206	436	-421	58	-6.8	13.3
	(II) Coking coal	**357**	**1,017**	505	885	-148	132	-29.3	14.9
	Domestic sales	**357**	**1,017**	505	885	-148	132	-29.3	14.9
II. Proprietary coal trading	Total	**4,631**	**549**	6,091	472	-1,460	77	-24.0	16.3
	(I) Domestic resales	**4,068**	**563**	5,511	476	-1,443	87	-26.2	18.3
	(II) Self-operated export	☆	☆	6	1,217	-6	–	-100.0	–
	(III) Import trading	**563**	**448**	574	432	-11	16	-1.9	3.7
III. Import and export and domestic agency★	Total	**1,197**	**9**	66	25	1,131	-16	1,713.6	-64.0
	(I) Import agency	☆	☆	1	1	-1	–	-100.0	–
	(II) Export agency	**56**	**85**	62	26	-6	59	-9.7	226.9
	(III) Domestic agency	**1,141**	**5**	3	11	1,138	-6	–	-54.5

☆: N/A for the period.

★: Selling price is agency service fee.

Note: Sales volume of commercial coal includes the inter-segment self-consumption volume of the Group, which amounted to 9.48 million tonnes for the current period (including self-produced commercial coal of 7.32 million tonnes, proprietary trading coal of 0.05 million tonnes and domestic agency of 2.11 million tonnes) and 9.50 million tonnes for the same period of last year (including self-produced commercial coal of 7.09 million tonnes and proprietary trading coal of 2.41 million tonnes).

- *Cost of sales*

For the six months ended 30 June 2026, the Group's cost of sales of coal operations decreased by 6.7% to RMB46.481 billion from RMB49.839 billion for the six months ended 30 June 2025, mainly attributable to the combined impact of a year-on-year decrease of RMB3.195 billion in the cost of proprietary coal trading resulting from the decline in sales volume of proprietary coal trading (wherein purchase cost was RMB23.732 billion, a decrease of RMB3.231 billion from RMB26.963 billion for the six months ended 30 June 2025; transportation costs and port expenses were RMB1.460 billion, an increase of RMB0.036 billion from RMB1.424 billion for the six months ended 30 June 2025), and a decrease of RMB0.185 billion in the cost of sales of self-produced commercial coal resulting from the year-on-year decrease in the sales volume of self-produced commercial coal, partially offset by the year-on-year increase in the unit cost of sales.

For the six months ended 30 June 2026, the composition of the Group's cost of sales for self-produced commercial coal and the year-on-year changes are set out as follows:

Unit: RMB100 million

					Year-on-year	
Item	**For the six months ended 30 June 2026**	**Percentage (%)**	For the six months ended 30 June 2025	Percentage (%)	Increase/ decrease in amount	Increase/ decrease (%)
Material costs	**33.43**	**15.9**	32.48	15.3	0.95	2.9
Staff costs	**34.45**	**16.3**	32.12	15.1	2.33	7.3
Depreciation and amortisation	**33.71**	**16.0**	32.90	15.5	0.81	2.5
Repairs and maintenance	**5.44**	**2.6**	5.00	2.4	0.44	8.8
Transportation costs and port expenses	**38.56**	**18.3**	38.93	18.3	-0.37	-1.0
Sales tax and surcharges	**32.83**	**15.6**	29.65	13.9	3.18	10.7
Other costs★	**32.40**	**15.3**	41.59	19.5	-9.19	-22.1
Total cost of sales for self-produced commercial coal	**210.82**	**100.0**	212.67	100.0	-1.85	-0.9

★: Other costs include expenses related to environmental restoration and governance arising from coal mining, outsourced mining engineering fees, and expenditures for sporadic projects incurred in direct relation to coal production.

Management Discussion and Analysis of Financial Conditions and Operating Results

For the six months ended 30 June 2026, the composition of the unit cost of sales of the Group's self-produced commercial coal and the year-on-year changes are set out as follows:

Unit: RMB/tonne

Item	**For the six months ended 30 June 2026**	For the six months ended 30 June 2025	**Year-on-year** Increase/ decrease in amount	Increase/ decrease *(%)*
Material costs	**54.43**	48.39	6.04	12.5
Staff costs	**56.09**	47.86	8.23	17.2
Depreciation and amortization	**54.89**	49.03	5.86	12.0
Repairs and maintenance	**8.86**	7.45	1.41	18.9
Transportation costs and port expenses	**62.79**	58.01	4.78	8.2
Sales tax and surcharges	**53.44**	44.18	9.26	21.0
Other costs	**52.72**	61.96	-9.24	-14.9
Total unit cost of sales of self-produced commercial coal	**343.22**	316.88	26.34	8.3

For the six months ended 30 June 2026, the unit cost of sales of the Group's self-produced commercial coal was RMB343.22/tonne, a year-on-year increase of RMB26.34/tonne or 8.3%. This was mainly attributable to the following factors: a year-on-year increase in the sales revenue of self-produced commercial coal, resulting in a corresponding increase in the resource tax levied on an ad valorem basis; a year-on-year increase in labor cost per tonne of coal was driven by factors such as the transition of certain production teams from outsourcing to self-operation and the normal growth of social security contribution bases; a year-on-year increase in material cost per tonne of coal was due to the year-on-year increase in self-operated stripping volume and the year-on-year decrease in production and sales volumes; the higher proportion of self-produced commercial coal sales for which the Group bore railway transportation and port expenses relative to the total sales volume of self-produced commercial coal led to a year-on-year increase in transportation costs and port expenses per tonne of coal; the increase in depreciation and amortization cost per tonne of coal year-on-year was due to the year-on-year decrease in production and sales volumes; and the decrease in other costs year-on-year was mainly attributable to the year-on-year decrease in outsourced mining engineering expenses resulting from fewer operations by outsourced teams and fewer sporadic underground mining works, as well as the year-on-year decrease in the provision for inventory impairment.

- *Gross profit and gross profit margin*

For the six months ended 30 June 2026, affected by the year-on-year increase in the selling price of coal, gross profit of the coal operations segment of the Group increased by 6.9% from RMB10.729 billion for the six months ended 30 June 2025 to RMB11.465 billion, while gross profit margin increased by 2.1 percentage points from 17.7% for the six months ended 30 June 2025 to 19.8%. In particular, gross profit of self-produced commercial coal increased by RMB834 million year-on-year, and gross profit margin increased by 1.9 percentage points year-on-year. Gross profit of proprietary coal trading decreased by RMB144 million year-on-year, and gross profit margin decreased by 0.4 percentage points year-on-year.

2. *Chemical Operations Segment*

- *Revenue*

For the six months ended 30 June 2026, revenue from the chemical operations of the Group increased by 11.4% from RMB9.360 billion for the six months ended 30 June 2025 to RMB10.431 billion; revenue net of inter-segmental sales increased by 11.9% from RMB8.848 billion for the six months ended 30 June 2025 to RMB9.901 billion, which was mainly attributable to the year-on-year increase in the sales volume and prices of chemical products such as polyolefin, urea and methanol.

For the six months ended 30 June 2026, the sales volume and selling prices of major self-produced chemical products of the Group and the year-on-year changes are set out as follows:

	For the six months ended 30 June 2026		For the six months ended 30 June 2025		**Year-on-year**			
					Increase/decrease in amount		Increase/decrease	
	Sales volume *(10,000 tonnes)*	**Selling price** *(RMB/ tonne)*	Sales volume *(10,000 tonnes)*	Selling price *(RMB/ tonne)*	Sales volume *(10,000 tonnes)*	Selling price *(RMB/ tonne)*	Sales volume *(%)*	Selling price *(%)*
I. Polyolefin	**76.5**	**7,017**	66.0	6,681	10.5	336	15.9	5.0
1. Polyethylene	**40.2**	**6,807**	34.0	6,916	6.2	-109	18.2	-1.6
2. Polypropylene	**36.3**	**7,250**	32.0	6,432	4.3	818	13.4	12.7
II. Urea	**108.7**	**1,828**	107.9	1,752	0.8	76	0.7	4.3
III. Methanol	**100.1**	**1,868**	99.7	1,770	0.4	98	0.4	5.5
Of which: Inter-segment self-consumption	**99.8**	**1,869**	91.9	1,781	7.9	88	8.6	4.9
External sales	**0.3**	**1,714**	7.8	1,629	-7.5	85	-96.2	5.2
IV. Ammonium nitrate	**22.8**	**1,902**	29.5	1,883	-6.7	19	-22.7	1.0

- *Cost of sales*

For the six months ended 30 June 2026, cost of sales of the chemical operations of the Group increased by 2.2% from RMB8.065 billion for the six months ended 30 June 2025 to RMB8.240 billion, which was mainly attributable to the net impact of the increase in the procurement prices of raw material coal and fuel coal, offset by the year-on-year decrease in maintenance expenses.

For the six months ended 30 June 2026, the composition of the cost of sales of the Group's chemical operations and the year-on-year changes are set out as follows:

Unit: RMB100 million

Item	**For the six months ended 30 June 2026**	**Percentage (%)**	For the six months ended 30 June 2025	Percentage (%)	**Year-on-year** Increase/ decrease in amount	Increase/ decrease (%)
Material costs	**46.58**	**56.5**	42.12	52.2	4.46	10.6
Staff costs	**6.15**	**7.5**	5.80	7.2	0.35	6.0
Depreciation and amortization	**14.93**	**18.1**	14.87	18.4	0.06	0.4
Repairs and maintenance	**3.08**	**3.7**	6.09	7.6	-3.01	-49.4
Transportation costs and port expenses	**3.98**	**4.8**	3.89	4.8	0.09	2.3
Sales tax and surcharges	**1.06**	**1.3**	1.37	1.7	-0.31	-22.6
Other costs	**6.62**	**8.1**	6.51	8.1	0.11	1.7
Total cost of sales for chemical operations	**82.40**	**100.0**	80.65	100.0	1.75	2.2

The unit cost of sales of major self-produced chemical products of the Group for the six months ended 30 June 2026 and the year-on-year changes are set out as follows:

Unit: RMB/tonne

Item		**For the six months ended 30 June 2026**	For the six months ended 30 June 2025	**Year-on-year** Increase/ decrease in amount	Increase/ decrease *(%)*
I.	Polyolefin	**5,816**	6,643	-827	-12.4
	1. Polyethylene	**5,784**	6,617	-833	-12.6
	2. Polypropylene	**5,852**	6,671	-819	-12.3
II.	Urea	**1,287**	1,278	9	0.7
III.	Methanol	**1,382**	1,307	75	5.7
IV.	Ammonium nitrate	**1,897**	1,387	510	36.8

For the six months ended 30 June 2026, the Group's unit cost of sales of polyolefins decreased by RMB827/tonne year-on-year, representing a decrease of 12.4%, mainly due to the decrease in repair costs in the current period resulting from the scheduled overhaul of polyolefin plants in the same period last year. The unit cost of sales of urea increased by RMB9/tonne year-on-year, an increase of 0.7%, while that of methanol increased by RMB75/tonne year-on-year, an increase of 5.7%. These increases were primarily attributable to factors including higher procurement prices of raw coal and fuel coal. The unit cost of sales of ammonium nitrate increased by RMB510/tonne year-on-year, an increase of 36.8%, mainly due to factors such as the decrease in production volume and increase in repair costs resulting from the scheduled overhaul of ammonium nitrate plants in the current period.

- *Gross profit and gross profit margin*

For the six months ended 30 June 2026, the Group's gross profit of the chemical operations segment increased by 69.2% from RMB1.295 billion for the six months ended 30 June 2025 to RMB2.191 billion; gross profit margin increased by 7.2 percentage points from 13.8% for the six months ended 30 June 2025 to 21.0%.

3. *Coal Mining Equipment Operations Segment*

- *Revenue*

For the six months ended 30 June 2026, the Group's revenue from coal mining equipment operations decreased by 16.9% from RMB4.767 billion for the six months ended 30 June 2025 to RMB3.960 billion; revenue net of inter-segmental sales decreased by 13.1% from RMB3.934 billion for the six months ended 30 June 2025 to RMB3.417 billion. This was mainly due to the year-on-year decrease in sales of products affected by the market trend of coal mining equipment.

- *Cost of sales*

For the six months ended 30 June 2026, the Group's cost of sales of coal mining equipment operations decreased by 15.6% from RMB3.835 billion for the six months ended 30 June 2025 to RMB3.236 billion.

For the six months ended 30 June 2026, the composition of the Group's cost of sales of coal mining equipment operations and the year-on-year changes are set out as follows:

Unit: RMB100 million

Item	For the six months ended 30 June 2026	Percentage (%)	For the six months ended 30 June 2025	Percentage (%)	Year-on-year Increase/ decrease in amount	Year-on-year Increase/ decrease (%)
Material costs	**24.05**	**74.3**	27.04	70.5	-2.99	-11.1
Staff costs	**3.05**	**9.4**	3.70	9.6	-0.65	-17.6
Depreciation and amortization	**1.19**	**3.7**	1.24	3.2	-0.05	-4.0
Repairs and maintenance	**0.30**	**0.9**	0.46	1.2	-0.16	-34.8
Transportation costs	**0.63**	**1.9**	0.50	1.3	0.13	26.0
Sales tax and surcharges	**0.11**	**0.3**	0.23	0.6	-0.12	-52.2
Other costs	**3.03**	**9.5**	5.18	13.6	-2.15	-41.5
Total cost of sales for coal mining equipment operations	**32.36**	**100.0**	38.35	100.0	-5.99	-15.6

- *Gross profit and gross profit margin*

For the six months ended 30 June 2026, the Group's gross profit of the coal mining equipment operations segment decreased by 22.3% from RMB932 million for the six months ended 30 June 2025 to RMB724 million; and gross profit margin decreased by 1.3 percentage points from 19.6% for the six months ended 30 June 2025 to 18.3%.

4. Financial Operations Segment

Financial operations of the Group are mainly engaged by Finance Company, which deepened the lean management philosophy, strengthened financial technology innovation, steadily advanced the construction and application of the treasury system, deepened and solidified industry-finance services, actively served the development strategy, secured safe, stable and efficient capital flow of funds, and dynamically optimised and adjusted the allocation strategy of deposits with peers in a timely manner when the interest rate of deposits in the interbank market declined, striving to achieve stable interbank income. For the six months ended 30 June 2026, revenue from the financial operations segment of the Group decreased by 20.8% from RMB1.168 billion for the six months ended 30 June 2025 to RMB925 million; revenue net of inter-segmental sales decreased by 19.7% from RMB929 million for the six months ended 30 June 2025 to RMB746 million; cost of sales increased by 2.1% from RMB379 million for the six months ended 30 June 2025 to RMB387 million; gross profit decreased by 31.8% from RMB789 million for the six months ended 30 June 2025 to RMB538 million; gross profit margin decreased by 9.4 percentage points from 67.6% for the six months ended 30 June 2025 to 58.2%.

5. Other Operations Segment

The other operations segment of the Group mainly includes power generation, aluminium processing, import of equipment and accessories, tendering and bidding services, railway transportation and other businesses. For the six months ended 30 June 2026, benefiting from factors such as year-on-year increases in the Group's power generation volume and revenue from the aluminium processing business, the Group's revenue from the other operations segment increased by 6.6% from RMB4.580 billion for the six months ended 30 June 2025 to RMB4.881 billion; revenue net of inter-segmental sales increased by 14.0% from RMB3.668 billion for the six months ended 30 June 2025 to RMB4.180 billion; cost of sales increased by 3.5% from RMB3.607 billion for the six months ended 30 June 2025 to RMB3.732 billion; gross profit increased by 18.1% from RMB973 million for the six months ended 30 June 2025 to RMB1.149 billion, and gross profit margin increased by 2.3 percentage points from 21.2% for the six months ended 30 June 2025 to 23.5%.

(III) Selling, general and administrative expenses

For the six months ended 30 June 2026, the Group's selling, general and administrative expenses increased by RMB334 million from RMB3.249 billion for the six months ended 30 June 2025 to RMB3.583 billion.

(IV) Other Income, Other Gains and Losses, Net

For the six months ended 30 June 2026, the Group's other income, other gains and losses, net decreased by RMB568 million to RMB-399 million from RMB169 million for the six months ended 30 June 2025, mainly attributable to an increase in non-recurring expenses, such as losses on asset write-offs and late payment surcharges.

Management Discussion and Analysis of Financial Conditions and Operating Results

(V) Finance income and finance costs

For the six months ended 30 June 2026, the Group's net finance costs decreased by RMB144 million from RMB1.034 billion for the six months ended 30 June 2025 to RMB890 million, which was mainly attributable to the further reduction in financing costs as a result of the Group's continued optimization of its debt structure.

(VI) Share of profits of associates and joint ventures

For the six months ended 30 June 2026, the Group's share of profits of associates and joint ventures increased by RMB170 million from RMB1.233 billion for the six months ended 30 June 2025 to RMB1.403 billion, primarily due to the upward trend in the market prices of coal and chemical products, and the year-on-year increase in the profits of certain associates and joint ventures.

III. CASH FLOW

As at 30 June 2026, the balance of the Group's cash and cash equivalents amounted to RMB22.956 billion, representing a net decrease of RMB1.684 billion as compared to RMB24.640 billion as at 31 December 2025.

Net cash inflow generated from operating activities increased by RMB2.193 billion from RMB7.671 billion for the six months ended 30 June 2025 to RMB9.864 billion. Excluding the impact of deposits absorbed from members other than China Coal Energy by Finance Company, the net cash inflow generated from production and sales activities of the Group amounted to RMB12.614 billion, representing a year-on-year increase of RMB5.113 billion, which was mainly attributable to the combined impact of the rise in market prices of coal and chemical products, and the Group's strengthened and refined management of working capital.

Net cash outflow generated from investing activities decreased by RMB3.244 billion from RMB17.606 billion for the six months ended 30 June 2025 to RMB14.362 billion, which was mainly attributable to the combined impact of a year-on-year decrease of RMB4.379 billion in cash outflows for capital expenditure, a year-on-year increase of RMB3.194 billion in cash outflows from time deposits with an initial term of over three months, an increase in dividends received from associates and joint ventures, and a year-on-year increase in cash inflow generated from the recovery of loans to members other than China Coal Energy by Finance Company.

Net cash inflow generated from financing activities increased by RMB3.870 billion from a net cash outflow of RMB1.046 billion for the six months ended 30 June 2025 to a net cash inflow of RMB2.824 billion, which was mainly attributable to a year-on-year increase in net debt financing.

IV. SOURCES OF CAPITAL

For the six months ended 30 June 2026, the Group's funds were mainly derived from the proceeds generated from business operations, bank borrowings and net proceeds raised in capital markets. The Group's funds were mainly used for investments in production facilities and equipment for coal, chemical, coal mining equipment and power generation operations, repayment of debts of the Group, and as the Group's working capital and general recurring expenditures.

During the reporting period, the Group has repaid the loans as well as the principal and interest of the bonds when they became due by the agreed time. No overdue payment or default has occurred.

The cash generated from the Group's operations, net proceeds from offerings in capital markets, relevant banks' line of credit obtained, and the issue amount of bonds approved but not utilised will provide financial support for future production and operating activities as well as project construction.

V. ASSETS AND LIABILITIES

(I) Property, plant and equipment

As at 30 June 2026, the net value of property, plant and equipment of the Group amounted to RMB153.155 billion, representing a net increase of RMB3.611 billion or 2.4% from RMB149.544 billion as at 31 December 2025, among which, the net value of buildings was RMB30.210 billion, accounting for 19.7%; that of mining structures was RMB42.331 billion, accounting for 27.6%; that of machinery and equipment was RMB42.567 billion, accounting for 27.8%; that of construction in progress was RMB30.488 billion, accounting for 19.9%; and that of railways, transportation vehicles and others was RMB7.559 billion, accounting for 5.0%.

(II) Mining rights

As at 30 June 2026, the net value of the Group's mining rights amounted to RMB42.185 billion, representing a net decrease of RMB1.835 billion or 4.2% from RMB44.020 billion as at 31 December 2025, which was mainly attributable to the impact of amortisation of mining rights and others.

(III) Trade receivables and notes receivables

As at 30 June 2026, the trade receivables and notes receivables of the Group amounted to RMB10.139 billion, representing a net increase of RMB2.823 billion or 38.6% from RMB7.316 billion as at 31 December 2025, which was primarily attributable to an increase in receivables from product sales during the settlement period.

(IV) Trade payables and notes payable

As at 30 June 2026, the balance of trade payables and notes payable of the Group amounted to RMB29.767 billion, representing a net increase of RMB5.492 billion or 22.6% from RMB24.275 billion as at 31 December 2025, which was primarily due to an increase in payables for the procurement of spare parts and tools, raw materials, etc., as well as an increase in payables for engineering projects.

(V) Borrowings

As at 30 June 2026, the balance of the Group's borrowings amounted to RMB66.814 billion, representing a net increase of RMB6.546 billion or 10.9% from RMB60.268 billion as at 31 December 2025, among which, the balance of long-term borrowings (including long-term borrowings due within one year) was RMB65.817 billion, representing a net increase of RMB6.595 billion from RMB59.222 billion as at 31 December 2025, and the balance of short-term borrowings amounted to RMB0.997 billion, representing a net decrease of RMB0.049 billion from RMB1.046 billion as at 31 December 2025.

(VI) Long-term bonds

As at 30 June 2026, the balance of the Group's long-term bonds (including long-term bonds due within one year) amounted to RMB10.419 billion, representing a net decrease of RMB0.075 billion or 0.7% from RMB10.494 billion as at 31 December 2025.

VI. OVERSEAS ASSETS

As at 30 June 2026, total assets of the Group amounted to RMB386.465 billion, representing an increase of RMB15.947 billion or 4.3% from RMB370.518 billion as at 31 December 2025, among which, overseas assets amounted to RMB0.517 billion, accounting for 0.13% of total assets. During the reporting period, there was no material change in the Group's overseas assets.

VII. SIGNIFICANT CHARGE OF ASSETS

The Group did not have any significant charge of assets during the reporting period. As at 30 June 2026, the book value of the Group's charge of assets amounted to RMB0.421 billion, of which the book value of pledged assets was RMB0.249 billion and the book value of charged assets was RMB0.172 billion.

VIII. SIGNIFICANT INVESTMENT

Save as disclosed in this report, the Group had no significant investment during the reporting period.

IX. MATERIAL ACQUISITIONS AND DISPOSALS

Save as disclosed in this report, the Group did not have any material acquisitions and disposals in relation to subsidiaries, associates and joint ventures during the reporting period.

Management Discussion and Analysis of Financial Conditions and Operating Results

X. CORPORATE BONDS

The purpose of registration and issuance of corporate bonds by the Group is to replenish the working capital of the Group and adjust the debt structure. As at 30 June 2026, details of outstanding corporate bonds issued by the Group are set out as follows.

	Corporate bonds				
Disclosure	**24 China Coal K2**	**25 China Coal K1**	**25 China Coal K2**	**25 China Coal K3**	**25 China Coal K4**
1. Reason for issue	To meet the needs of production and operation, and further optimise the debt structure.	To meet the needs of production and operation, and further optimise the debt structure.	To meet the needs of production and operation, and further optimise the debt structure.	To meet the needs of production and operation, and further optimise the debt structure.	To meet the needs of production and operation, and further optimise the debt structure.
2. Type of issue	Public issue	Public issue	Public issue	Public issue	Public issue
3. Par value	RMB100	RMB100	RMB100	RMB100	RMB100
4. Issue scale	RMB2 billion	RMB1.5 billion	RMB1.3 billion	RMB0.5 billion	RMB1.5 billion
5. Total proceeds raised after deducting the issuance expenses	RMB1.998 billion	RMB1.499 billion	RMB1.299 billion	RMB0.499 billion	RMB1.499 billion
6. Bond balance	RMB2 billion	RMB1.5 billion	RMB1.3 billion	RMB0.5 billion	RMB1.5 billion
7. Coupon rate	2.58%	2.33%	2.60%	1.76%	2.14%
8. Issue object	Professional investor	Professional investor	Professional investor	Professional investor	Professional investor
9. Use details:					
(1) Details and descriptions of the proceeds of each issue for different purposes in the fiscal year	The proceeds of the current corporate bonds were all used for production expenditure, including repayment of due debts.	The proceeds of the current corporate bonds were all used for production expenditure, including repayment of due debts.	The proceeds of the current corporate bonds were all used for production expenditure, including repayment of due debts.	The proceeds of the current corporate bonds were all used for production expenditure, including repayment of due debts and equity investment.	The proceeds of the current corporate bonds were all used for production expenditure, including repayment of due debts and equity investment.
(2) If the proceeds have not been utilised, the different intended use details and descriptions of the relevant proceeds	–	–	–	–	–
(3) Whether the use or intended use of the proceeds is in accordance with the plan previously disclosed by the issuer	Yes	Yes	Yes	Yes	Yes

Management Discussion and Analysis of Financial Conditions and Operating Results

XI. OTHER BONDS AND DEBT FINANCING INSTRUMENTS

The purpose of the registration and issuance of the medium-term notes by the Group is to replenish the Group's working capital and adjust its debt structure. As at 30 June 2026, details of the outstanding debt financing instruments issued by the Group are as follows.

Name of bonds	Issue scale (RMB100 million)	Interest rate (%)	Term	Effective date	Due date	Repayment status
20 China Coal Energy MTN001B	5.00	3.60	7 years	13 April 2020	13 April 2027	Interest paid while principal not due yet
26 China Coal Energy MTN001A	20.00	1.87	5 years	20 April 2026	20 April 2031	Repayment of principal and interest has not yet been involved
26 China Coal Energy MTN001B	10.00	2.20	10 years	20 April 2026	20 April 2036	Repayment of principal and interest has not yet been involved
Total	35.00	–	–	–	–	–

Note: The first tranche of 2021 medium-term notes of China Coal Energy Company Limited (abbreviated as: "21 China Coal Energy MTN001") were fully redeemed, including principal and interest, on 26 April 2026. For details, please refer to the relevant announcements published by the Company on the websites of Shanghai Clearing House, China Money and HKSE.

As of 30 June 2026, all bonds and other debt financing instruments issued by the Group were serviced on time in accordance with the agreed terms, with no occurrences of default or deferred payment of principal or interest.

XII. CONTINGENT LIABILITIES

(I) Bank guarantees

As at 30 June 2026, the Group provided guarantees of RMB1.014 billion in total, all of which were provided to the invested companies in proportion to the Group's shareholdings. Details are as follows:

Unit: RMB10 thousand

The Company's external guarantees (excluding guarantees for subsidiaries)															
Guarantor	Relation between guarantor and listed company	Guaranteed party	Guaranteed amount	Date of execution of guarantee (the date of signing agreement)	Commencement date of guarantee	Expiry date of guarantee	Type of guarantee	Major debts	Collateral (if any)	Completed or not	Overdue or not	Overdue amount	Counter guarantee available or not	Related party guarantee or not	Connected party relationship
China Coal Energy Company Limited	Company headquarters	Shaanxi Yanchang China Coal Yulin Energy Chemical Company Limited	75,746.55	19 December 2018	19 December 2018	18 December 2035	Joint and several liability	Punctual payment of principal and interests	–	No	No	–	Yes	No	Other
China Coal Shaanxi Energy & Chemical Group Company Limited	Wholly-owned subsidiary	Shaanxi Jingshen Railway Company Limited	25,640.00	26 July 2018	26 July 2018	25 July 2045	Joint and several liability	Punctual payment of principal and interests	–	No	No	–	Yes	No	Other
Total guarantee incurred during the reporting period (excluding those provided to subsidiaries)															-8,132.00
Total balance of guarantee as at the end of the reporting period (A) (excluding those provided to subsidiaries)															101,386.55
Guarantee provided by the Company to its subsidiaries															
Total guarantee to subsidiaries incurred during the reporting period															–
Total balance of guarantee to subsidiaries as at the end of the reporting period (B)															–
Total guarantee of the Company (including those provided to subsidiaries)															
Total guarantee (A + B)															101,386.55
Percentage of total guarantee to net assets of the Company (%)															0.6
Of which:															
Amount of guarantee provided to shareholders, de facto controllers and their related parties (C)															–
Amount of debt guarantee directly or indirectly provided to guaranteed parties with gearing ratio of over 70% (D)															–
Excess amount of total guarantee over 50% of net assets (E)															–
Total amount of the above three categories (C + D + E)															–

Management Discussion and Analysis of Financial Conditions and Operating Results

(II) Environmental protection responsibilities

Environmental protection laws and regulations have been fully implemented in China. The management of the Group is of the opinion that other than those that have been accounted for in the financial statements, there are currently no other environmental protection responsibilities that may have a material adverse impact on the financial position of the Group.

(III) Contingent legal liabilities

For the six months ended 30 June 2026, to the knowledge of the Group, there was no material litigation or arbitration pending or threatened against or involving the Group.

(IV) Risks faced by the Group in business operations and its countermeasures

During the reporting period, there were no significant changes in the risks faced by the Group in business operations and its countermeasures compared with the information disclosed in the Company's annual report for the year ended 31 December 2025. For details, please refer to the section headed "Directors' Report" in the 2025 Annual Report of the Company.

Business Performance

I. PRINCIPAL BUSINESS OPERATIONS OF THE COMPANY

(I) Coal Operations

1. Coal production

In the first half of the year, the Group's production volume of commercial coal amounted to 61.95 million tonnes, representing a year-on-year decrease of 5.39 million tonnes due to factors such as adjustments to safety regulatory policies, complex geological conditions at certain mines, and staged suspension of production resulting from accidents at surrounding mines. Despite a year-on-year decrease in production volume, the Group achieved continuous quality improvement, cost reduction and efficiency enhancement through measures such as strengthening on-site production management and control, optimizing the mining and excavation succession, and dynamically adjusting the product mix. The labor productivity of raw coal was 31.4 tonnes per worker, continuously maintaining an industry-leading level. The development of intelligent coal mines has achieved remarkable results. As at the end of the Reporting Period, the Group had 21 coal mines that had been accepted as intelligent coal mines, and 108 intelligent coal mining working faces had been built. The intelligent projects at 3 coal mines were selected into the pilot programs for the technology upgrade and application of intelligent coal mines by the National Energy Administration, and the safety assurance level and intelligent production capacity of coal mines continued to improve.

Table on Commercial Coal Production Volume

Unit: 10,000 tonnes

Item	**For the six months ended 30 June 2026**	For the six months ended 30 June 2025	Change *(%)*
Production volume of commercial coal	**6,195**	6,734	-8.0
(I) By region:			
1. Shanxi	**4,014**	4,405	-8.9
2. Inner Mongolia and Shaanxi	**1,878**	2,034	-7.7
3. Jiangsu	**263**	240	9.6
4. Xinjiang and others	**40**	55	-27.3
(II) By coal type:			
1. Thermal coal	**5,841**	6,227	-6.2
2. Coking coal	**354**	507	-30.2

2. *Coal sales*

In the first half of the year, the Group maintained firm confidence in development, further strengthened the synergistic coordination mechanism between production and sales, and enhanced the refined and precise management and control of coal. Closely focusing on the core task of ensuring coal supply, the Group raised its political stance and strengthened its sense of responsibility, solidly advanced various tasks of guaranteeing the supply of thermal coal, and continuously improved its supply guarantee capacity along with the quality and efficiency guarantee. Seizing the window period of upward coal prices, the Group deepened its product segmentation and market segmentation marketing strategies, and made every effort to increase sales and boost profitability. We accelerated the implementation of marketing and operation optimization mechanisms, deeply explored existing customers, and expanded into premium markets; dynamically and flexibly adjusted sales plans, optimized the coal product mix, enhanced quality and efficiency through precise coal blending, and made every effort to secure railway transportation capacity. We continuously advanced the resource development of "virtual coal mines", improved the comprehensive logistics layout, and took multiple measures to enhance overall profitability.

Table on Coal Sales

Unit: 10,000 tonnes

Item	For the six months ended 30 June 2026	For the six months ended 30 June 2025	Change (%)
Sales volume of commercial coal	**11,970**	12,868	-7.0
(I) By business type:			
1. Self-produced commercial coal	**6,142**	6,711	-8.5
2. Proprietary coal trading	**4,631**	6,091	-24.0
3. Import and export and domestic agency	**1,197**	66	1,713.6
(II) By sales region:			
1. North China	**3,450**	4,069	-15.2
2. East China	**4,380**	4,365	0.3
3. South China	**1,681**	1,536	9.4
4. Central China	**720**	1,186	-39.3
5. Northwest China	**1,254**	1,316	-4.7
6. Others	**485**	396	22.5

(II) Chemical Operations

During the first half of the year, the Group remained focused on its core objectives of maintaining stable production, improving quality, reducing costs and enhancing efficiency, and comprehensively optimized its production organization. By adhering to standardized operations and strengthening the operation and maintenance control of facilities, the Group achieved stable and high-level production of urea, methanol and polyolefin products, with output of major chemical products reaching 3.017 million tonnes, representing a year-on-year increase of 1.0%. Meanwhile, the Group focused on lean production and product differentiation, and continued to unlock the production capacity of high value-added products. The Group also steadily advanced the construction of chemical projects, including the Shaanxi Yulin Coal Chemical Phase II polyolefin project with an annual production capacity of 900,000 tonnes, and the Ordos Energy Chemical Company's "Liquid Sunlight" project.

During the first half of the year, the Group actively expanded its sales channels. Against the backdrop of rising prices of major chemical products, the Group seized market opportunities and achieved a sales volume of 3.235 million tonnes of major chemical products, representing a year-on-year increase of 2.2%. In response to the situation of increasing demand for fertilizers for spring ploughing and intensified market volatility, the Group implemented the national work requirements to ensure the supply and stabilize the prices of chemical fertilizers by timely releasing over 100,000 tonnes of national reserve urea into the market, demonstrating its responsibility and commitment as a central state-owned enterprise. Meanwhile, we adhered to a market-oriented approach to strengthen the alignment between production and sales and conduct targeted marketing by category. By adopting marketing strategies such as "off-season storage and peak-season sales", as well as stepping up the production scheduling and promotion of high-premium differentiated products, the product mix was continuously enriched to enhance profitability and market competitiveness. In the first half of the year, the cumulative benefits from quality improvement and efficiency enhancement in the sales of chemical products exceeded RMB60 million.

Business Performance

Table on Production and Sales Volume of Major Chemical Products

Unit: 10,000 tonnes

Item	For the six months ended 30 June 2026	For the six months ended 30 June 2025	Change (%)
Production volume of chemical products	**301.7**	298.8	1.0
Sales volume of chemical products	**323.5**	316.6	2.2
(I) Polyolefin			
1. Production volume	**76.4**	66.7	14.5
2. Sales volume	**76.5**	66.0	15.9
(II) Urea			
1. Production volume	**102.3**	104.6	-2.2
2. Sales volume	**124.1**	121.4	2.2
of which: Self-produced	**108.7**	107.9	0.7
Purchased from external sources	**15.4**	13.5	14.1
(III) Methanol			
1. Production volume	**100.2**	98.2	2.0
2. Sales volume	**100.1**	99.7	0.4
(IV) Ammonium nitrate			
1. Production volume	**22.8**	29.3	-22.2
2. Sales volume	**22.8**	29.5	-22.7

Notes:

1. The process for manufacturing the Group's major chemical products starts with the gasification of coal as a raw material to produce synthetic gas (CO + H2), which is then purified to produce synthetic ammonia or methanol; synthetic ammonia reacts with carbon dioxide to produce urea; synthetic ammonia reacts to produce nitric acid, which is then neutralised with ammonia to produce ammonium nitrate; through the MTO reaction, methanol is turned into ethylene and propylene monomers, which are polymerised to form polyethylene and polypropylene.

2. The methanol sales volume of the Group includes internal consumption volume.

(III) Coal Mining Equipment Operations

During the first half of the year, enterprises in the equipment segment made full efforts to cope with the downward market pressure. They deepened the integrated development of "product + service" and vigorously promoted full-lifecycle solutions comprising "complete sets of equipment + intelligent systems + leasing and allocation + joint inventory and shared reserves + operation and maintenance services" to enhance the value-added and market competitiveness of the products. Meanwhile, they actively expanded into overseas markets and explored the overseas expansion path of "equipment going global + service empowerment", achieving new breakthroughs in their international layout. In terms of production, process innovations and the intelligent upgrading of production lines were further accelerated, process synergy and production capacity linkage were strengthened, and full efforts were made to ensure the delivery of key orders and major projects. We achieved an output value of RMB3.95 billion, representing a year-on-year decrease of 18.0%, as we made continuous efforts to stabilize the fundamentals of production and operation amidst an overall industry downturn.

Table on Production Value and Revenue of Coal Mining Equipment

Unit: RMB100 million

	Production value			**Revenue**	
Product type	**For the six months ended 30 June 2026**	For the six months ended 30 June 2025	Change *(%)*	**For the six months ended 30 June 2026**	Percentage of revenue of coal mining equipment segment *(%)*
Main conveyor products	**23.8**	26.3	-9.5	**20.7**	52.3
Main support products	**12.4**	17.7	-29.9	**14.0**	35.4
Others	**3.3**	4.2	-21.4	**4.9**	12.3
Total	**39.5**	48.2	-18.0	**39.6**	100.0

Business Performance

(IV) Financial Operations

In the first half of the year, the Group closely focused on its key initiatives to gather momentum, solidly advanced lean management and technological innovation, continuously enriched its financial service methods, and strived to overcome external pressures such as the downward trend in market interest rates. The Group constantly stimulated the vitality of quality improvement and efficiency enhancement, strengthened the supply of high-quality financial services, and created a new paradigm of distinctive financial services, thereby achieving new progress and tangible results in all aspects of its work. As at the end of the Reporting Period, the scale of deposits absorbed amounted to RMB99.49 billion, representing a year-on-year increase of 20.1%; placement of interbank deposits amounted to RMB78.11 billion, representing a year-on-year increase of 28.3%; and the scale of self-operated loans amounted to RMB30.39 billion, representing a year-on-year decrease of 3.9%.

Table on Financial Operations

Unit: RMB100 million

Business type	As at 30 June 2026	As at 30 June 2025	Change (%)
Scale of deposits absorbed	**994.9**	828.1	20.1
Placement of interbank deposits	**781.1**	608.6	28.3
Scale of self-operated loans	**303.9**	316.1	-3.9

(V) Synergy among Business Segments

Taking advantage of the coal-electricity-chemical industry chain, the Group further pushed forward regional integrated management and continuously optimised the regional industry structure, thereby realising the synergetic development among business segments and improving the overall competitiveness and risk resistance capacity. In the first half of the year, the Group produced 7.32 million tonnes of coal for internal consumption. The coal mining equipment operations achieved internal product sales and services revenue of RMB0.54 billion. For financial operations, newly issued internal loans amounted to RMB2.81 billion and the amount of internal loans as at the end of the reporting period was RMB15.80 billion. Through engaging in financing operations with rich varieties and quality service and vigorously coordinating with member entities to lower the interest rates of loans, total finance costs of RMB0.18 billion have been saved.

II. ANALYSIS OF CORE COMPETITIVENESS

The Company's core business segments are coal, chemical, coal mining equipment and power generation. Leveraging bases located in Shanxi, Inner Mongolia, Shaanxi, Jiangsu and Xinjiang, etc. and adhering to the development direction of "Driving Efficiency in Existing Operations and Pursuing Transformational Growth", the Company strives to build a world-class energy enterprise pursuing "multi-energy complementation, green and low-carbon business, innovation demonstration and modern governance".

The scale of the Company's principal coal business is at the forefront of the country. The production and development layouts are concentrated in the energy bases under the national planning, as well as the provinces and districts with abundant resources in the central and western regions. With its leading positions in the industry in terms of the proportion of quality production capacity, coal resource reserves, and technologies and techniques in coal mining, washing and compounding, the Company has distinctive competitive advantages of large-scale and low-cost operation of coal mines. Mining Areas in Pingshuo, Shanxi and Hujierte, Ordos of Inner Mongolia, primarily developed by the Company, are important thermal coal production bases in the PRC. Xiangning Mining Area in Shanxi where Wangjialing Coal Mine is located is the production base of high-quality coking coal with low sulphur and extra low phosphorus content in the PRC. Jincheng Mining Area in Shanxi where Libi Coal Mine is located is the production base of high-quality anthracite in the PRC. The Company's key coal construction projects have achieved progress smoothly. Projects such as Libi Coal Mine all progressed steadily and orderly. It is the professional and sophisticated management and control mode, the capable and efficient production methodology, the scale merit of cluster development, the high-quality and abundant coal resources and the coordinated development of the industry chain that constitute the core competitive advantages of the Company in the coal industry.

The Company focuses on clean and efficient conversion and utilisation of coal, and strives to establish a new circular economic business model of "coal-power-chemical-new energy" integration. For chemical operations, the development of modern coal chemical industries such as coal-to-olefins and coal-to-urea is highlighted. Equipment maintains the operating situation of "work safety, stable production, long-period operation, fully loaded operation and producing quality products" in the long term, and major production and operation indicators remain leading in the industry. As for the coal-power business, the Company orderly develops environment-friendly pit-mouth power plants and power plants comprehensively utilising inferior coal, promotes coal-power integration, and actively creates the distinctive advantages of low-cost, efficient and comprehensive utilisation of resources.

The Company relies on its own advantages in the mining areas to promote the in-depth integration of coal, coal-fired power, chemical and new energy. The Company has a large number of open-pit and underground coal mines, boasting a variety of mine types and a wide geographic distribution. The Company possesses abundant on-ground land resources and underground space resources, such as coal mining subsidence areas, industrial sites, dumps, underground roadways and mine pits as well as the coal power industry and coal chemical industry to support energy consumption, the Company enjoys the advantages of developing energy bases complemented by multiple types of energy and "integration of source-network-load-storage".

Business Performance

The Company is one of the largest coal traders in the PRC with branches in major coal consumption regions, trans-shipment ports and major coal import regions of the PRC. It has an industry-leading proportion of seaborne coal resources in the four northern ports of coal. Leveraging on its own marketing network of coal sales and logistics system, well-established port service and high-calibre professional teams, the Company is able to provide customers with high-quality services with excellent capabilities for market exploration and distribution.

The Company is a large-scale energy enterprise with the advantages of a complete industry chain for coal business. It is able to engage in the manufacturing of coal mining equipment, coal mining, washing, preparation and processing, logistics and trading and provide systems solutions. Under the new situation, the Company has a solid business foundation to expand the market of intelligent transformation of coal mines and provide energy efficiency improvement and comprehensive energy services to the enterprise and society.

The Company insists on innovation-driven growth and becomes the leader of the industry. With the increased investment in research and development, the Company accelerates the integration of innovative resources and the construction of scientific research platforms, and further promotes industry-university-research cooperation to ensure innovative development. The Company speeds up the construction of the big data and digital management system. It also actively strives to construct intelligent coal mines. New achievements were made in major technological projects, and the implementation of an array of national technological projects achieved phased results. Through strengthening the research on key technologies, the Company takes a step forward in digital transformation. The integration of intelligence and digitalisation enables the business to grow steadily.

The Company attaches importance to the development of corporate culture, continuously improves its management system and creates a good internal development environment. The Company continues to promote a reform of the headquarters' institution and strives to build a capable and efficient headquarters with "clear strategic orientation, excellent operational management and control, and first-class value creation". The Company has established a sound corporate management system and is gradually improving its internal management and control and risk control systems. The Company devotes major efforts to implementing centralised management and control over sales of coal and chemical products as well as centralised management of finance, investment and material procurement, and enhances management by objectives and comprehensive budget control, allowing it to enjoy distinctive advantages in cost reduction and efficiency enhancement and operational efficiency.

In recent years, the Company has adhered to the strategic focus with complete confidence in development, and its principal coal operations have achieved scale development. The Company has expedited the extension of its coal business to coal chemical and coal-fired power generation areas, enhanced value-added capabilities of the whole industry chain, and created a highly synergistic industry chain. The Company has promoted a shift of development model from a scale and speed-oriented approach to a quality and efficiency-focused one, thus continuously improving its core competitiveness. The Company has vigorously pushed forward quality enhancement and efficiency improvement, cost reduction and efficiency improvement, and maintained a sound financial structure to enhance risk resistance capability, thus taking solid steps towards high-quality development of the Company.

Investor Relations

In the first half of 2026, the Company adhered to a diversified communication mechanism, continuously carried out investor relations work through multiple channels, platforms and forms. The Company innovated the means of communication, promptly conveyed the Company's value, made efforts to guide capital market expectations, and upheld its reputation in the capital market.

MAINTAINING HIGH-QUALITY AND EFFICIENT INVESTOR RELATIONS

Consistently guided by investors' demand, the Company has established a comprehensive interactive platform to continuously improve the quality of investor relations and broaden the investor communication coverage. The Company continued to expand investor communication channels, adopted online and offline methods as well as "inviting and going out" approaches, and deepened thematic exchanges and one-on-one communications in a multi-dimensional and differentiated manner, which promoted the upgrade of investor relations maintenance from "broad coverage" to "in-depth service", and from "passive response" to "proactive management". The Company gradually established a comprehensive investor relations maintenance mechanism, regularizing mechanisms such as the investor reception day on Tuesday afternoons, monthly production and operation briefing sessions, quarterly and annual results briefing sessions, centralized half-year roadshows, and the "I am a Shareholder" Entering China Coal Energy and investor reverse roadshow, thereby maintaining multi-dimensional communication with various investors. The Company innovated investor communication methods by adopting a combination of live broadcasting and online text platform interaction to convene the annual and first-quarter results briefing sessions, continuously enhancing market attention; the Company pioneered the system of monthly production and operation briefing mechanism among listed companies held by central state-owned enterprises, to proactively convey the Company's operation updates to the market in a timely manner, and prevent information asymmetry in the market. The Company constantly maintained good communication with various investors, especially small and medium investors by addressing the concerns of the general investors in a timely manner through multiple platforms and ways such as investor telephone conference, investor meetings, investment forums, and SSE E-interactive. The Company maintained communication with mainstream media to promote the positive information dissemination. It promptly analyzed hot topics and information of interest in the capital market, compiled morning and evening reports on capital market information on each trading day, compiled and issued monthly investor relations reports, and compiled and issued half-yearly capital market analysis reports, thereby providing decision-making references for internal operation and management.

ACTIVELY PRACTICING THE CONCEPT OF SUSTAINABLE DEVELOPMENT

The Company continuously improved its ESG management system, driving the transition of ESG from concept promotion to normalized and in-depth implementation. It studied and formulated the "15th Five-Year" special ESG plan, promoting the effective integration and simultaneous execution of the sustainable development concept and the Company's development strategy. The Company formulated and implemented the Administrative Measures for ESG Work to consolidate the responsibilities and tasks of various departments and subsidiaries at all levels. It developed and constructed an ESG management platform to enhance the level of informatization in work such as issue management, indicator monitoring, report preparation, and results display. The Company diligently identified risks and opportunities related to climate change, formulated and implemented response measures, orderly advanced the financial quantification of climate-related risks, carried out the accounting of greenhouse gas emissions in phases, and continuously enhanced its resilience to climate change. The Company systematically carried out the identification and analysis of material issues, enhanced the scientific management of issues, the precise evaluation of practices, and the standardized level of information disclosure. It persistently focused on the Company's main responsibilities and core businesses to strengthen characteristic practices in fulfilling its responsibilities, and made active efforts to build the China Coal responsibility brand in areas such as ensuring the supply of high-quality products and promoting green and low-carbon transition. The Company timely summarized its practical experiences and effectiveness, and submitted over ten characteristic cases or innovative achievements to institutions such as the State-owned Assets Supervision and Administration Commission of the State Council, the China National Coal Association, and the China Association for Public Companies. It was awarded the 2026 Corporate Social Responsibility – Leading Enterprise by GoldenBee Think Tank. The Company prepared and disclosed its 2025 ESG Report strictly in accordance with regulatory rules, fully demonstrating the practical effectiveness of the Company's sustainable development concept.

CONTINUOUSLY IMPROVING INFORMATION DISCLOSURE QUALITY

In organizing its information disclosure, the Company took into account the regulatory differences between Shanghai and Hong Kong and upheld the principles of "truthfulness, accuracy, completeness, timeliness, fairness, clarity and conciseness, ease of understanding, rigorousness and objectivity, and adherence to the stricter standards". The Company resolutely avoided any false statements, misleading representations, or material omissions, ensuring that disclosures were made in a lawful and compliant manner. The Company continuously optimized the content of information disclosure, standardized the combination of statutory disclosure and voluntary disclosure, with a focus on disclosing information that has a significant impact on investment decisions, and continuously enhanced the timeliness and effectiveness of information disclosure. It continuously enhanced the quality and effectiveness of voluntary disclosure, promptly carried out the analysis and interpretation of operational information such as the industry competitive landscape, core business data, and material risk warnings, and proactively responded to investors' concerns. The Company continuously strengthened the review and management of information disclosure, strictly implementing review procedures for each proposed disclosure document, including "reading, listening, proofreading and revising, and two-person review", level-by-level submission for approval, and review by lawyers. The Company continued to enrich disclosure forms, placing emphasis on industry operations information and quantitative risk analysis. It improved the readability of periodic reports through year-on-year comparisons, data tables, and graphical illustrations. It also strengthened the publication and interpretation of reports and ad hoc announcements through formats such as visualized periodic reports, "at-a-glance" infographics, and videos and audio, thereby enhancing investors' full understanding of the Company.

In the first half of 2026, the Company organised and conducted 2 results briefings, with over 200,000 views recorded via live streaming across various online platforms, conducted 6 monthly production and operation briefings, conducted 36 investor communications activities, answered 21 investor hotline inquiries, and replied to 19 messages from SSE E-interactive. Through the various methods mentioned above, the cumulative number of communications and meetings exceeded 270,000 person-times, and nearly 500 questions were answered. The Company compiled and distributed 3 investor Q&A reference manuals, 6 investor relations reports, nearly 120 capital market morning and evening reports, and 36 news briefs. The number of meeting person-times of the Company in the first half of 2026 set a new record high again, comprehensively promoting the positive dissemination of the Company's value.

Corporate Governance

I. OVERVIEW OF CORPORATE GOVERNANCE

During the reporting period, the Company continuously improved its corporate governance mechanisms, and constantly enhanced its corporate governance capabilities, as well as elevated the quality and efficiency of its standardized operations in compliance with domestic and overseas regulatory requirements. In accordance with the requirements of the Articles of Association, relevant laws, regulations and the securities regulatory rules of the places of listing of the Company, etc., and taking into account its actual circumstances, the Company continued to effectively execute the various working rules and relevant working procedures of the Board and its various special committees. During the reporting period, through the coordinated operation and effective check-and-balance system among the Shareholders' general meeting, the Board, the relevant special committees, and the management, as well as the implementation of an effective internal control management system, the internal management and operations of the Company were further standardized with further improvement in management standards.

During the reporting period, the Board of the Company comprised seven Directors, including three executive Directors, one non-executive Director and three independent non-executive Directors. Five special committees, namely the strategy and investment committee, the audit and risk management committee, the remuneration and assessment committee, the nomination committee, and the safety, health and environmental protection committee (ESG committee), were set up under the Board to assist the Board in making decisions and monitoring the Company's strategic planning, auditing, employees' remuneration, nomination and work safety, ESG and other aspects, respectively. During the reporting period, the Company convened two Shareholders' general meetings, and three Board meetings. In strict compliance with the requirements of relevant rules including the Rules of Procedures of Shareholders' General Meetings, the Rules of Procedures of the Board of Directors, the Measures on Management of Resolutions of the Board of Directors, the Company continued its efforts in standardizing the workflow and improving work quality to ensure standardized decision-making and efficient operation.

During the reporting period, the Company and its controlling shareholder, China Coal Group, were independent from each other in respect of business, staff, assets and financial affairs. Save for the internal working relationship in the Company, the Directors and the senior management of the Company were not related to each other in respect of financial, business, family and other material aspects. Save for the service contracts entered into with the Company, the Directors of the Company had no personal interests, directly or indirectly, in any material contracts entered into by the Company or its subsidiaries.

II. COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company always attaches great importance to corporate governance and the enhancement of its transparency, complies with the requirements on corporate governance prescribed by domestic and overseas regulatory rules and makes constant efforts to improve the internal control of the Company, so as to facilitate more standardized and efficient operation of the Company and ensure maximum returns for the Shareholders through excellent corporate governance.

During the reporting period, the Company had complied with the code provisions under the Corporate Governance Code as set out in Appendix C1 to the Hong Kong Listing Rules.

III. MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the "Model Code for Securities Transactions by Directors of Listed Issuers" as set out in Appendix C3 to the Hong Kong Listing Rules (the "Model Code"). After the Company made specific enquiries, all Directors confirmed that they had fully complied with the Model Code during the reporting period.

IV. AUDIT AND RISK MANAGEMENT COMMITTEE

The audit and risk management committee under the Board has reviewed the interim results of the Company. Ernst & Young, the auditor of the Company, conducted an independent review of the unaudited condensed consolidated interim financial information of the Company for the six months ended 30 June 2026 in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the International Auditing and Assurance Standards Board. On the basis of its review, which did not constitute an audit, Ernst & Young confirmed in writing that nothing came to their attention which would cause them to believe that the interim financial information was not prepared, in all material respects, in accordance with the International Accounting Standard 34 "Interim Financial Reporting".

Disclosure of Major Events

I. SHARE CAPITAL STRUCTURE

As of 30 June 2026, the Company's share capital structure was as follows:

Unit: Share

Type of Shares	Number of Shares	Percentage of the total issued share capital %
A Shares	9,152,000,400	69.03
Of which: A Shares held by China Coal Group	7,615,522,208	57.44
H Shares	4,106,663,000	30.97
Of which: H Shares held by China Coal Hong Kong Limited, a wholly-owned subsidiary of China Coal Group	132,351,000	1.00
Total	13,258,663,400	100.00
Of which: Shares held by China Coal Group and parties acting in concert with it	7,747,837,208	58.44

II. DISTRIBUTION OF FINAL DIVIDEND FOR 2025

Upon approval at the Company's 2025 annual general meeting, the Company distributed a final dividend of RMB0.217 per Share (inclusive of tax) for 2025, representing a total distribution of RMB2,877,129,958. The aforesaid dividends have been fully paid to the Shareholders before 28 August 2026.

III. INTERIM PROFIT DISTRIBUTION PLAN FOR 2026

To enhance the investment value of the listed company and share the development results with investors, upon approval at the 2025 annual general meeting of the Company, the Board is authorised to formulate and implement the interim profit distribution plan for 2026 subject to the profit distribution conditions.

For the half-year ended 30 June 2026, the net profit attributable to the equity holders of the listed company as set out in the consolidated financial statements was RMB8,191,826,000 under the International Financial Reporting Standards and RMB8,149,301,000 under the China Accounting Standards for Business Enterprises. Upon the resolution of the Board of the Company, cash dividends of RMB2,444,790,300, representing 30% of the net profit attributable to the equity holders of the listed company as set out in the consolidated financial statements of RMB8,149,301,000 for the first half of 2026 under the China Accounting Standards for Business Enterprises, will be distributed to the Shareholders, which represents a dividend of RMB0.184 per Share (inclusive of tax) based on the total issued share capital of 13,258,663,400 Shares of the Company (the "**Interim Dividend**").

Disclosure of Major Events

Pursuant to the Articles of Association, the Interim Dividend will be denominated and declared in RMB, with the dividend on A Shares to be paid in RMB and the dividend on H Shares to be paid in Hong Kong dollars. The amount of dividend payable in Hong Kong dollars will be calculated based on the average central parity rate of Hong Kong dollars to Renminbi as announced by the People's Bank of China for the five business days (exclusive of the declaration date) prior to the date of the declaration of dividend (i.e. 21 August 2026). The Interim Dividend is expected to be paid on or before 21 October 2026 to holders of H Shares whose names appear on the H Share register of members of the Company on Friday, 11 September 2026. Investors should be aware that, in accordance with the relevant regulations of China Securities Depository and Clearing Corporation Limited Shanghai Branch and the market practice regarding dividend distribution for A Shares, a separate dividend implementation announcement in respect of the distribution of the Interim Dividend to holders of A Shares of the Company will be issued.

IV. ASSET TRANSACTIONS

During the reporting period, the Company had no significant asset transactions.

V. INVESTMENT OF THE COMPANY DURING THE REPORTING PERIOD

(I) Performance of Capital Expenditure Budgeted During the Reporting Period

In 2026, the Company's capital expenditure budget closely focused on four major business segments, namely coal, chemical, equipment and power generation, and consisted of four categories, namely infrastructure projects, equity investment, technological transformation and upgrade, as well as technology and information investment. The total capital expenditure budgeted for 2026 was RMB21.326 billion. During the reporting period, the actual investment amount was RMB9.734 billion, representing 45.64% of the annual budget.

Performance of Capital Expenditure Budgeted for the First Half of 2026 (By Expense Items)

Unit: RMB100 million

Items of capital expenditure	Actual investment from January to June 2026	Budgeted investment in 2026	Actual investment ratio %
Total	97.34	213.26	45.64
Infrastructure projects	70.59	134.27	52.57
Equity investment	2.95	0.94	313.83
Technological transformation and upgrade	22.06	62.86	35.09
Technology and information	1.74	15.19	11.45

Performance of Capital Expenditure Budgeted for the First Half of 2026 (By Business Segments)

Unit: RMB100 million

Business segments	Actual investment from January to June 2026	Budgeted investment in 2026	Actual investment ratio %
Total	97.34	213.26	45.64
Coal	19.94	72.41	27.54
Chemical	51.42	84.85	60.60
Coal-fired Power	8.70	21.86	39.80
New Energy	15.78	26.75	58.99
Equipment	1.25	6.65	18.80
Others	0.25	0.74	33.78

(II) Overall Analysis on External Equity Investment

In the first half of 2026, external equity investments amounted to RMB295 million, primarily due to the completion of the first equity transfer payment by Shanghai Energy for the acquisition of 100% equity interest in Qidong Huaersheng New Energy Technology Co., Ltd.

On 27 March 2026, Shanghai Energy convened the eleventh meeting of the ninth session of the Board, and considered and approved the Resolution in relation to the acquisition of 100% equity interest in Qidong Huaersheng New Energy Technology Co., Ltd. Shanghai Energy proposed to use a combination of its own funds and bank loans to acquire the 100% equity interest in Qidong Huaersheng New Energy Technology Co., Ltd., held by Jiangsu Linyang New Energy Technology Co., Ltd., to obtain operational control over the Phase I 400MW (533MW on the DC side) Fishery-Solar Hybrid Photovoltaic Power Generation Project in Qidong Lvsi Sea Area Mudflat held by the target company. The equity transfer consideration is RMB421 million. As of 30 June 2026, Shanghai Energy has paid the transaction counterparty the first installment of the transfer payment of RMB295 million (representing 70% of the equity transfer consideration), and the target company has completed the industrial and commercial registration procedures for the change of shareholder.

For further details, please refer to the relevant announcements published by Shanghai Energy on the website of Shanghai Stock Exchange on 27 March 2026 and 30 June 2026.

(III) Progress of Key projects

The construction work of the Wushenqi 2×660MW integrated coal power project is basically completed, and it has fully entered the equipment installation stage.

Shaanxi Yulin's coal chemical phase II project with an annual output of 900,000 tonnes of polyolefin successfully achieved intermediate handover in July 2026 and is expected to commence production in December 2026.

The Tuke Green and Low-carbon Industrial Park is progressing smoothly, and the melamine sub-project is expected to commence construction in October.

Affected by factors such as the suspension of construction for rectification and the upgrade of regional industry safety supervision, the first mining face of Weizigou Coal Mine and Coal Preparation Plant is preliminarily expected to commence production by the end of 2027, and the first mining face of Libi Coal Mine and Coal Preparation Plant is preliminarily expected to commence production by the end of 2028.

The methanol synthesis unit of the "Liquid Sunlight" demonstration project of Ordos Energy & Chemical has fully entered the stages of pipeline pressure testing and instrument electrical circuit testing, and the 220KV chemical substation is ready to receive power, and it is expected to commence production in November 2026. The comprehensive building of the step-down station for the 400MW wind power project, the GIS room structure and main equipment foundations have been completed, and concrete pouring for the wind turbine foundation has commenced.

VI. PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

For the six months ended 30 June 2026, the Company and its subsidiaries did not purchase, sell or redeem any securities (including sale of treasury shares) (the terms "securities" and "treasury shares" have the meanings ascribed to them under the Hong Kong Listing Rules) of the Company. As at 30 June 2026, the Company did not hold any treasury shares.

VII. SHAREHOLDINGS OF SUBSTANTIAL SHAREHOLDERS

As at 30 June 2026, to the knowledge of the Directors and chief executive of the Company and as recorded in the register of interests required to be maintained pursuant to section 336 of the Securities and Futures Ordinance, the interests and/or short positions of the following persons (excluding Directors and chief executive of the Company) in the Company's shares or underlying shares were as follows:

Unit: share

Name of shareholders	Number of shares	Class of shares	Nature of interest	Capacity	Percentage of the respective class of the total shares in issue *(%)*	Percentage of the total shares in issue *(%)*
China National Coal Group Corporation	7,615,522,208	A Shares	N/A	Beneficial owner	83.21	57.44
Funde Sino Life Insurance Co., Ltd.	1,393,357,147	H Shares	Long position	Interest of controlled corporation by substantial shareholders	33.93	10.51
China CITIC Financial Asset Management Co., Ltd.	494,575,000	H Shares	Long position	Beneficial owner	12.04	3.73

Note: The information disclosed is based on the information provided on the HKSE Website (www.hkexnews.hk).

Save as disclosed above, as of 30 June 2026, to the best knowledge of the Directors and chief executive of the Company, there were no other persons who were interested or held short positions in the Company's shares or underlying shares as recorded in the register of interests required to be maintained under section 336 of the Securities and Futures Ordinance.

VIII. INTERESTS AND SHORT POSITIONS OF DIRECTORS AND CHIEF EXECUTIVE IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY

As at 30 June 2026, none of the Directors or chief executive of the Company had any interests or short positions in the shares, underlying shares of equity derivatives or debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance) which are required to be recorded in the register of interests kept by the Company under Section 352 of the Securities and Futures Ordinance, or which are required to be notified to the Company and HKSE pursuant to the Model Code.

As of 30 June 2026, the Company had not granted any rights to any Directors or chief executive of the Company or any of their spouses or children under 18 years of age to subscribe for the shares or debentures of the Company or its associated corporations, nor did any of the above-mentioned individuals exercise any such rights to subscribe for the aforesaid shares or debentures.

Disclosure of Major Events

IX. EMPLOYEES AND REMUNERATION POLICY

As of 30 June 2026, the Company had a total of 45,805 on-the-job employees, including 29,541 production personnel, 1,096 sales personnel, 9,754 technical personnel, 945 financial personnel, 2,734 administrative personnel and 1,735 other personnel.

The Company continued to deepen the reform of the corporate personnel system. The Company implemented institutional reform, streamlined organizational structure, scientifically set up posts and divided responsibilities, and streamlined human resources allocation; implemented the tenure system and contractual management of management members, strengthened market-oriented labour employment, actively promoted the introduction of professional talents and the employment of college graduates, and ensured the development needs of each industry.

The Company continued to deepen the quality education of its staff. Actively cooperating with national training institutions, the Company organized training programs for outstanding young cadres and skilled talents, including the "Voyage Programme", "Start Leader Programme", Qingma Project, and "Black Gold" Blue Collar; actively building the Company's online education platform to conduct training on the "Dual Carbon" strategy, carbon trading, and coal mine intelligence, effectively enhancing the overall quality of the cadre and employee team. The Company improved the employee career development channel system, and accelerated the construction of a talent team that aligns with the industrial structure.

The Company continued to deepen the reform of the income distribution system. The Company established and improved a more precise, flexible, standardized, and efficient income distribution mechanism, innovated and implemented reforms to the remuneration system for enterprise leaders, allocated remuneration resources towards core key positions, frontline positions, and "high-end, sophisticated, cutting-edge and urgently-needed" talents, strengthened the market-oriented benchmarking of remuneration performance, fully leveraged the incentive and constraint effects of remuneration, and promoted the enterprise to enhance its core competitiveness and strengthen its core functions.

X. CHANGES IN DIRECTORS AND THEIR INFORMATION PURSUANT TO RULE 13.51B(1) OF THE HONG KONG LISTING RULES

Mr. Gao Shigang was elected as an executive Director of the fifth session of the Board of the Company in January 2026.

Save as disclosed above, there is no other information that is required to be disclosed under Rule 13.51B(1) of the Hong Kong Listing Rules.

Report on Review of Interim Condensed Consolidated Financial Statements

Ernst & Young
27/F, One Taikoo Place
979 King's Road
Quarry Bay, Hong Kong

安永會計師事務所
香港鰂魚涌英皇道 979號
太古坊一座 27樓

Tel 電話: +852 2846 9888
Fax 傳真: +852 2868 4432
ey.com

INDEPENDENT REVIEW REPORT

TO THE BOARD OF DIRECTORS OF CHINA COAL ENERGY COMPANY LIMITED

(Established in the People's Republic of China with limited liability)

INTRODUCTION

We have reviewed the interim financial information set out on pages 46 to 91, which comprises the condensed consolidated statement of financial position of China Coal Energy Company Limited (the "Company") and its subsidiaries (the "Group") as at 30 June 2026 and the related condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six-month period then ended, and explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 *Interim Financial Reporting* ("IAS 34") as issued by the International Accounting Standard Board. The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with IAS 34. Our responsibility is to express a conclusion on this interim financial information based on our review. Our report is made solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* as issued by the International Auditing and Assurance Standard Board. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Ernst & Young
Certified Public Accountants
Hong Kong

21 August 2026

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

For the six months ended 30 June 2026

	Notes	Six months ended 30 June **2026** ***RMB'000*** **(Unaudited)**	 2025 *RMB'000* (Unaudited) (Restated)
Revenue	*6*	**73,136,057**	74,447,082
Cost of sales	*9*		
Materials used and goods traded		**(32,128,907)**	(33,802,488)
Staff costs		**(4,700,467)**	(4,482,960)
Depreciation and amortisation		**(5,292,500)**	(5,170,807)
Repairs and maintenance		**(884,231)**	(1,268,243)
Transportation costs and port expenses		**(5,725,149)**	(6,118,365)
Sales taxes and surcharges		**(3,425,922)**	(3,155,595)
Others		**(4,951,680)**	(5,885,788)
		(57,108,856)	(59,884,246)
Gross profit		**16,027,201**	14,562,836
Selling expenses	*9*	**(389,078)**	(448,778)
General and administrative expenses	*9*	**(3,194,332)**	(2,800,427)
Other income, gains and losses, net	*7*	**(398,504)**	168,925
Impairment losses under expected credit loss model, net of reversal	*8*	**(131,988)**	(76,505)
Profit from operations		**11,913,299**	11,406,051
Finance income	*10*	**51,240**	59,145
Finance costs	*10*	**(940,532)**	(1,092,979)
Share of profits of associates and joint ventures		**1,402,859**	1,233,440
Profit before income tax		**12,426,866**	11,605,657
Income tax expense	*11*	**(2,865,172)**	(2,505,422)
Profit for the period		**9,561,694**	9,100,235

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

For the six months ended 30 June 2026

	Notes	Six months ended 30 June 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited) (Restated)
PROFIT FOR THE PERIOD		**9,561,694**	9,100,235
Other comprehensive (loss)/income:			
Items that will not be reclassified to profit or loss in subsequent periods (net of tax):			
Share of other comprehensive (loss)/income of associates		**(4,967)**	13,061
Net fair value loss on equity instruments at designated fair value through other comprehensive income		**(21,181)**	(139,240)
Net other comprehensive loss that will not be reclassified to profit or loss in subsequent periods		**(26,148)**	(126,179)
Items that may be reclassified to profit or loss in subsequent periods (net of tax):			
Debt investments at fair value through other comprehensive income:			
Changes in fair value		**(728)**	4,462
Reclassified to profit or loss		**–**	(1,741)
Exchange differences arising on translation of foreign operations		**(2,712)**	18,950
Share of other comprehensive loss of associates		**(2,137)**	–
Net other comprehensive (loss)/income that may be reclassified to profit or loss in subsequent periods		**(5,577)**	21,671
Other comprehensive loss for the period, net of tax		**(31,725)**	(104,508)
Total comprehensive income for the period		**9,529,969**	8,995,727
Profit for the period attributable to:			
Equity holders of the Company		**8,191,826**	7,326,537
Non-controlling interests		**1,369,868**	1,773,698
		9,561,694	9,100,235
Total comprehensive income for the period attributable to:			
Equity holders of the Company		**8,160,064**	7,219,702
Non-controlling interests		**1,369,905**	1,776,025
		9,529,969	8,995,727
Basic and diluted earnings per share for the profit attributable to equity holders of the Company (RMB)	*13*	**0.62**	0.55

Interim Condensed Consolidated Statement of Financial Position

30 June 2026

	Notes	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Non-current assets			
Property, plant and equipment	14	**153,155,295**	149,543,947
Investment properties		**56,924**	59,304
Right-of-use assets		**782,470**	857,402
Mining rights	15	**42,184,605**	44,019,931
Intangible assets	16	**2,135,586**	1,928,607
Land use rights	17	**6,759,729**	6,837,017
Goodwill		**6,084**	6,084
Investments in associates		**30,319,377**	29,694,177
Investments in joint ventures		**4,579,638**	4,665,948
Equity investments designated at fair value through other comprehensive income		**2,261,771**	2,300,287
Deferred tax assets	28	**3,658,959**	3,283,781
Long-term receivables		**195,297**	150,630
Other non-current assets	18	**15,820,009**	12,325,975
Total non-current assets		**261,915,744**	255,673,090
Current assets			
Inventories	19	**7,229,088**	6,995,004
Trade receivables and notes receivable	20	**10,138,517**	7,316,396
Debt instruments at fair value through other comprehensive income	20	**1,022,508**	970,651
Contract assets	21	**2,977,844**	2,457,022
Prepayments and other receivables	22	**8,028,152**	8,388,208
Restricted bank deposits	23	**11,991,229**	11,482,439
Term deposits with initial terms of over three months		**60,205,984**	52,595,101
Cash and cash equivalents		**22,955,989**	24,639,831
Total current assets		**124,549,311**	114,844,652
TOTAL ASSETS		**386,465,055**	370,517,742

Interim Condensed Consolidated Statement of Financial Position

30 June 2026

	Notes	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Current liabilities			
Trade payables and notes payable	*24*	**29,767,221**	24,275,485
Contract liabilities		**2,835,301**	2,362,835
Other payables and accruals	*25*	**52,088,134**	54,045,525
Lease liabilities		**100,166**	118,453
Tax payable		**947,722**	1,091,435
Short-term borrowings	*26*	**996,566**	1,045,605
Current portion of long-term borrowings	*26*	**14,775,930**	21,246,852
Current portion of long-term bonds	*27*	**624,614**	3,199,649
Current portion of provision for close-down, restoration and environmental costs	*29*	**43,931**	55,951
Total current liabilities		**102,179,585**	107,441,790
Non-current liabilities			
Long-term borrowings	*26*	**51,041,400**	37,975,456
Long-term bonds	*27*	**9,793,861**	7,294,642
Deferred tax liabilities	*28*	**4,302,056**	4,394,834
Lease liabilities		**658,019**	722,366
Provision		**599**	608
Provision for employee benefits		**60,709**	64,677
Provision for close-down, restoration and environmental costs	*29*	**6,142,478**	6,202,828
Deferred revenue		**929,837**	963,684
Other long-term liabilities		**4,665,263**	4,614,947
Total non-current liabilities		**77,594,222**	62,234,042
Total liabilities		**179,773,807**	169,675,832

Interim Condensed Consolidated Statement of Financial Position

30 June 2026

	Notes	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Equity			
Share capital	*30*	**13,258,663**	13,258,663
Reserves		**48,997,982**	48,217,695
Retained earnings		**104,145,190**	98,889,429
Equity attributable to the equity holders of the Company		**166,401,835**	160,365,787
Non-controlling interests		**40,289,413**	40,476,123
Total equity		**206,691,248**	200,841,910
TOTAL EQUITY AND LIABILITIES		**386,465,055**	370,517,742

The interim condensed consolidated financial information on pages 46 to 91 were approved and authorised for issue by the Board of Directors on 21 August 2026 and are signed on its behalf by:

Wang Shudong	**Chai Qiaolin**	**Xu Ling**
Chairman of the Board	*Chief Financial Officer*	*Manager of Finance Department*
Executive Director		

Interim Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2026

	Attributable to the equity holders of the Company					
	Share capital *RMB'000*	**Reserves** *RMB'000*	**Retained profits** *RMB'000*	**Subtotal** *RMB'000*	**Non-controlling interests** *RMB'000*	**Total equity** *RMB'000*
At 31 December 2025 (Audited)	**13,258,663**	**48,217,695**	**98,889,429**	**160,365,787**	**40,476,123**	**200,841,910**
Profit for the period	**–**	**–**	**8,191,826**	**8,191,826**	**1,369,868**	**9,561,694**
Other comprehensive (loss)/income for the period, net of tax	**–**	**(31,762)**	**–**	**(31,762)**	**37**	**(31,725)**
Total comprehensive (loss)/income for the period	**–**	**(31,762)**	**8,191,826**	**8,160,064**	**1,369,905**	**9,529,969**
Appropriations	**–**	**(132,830)**	**132,830**	**–**	**–**	**–**
Share of other changes of reserves of associates and joint ventures	**–**	**192,100**	**(191,765)**	**335**	**–**	**335**
Contributions from non-controlling interests	**–**	**752,779**	**–**	**752,779**	**1,026,776**	**1,779,555**
Dividend attributable to the equity holders of the Company *(Note 12)*	**–**	**–**	**(2,877,130)**	**(2,877,130)**	**–**	**(2,877,130)**
Dividends paid to non-controlling shareholders	**–**	**–**	**–**	**–**	**(2,583,391)**	**(2,583,391)**
At 30 June 2026 (Unaudited)	**13,258,663**	**48,997,982**	**104,145,190**	**166,401,835**	**40,289,413**	**206,691,248**
At 31 December 2024 (Audited)	13,258,663	52,207,282	86,241,352	151,707,297	40,321,402	192,028,699
Acquisition of a subsidiary under common control	–	119,102	(37,520)	81,582	–	81,582
At 1 January 2025 (Audited) (Restated)	13,258,663	52,326,384	86,203,832	151,788,879	40,321,402	192,110,281
Profit for the period	–	–	7,326,537	7,326,537	1,773,698	9,100,235
Other comprehensive (loss)/income for the period, net of tax	–	(106,835)	–	(106,835)	2,327	(104,508)
Total comprehensive (loss)/income for the period	–	(106,835)	7,326,537	7,219,702	1,776,025	8,995,727
Appropriations	–	(553,900)	553,900	–	–	–
Share of other changes in reserves of associates and joint ventures	–	171,480	(171,741)	(261)	–	(261)
Dividend attributable to the equity holders of the Company *(Note 12)*	–	–	(3,420,735)	(3,420,735)	–	(3,420,735)
Dividends paid to non-controlling shareholders	–	–	–	–	(1,550,879)	(1,550,879)
Acquisition of non-controlling interests	–	8,090	–	8,090	(21,114)	(13,024)
At 30 June 2025 (Unaudited) (Restated)	13,258,663	51,845,219	90,491,793	155,595,675	40,525,434	196,121,109

Interim Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2026

	Notes	Six months ended 30 June **2026** ***RMB'000*** **(Unaudited)**	 2025 *RMB'000* (Unaudited) (Restated)
OPERATING ACTIVITIES			
Cash generated from operations	*32*	**13,222,017**	10,585,421
Income tax paid		**(3,357,917)**	(2,914,036)
Net cash generated from operating activities		**9,864,100**	7,671,385
INVESTING ACTIVITIES			
Purchases of property, plant and equipment		**(6,480,709)**	(11,148,707)
Proceeds from disposal of property, plant and equipment		**105,410**	87,719
Payments for land use rights, mining rights and intangible assets		**(319,099)**	(108,749)
Dividends received		**812,000**	67,674
Loans repayment from the Parent Company and fellow subsidiaries		**1,560,008**	725,309
Loans granted to the Parent Company and fellow subsidiaries		**(3,569,817)**	(3,424,482)
Interest received on loans to the Parent Company and fellow subsidiaries		**184,842**	132,984
Interest received on term deposits		**511,261**	479,337
Increase in term deposits with initial terms of over three months		**(7,610,883)**	(4,417,142)
Purchases of equity instruments at fair value through other comprehensive income		**(6,221)**	–
Acquisition of a subsidiary, net of cash acquired	*31*	**(72,730)**	–
Receipt of mining rights transfer consideration		**524,000**	–
Net cash used in investing activities		**(14,361,938)**	(17,606,057)
FINANCING ACTIVITIES			
Proceeds from borrowings		**23,486,069**	11,114,823
Proceeds from long-term bond issuance		**3,000,000**	2,797,755
Repayments of borrowings		**(17,387,349)**	(7,188,118)
Repayments of long-term bonds		**(3,000,000)**	(4,500,000)
Acquisition of non-controlling interests of a subsidiary		**–**	(13,024)
Dividends paid		**(1,481,352)**	(2,156,867)
Interest paid		**(1,030,079)**	(1,038,217)
Repayments of lease liabilities		**(763,197)**	(62,111)
Net cash flows from/(used in) financing activities		**2,824,092**	(1,045,759)
Net decrease in cash and cash equivalents		**(1,673,746)**	(10,980,431)
Cash and cash equivalents, at the beginning of the period		**24,639,831**	29,823,501
Effect of foreign exchange rate changes		**(10,096)**	1,264
Cash and cash equivalents at the end of the period		**22,955,989**	18,844,334

Notes to Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

1. GENERAL INFORMATION

China Coal Energy Company Limited (the "Company") was established in the People's Republic of China (the "PRC") on 22 August 2006 as a joint stock Company with limited liability under the Company Law of the PRC as a result of a group restructuring of China National Coal Group Corporation ("China Coal Group" or the "Parent Company") in preparing for the listing of the Company's shares on The Main Board of The Stock Exchange of Hong Kong Limited (the "Restructuring"). China Coal Group is a subordinate enterprise of State-owned Assets Supervision and Administration Commission of the State Council established in China. The Company and its subsidiaries (collectively referred to as the "Group") are principally engaged in mining and processing of coal, sales of coal and chemical products, manufacture and sales of coal mining machinery and provision of finance services. The address of the Company's registered office is No. 1 Huangsidajie, Chaoyang District, Beijing, the PRC.

The H shares of the Company have been listed on the Main Board of The Stock Exchange of Hong Kong Limited since December 2006 while its A shares have been listed on the Shanghai Stock Exchange since February 2008.

This condensed consolidated financial information is presented in thousands of Renminbi ("RMB"), which is also the functional currency of the Company.

The interim condensed consolidated financial information has not been audited.

2. BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended 30 June 2026 has been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting* ("IAS 34"), as issued by the International Accounting Standards Board ("IASB") as well as the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited.

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.

On 1 October 2025, the Group acquired a 100% equity interest in Shanxi Zhongmei Pingshuo Clean Energy Co., Ltd. ("Pingshuo Clean Energy" "山西中煤平朔清潔能源有限責任公司") from China Coal Pingshuo Development Group Co., Ltd. ("Pingshuo Development" "中煤平朔發展集團有限公司"), a subsidiary of the Parent Company. As the Group and Pingshuo Clean Energy were under common control of China Coal Group before and after the transaction, the transaction is regarded as business combination under common control. The interim condensed consolidated financial information for the six months ended 30 June 2025 included the results and cash flows of Pingshuo Clean Energy from the beginning of the earliest period presented and has been restated accordingly.

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

3. CHANGE IN ACCOUNTING POLICIES

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

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

The nature and impact of amended IFRS Accounting Standards are described below:

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

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

3. CHANGE IN ACCOUNTING POLICIES (CONTINUED)

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

4. ESTIMATES

The preparation of the interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and income and expenses. Actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2025.

5. SEGMENT INFORMATION

5.1 General information

(a) Factors that management used to identify the Group's operating and reportable segments

The chief operating decision maker ("CODM") has been identified as the Executive management (經營層).

The Group's operating and reportable segments are entities or groups of entities that offer different products and services. The following reportable segments are presented in a manner consistent with the way in which information is reported internally to the Group's CODM for the purpose of resources allocation and performance assessment. These entities are managed according to the nature of products and services, production process and environment in which they operate.

Financial information of entities operating in more than one segment has been separately presented as discrete segment information for CODM's review.

5. SEGMENT INFORMATION (CONTINUED)

5.1 General information (continued)

(b) Operating and reportable segments

The Group's operating and reportable segments mainly include coal segment, chemical segment, coal mining equipment segment and finance segment.

- Coal – Production and sales of coal;
- Chemical – Production and sales of chemical products;
- Coal mining equipment – Manufacturing and sales of coal mining equipment; and
- Finance – Providing deposits-taking, loans, bills acceptance and discount and other financial services to entities within the Group and China Coal Group.

In addition, businesses relating to power generation, aluminium processing, equipment and spare parts trading, tendering services, railway transportation and other miscellaneous services which do not constitute a reportable segment standalone are combined and disclosed in the category of "Others" segment.

5.2 Information about operating and reportable segments' profit or loss, assets and liabilities

(a) Measurement of operating and reportable segments' profit or loss, assets and liabilities

The CODM evaluates performance on the basis of profit or loss before income tax expense. The Group accounts for inter-segment sales and transfers as if the sales or transfers were made to third parties, i.e. at current market prices. The amounts of segment information are denominated in RMB, which is consistent with the amounts in the reports used by the CODM.

Segment assets and liabilities are those operating assets and liabilities that are employed by a segment in its operating activities and that either are directly attributable to the segment or can be allocated to the segment on a reasonable basis. Segment assets and liabilities exclude deferred income tax assets, deferred income tax liabilities, taxes payable or tax advanced payment and assets and liabilities of head office.

5. SEGMENT INFORMATION (CONTINUED)

5.2 Information about operating and reportable segment profit or loss, assets and liabilities (continued)

(b) Operating and reportable segments' profit or loss, assets and liabilities

	For the six months ended 30 June 2026 (Unaudited) and as at 30 June 2026 (Unaudited)								
	Coal	Chemical	Coal mining equipment	Finance	Others	Total segment	Unallocated	Inter-segment elimination	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Segment revenue:									
Total revenue	57,945,903	10,430,981	3,960,416	925,483	4,880,789	78,143,572	–	(5,007,515)	73,136,057
Inter-segment revenue	(3,054,166)	(529,661)	(543,476)	(179,588)	(700,624)	(5,007,515)	–	5,007,515	–
Revenue from external customers	54,891,737	9,901,320	3,416,940	745,895	4,180,165	73,136,057	–	–	73,136,057
Segment results									
Profit/(loss) from operations	8,808,207	1,835,327	203,712	459,614	813,769	12,120,629	(245,602)	38,272	11,913,299
Profit/(loss) before income tax	8,877,626	2,482,332	265,140	459,259	925,004	13,009,361	(603,491)	20,996	12,426,866
Interest income	136,993	25,022	17,562	–	72,826	252,403	113,223	(314,386)	51,240
Interest expenses	(521,416)	(108,287)	(20,405)	–	(87,872)	(737,980)	(471,030)	278,807	(930,203)
Depreciation and amortisation	(3,588,100)	(1,513,412)	(175,513)	(1,576)	(364,053)	(5,642,654)	(8,728)	–	(5,651,382)
Share of profits of associates and joint ventures	470,644	729,851	65,946	–	136,418	1,402,859	–	–	1,402,859
Income tax expense	(2,028,354)	(450,214)	(113,843)	(116,701)	(151,373)	(2,860,485)	–	(4,687)	(2,865,172)
Other material non-monetary items									
Provision for impairment of property, plant and equipment	–	–	–	–	(20,676)	(20,676)	–	–	(20,676)
(Provision)/reversal of impairment of other assets	(2,141)	(9)	(37,580)	(58,913)	(41,010)	(139,653)	(400)	8,065	(131,988)
Additions to non-current assets	3,622,176	4,605,820	256,938	7,218	598,225	9,090,377	8,056	–	9,098,433
Segment assets and liabilities									
Total assets	213,801,969	56,838,767	19,557,011	113,252,307	37,638,453	441,088,507	7,244,308	(61,867,760)	386,465,055
Including: interests in associates and joint ventures	9,551,604	16,152,939	1,421,551	–	7,772,921	34,899,015	–	–	34,899,015
Total liabilities	106,556,260	26,769,097	9,157,547	99,745,673	15,168,858	257,397,435	51,325,013	(128,948,641)	179,773,807

5. SEGMENT INFORMATION (CONTINUED)

5.2 Information about operating and reportable segment profit or loss, assets and liabilities (continued)

(b) Operating and reportable segments' profit or loss, assets and liabilities (continued)

	For the six months ended 30 June 2025 (Unaudited) and as at 31 December 2025 (Audited) (Restated)								
	Coal *RMB'000*	Chemical *RMB'000*	Coal mining equipment *RMB'000*	Finance *RMB'000*	Others *RMB'000*	Total segment *RMB'000*	Unallocated *RMB'000*	Inter-segment elimination *RMB'000*	Total *RMB'000*
Segment revenue:									
Total revenue	60,567,537	9,360,022	4,766,846	1,168,437	4,580,468	80,443,310	–	(5,996,228)	74,447,082
Inter-segment revenue	(3,499,606)	(512,323)	(832,873)	(239,779)	(911,647)	(5,996,228)	–	5,996,228	–
Revenue from external customers	57,067,931	8,847,699	3,933,973	928,658	3,668,821	74,447,082	–	–	74,447,082
Segment results									
Profit/(loss) from operations	8,758,745	1,062,260	427,284	738,319	747,604	11,734,212	(204,026)	(124,135)	11,406,051
Profit/(loss) before income tax	8,598,581	1,519,677	468,461	737,861	1,004,112	12,328,692	(631,886)	(91,149)	11,605,657
Interest income	158,615	19,304	35,334	–	67,329	280,582	103,338	(324,775)	59,145
Interest expenses	(609,435)	(160,605)	(43,658)	–	(79,065)	(892,763)	(531,236)	357,760	(1,066,239)
Depreciation and amortisation	(3,457,871)	(1,505,257)	(170,259)	(1,594)	(316,499)	(5,451,480)	(7,692)	–	(5,459,172)
Share of profits of associates and joint ventures	303,781	598,901	48,855	–	281,903	1,233,440	–	–	1,233,440
Income tax expense	(1,962,836)	(177,179)	(98,375)	(195,254)	(90,179)	(2,523,823)	–	18,401	(2,505,422)
Other material non-monetary items									
Provision for impairment of property, plant and equipment	65	–	(708)	–	–	(643)	–	–	(643)
(Provision)/reversal of impairment of other assets	(1,266)	54	(25,550)	(32,393)	(1,892)	(61,047)	(2)	(15,406)	(76,455)
Additions to non-current assets	7,451,536	9,227,495	374,434	12,099	2,408,868	19,474,432	238,710	–	19,713,142
Segment assets and liabilities									
Total assets	177,326,175	63,659,107	17,434,867	105,325,816	31,608,796	395,354,761	6,499,300	(31,336,319)	370,517,742
Including: interests in associates and joint ventures	9,387,647	15,985,087	1,350,804	–	7,636,587	34,360,125	–	–	34,360,125
Total liabilities	70,283,151	21,821,968	8,923,951	92,137,293	15,021,376	208,187,739	48,516,720	(87,028,627)	169,675,832

5. SEGMENT INFORMATION (CONTINUED)

5.3 Geographical information

Information about the Group's revenue from external customers is presented based on the geographical location of the customers' operations. Information about the Group's non-current assets is presented based on the geographical location of the assets.

Analysis of revenue

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
		(Restated)
Domestic markets	**72,900,624**	74,191,855
Overseas markets	**235,433**	255,227
Total	**73,136,057**	74,447,082

Analysis of non-current assets

	30 June	31 December
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Domestic markets	**255,762,254**	249,898,186
Overseas markets	**37,463**	40,206
Total	**255,799,717**	249,938,392

Note:

The non-current assets above exclude financial instruments, deferred tax assets and finance lease receivables included in the long-term receivables.

5.4 Major customers

No revenue from transactions with a single external customer amounted to 10% or more of the Group's revenue for the six months ended 30 June 2026 and 2025.

6. REVENUE

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
		(Restated)
Goods and services	**72,253,591**	73,375,078
Rental income	**136,571**	143,346
Interest income	**745,895**	928,658
Total	**73,136,057**	74,447,082

(i) Disaggregation of revenue from contracts with customers:

	For the six months ended 30 June 2026 (unaudited)				
	Coal	Chemical Products	Mining machinery	Others	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
Sales of goods recognised					
Sales of coal	54,704,351	–	–	–	54,704,351
Sales of chemical products	–	9,832,209	–	–	9,832,209
Sales of mining machinery	–	–	3,074,021	–	3,074,021
Sales of electric power	–	–	–	2,897,479	2,897,479
Sales of aluminium products	–	–	–	744,375	744,375
Others	59,059	11,998	37,103	6,927	115,087
Subtotal	54,763,410	9,844,207	3,111,124	3,648,781	71,367,522
Provision of services recognised					
Agency services	594	–	–	180,112	180,706
Railway services	1,797	–	–	126,692	128,489
Others	35,278	27,316	296,860	217,420	576,874
Subtotal	37,669	27,316	296,860	524,224	886,069
Revenue from contracts with customers	54,801,079	9,871,523	3,407,984	4,173,005	72,253,591
Analysed by geographical markets					
Domestic markets	54,712,040	9,871,523	3,261,590	4,173,005	72,018,158
Overseas markets	89,039	–	146,394	–	235,433
Total	54,801,079	9,871,523	3,407,984	4,173,005	72,253,591

6. REVENUE (CONTINUED)

(i) Disaggregation of revenue from contracts with customers: (continued)

	For the six months ended 30 June 2025 (unaudited) (Restated)				
	Coal *RMB'000*	Chemical Products *RMB'000*	Mining machinery *RMB'000*	Others *RMB'000*	Total *RMB'000*
Sales of goods recognised					
Sales of coal	56,832,197	–	–	–	56,832,197
Sales of chemical products	–	8,773,562	–	–	8,773,562
Sales of mining machinery	–	–	3,751,443	–	3,751,443
Sales of electric power	–	–	–	2,539,438	2,539,438
Sales of aluminium products	–	–	–	556,648	556,648
Others	66,679	17,242	36,664	116,169	236,754
Subtotal	56,898,876	8,790,804	3,788,107	3,212,255	72,690,042
Provision of services recognised					
Agency services	3,619	–	85,696	143,321	232,636
Railway services	10,475	–	–	80,089	90,564
Others	49,975	37,263	44,072	230,526	361,836
Subtotal	64,069	37,263	129,768	453,936	685,036
Revenue from contracts with customers	56,962,945	8,828,067	3,917,875	3,666,191	73,375,078
Analysed by geographical markets					
Domestic markets	56,793,424	8,828,067	3,832,169	3,666,191	73,119,851
Overseas markets	169,521	–	85,706	–	255,227
Total	56,962,945	8,828,067	3,917,875	3,666,191	73,375,078

6. REVENUE (CONTINUED)

(i) Disaggregation of revenue from contracts with customers: (continued)

Set out below is the reconciliation of the revenue from contracts with customers with the amounts disclosed in the segment information.

	For the six months ended 30 June 2026 (unaudited)			
	Segment revenue	**Eliminations**	**Less: rental and interest income**	**Consolidated**
	RMB'000	***RMB'000***	***RMB'000***	***RMB'000***
Coal	**57,945,903**	**(3,054,166)**	**(90,658)**	**54,801,079**
Chemical products	**10,430,981**	**(529,661)**	**(29,797)**	**9,871,523**
Mining machinery	**3,960,416**	**(543,476)**	**(8,956)**	**3,407,984**
Finance	**925,483**	**(179,588)**	**(745,895)**	**–**
Others	**4,880,789**	**(700,624)**	**(7,160)**	**4,173,005**
Total	**78,143,572**	**(5,007,515)**	**(882,466)**	**72,253,591**

	For the six months ended 30 June 2025 (unaudited) (Restated)			
	Segment revenue	Eliminations	Less: rental and interest income	Consolidated
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Coal	60,567,537	(3,499,606)	(104,986)	56,962,945
Chemical products	9,360,022	(512,323)	(19,632)	8,828,067
Mining machinery	4,766,846	(832,873)	(16,098)	3,917,875
Finance	1,168,437	(239,779)	(928,658)	–
Others	4,580,468	(911,647)	(2,630)	3,666,191
Total	80,443,310	(5,996,228)	(1,072,004)	73,375,078

(ii) Performance obligations for contracts with customers

Sales of coal (revenue recognised at a point in time)

The Group sells coal directly to the customers and revenue is recognised when the customers obtain control of goods transferred. The shipping method of coal products includes both land and water transport. In terms of land transport revenue is recognised when the customers receive the coal. In terms of water transport, revenue is recognised when the coal is shipped out.

6. REVENUE (CONTINUED)

(ii) Performance obligations for contracts with customers (continued)

Sales of coal (revenue recognised at a point in time) (continued)

The considerations received from the customers before the delivery of goods are recognised as contract liabilities in the Group's interim condensed consolidated financial information. There is no significant financing component or right of return arrangement in sales contracts.

Sales of chemical products (revenue recognised at a point in time)

The Group sells chemical products directly to the customers, and revenue is recognised when the customers obtain control of goods transferred, i.e. when the customers receive the chemical products.

The considerations received from the customers before the delivery of goods are recognised as contract liabilities in the Group's condensed consolidated financial information. There is no significant financing component or right of return arrangement in sales contracts.

Sales of mining machinery (revenue recognised at a point in time)

The Group sells mining machinery to the customers directly. The payment terms of the contracts include stage payments. The Group recognises the revenue when the mining machinery is delivered to the customers. There is no significant financing component or right of return arrangement in the sales contract.

7. OTHER INCOME, GAINS AND LOSSES, NET

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
		(Restated)
Impairment losses of:		
– Property, plant and equipment, net	**(20,676)**	(643)
– Prepayments	**–**	50
Gain/(loss) on disposal of:		
– Property, plant and equipment	**5,423**	(5,012)
– Other non-current assets	**14,219**	–
Government grants	**89,851**	174,994
Tax surcharge on overdue payment	**(517,702)**	(27,335)
Gain on bargain purchase *(Note 31)*	**21,348**	–
Others	**9,033**	26,871
Total	**(398,504)**	168,925

8. IMPAIRMENT LOSSES UNDER EXPECTED CREDIT LOSS MODEL, NET OF REVERSAL

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited) (Restated)
Impairment loss (recognised)/reversed on:		
– Trade receivables	**(75,844)**	(16,971)
– Other receivables	**(653)**	(896)
– Contract assets	**(4,644)**	(11,008)
– Loans to the Parent Company and fellow subsidiaries	**(50,847)**	(49,371)
– Debt instruments at FVTOCI	**–**	1,741
Total	**(131,988)**	(76,505)

9. EXPENSES BY NATURE

Expenses included in cost of sales, selling expenses and general and administrative expenses are analysed as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited) (Restated)
Depreciation	**4,686,847**	4,475,405
Amortisation	**964,535**	983,767
Materials used and goods traded	**32,222,251**	33,896,908
Transportation costs and port expenses	**5,725,149**	6,118,365
Sales tax and surcharges	**3,425,922**	3,155,595
Auditors' remuneration	**1,200**	1,200
Repairs and maintenance	**897,007**	1,279,270
Lease expenses under recognition exemption	**55,922**	67,043
Employee benefits expenses (including directors' emoluments)	**6,742,731**	6,370,291
Provision for impairment of inventories	**7,881**	101,736
Other expenses	**5,962,821**	6,683,871
Total cost of sales, selling expenses and general and administrative expenses	**60,692,266**	63,133,451

Note:

The lease rentals mainly consist of expenses related to short-term leases for which the Group has applied the recognition exemption under IFRS 16 Leases.

10. FINANCE INCOME AND COSTS

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
		(Restated)
Finance income:		
– Interest income on bank deposits	**40,123**	47,361
– Interest income on loans receivable	**11,117**	11,784
Total finance income	**51,240**	59,145
Interest expenses:		
– Borrowings	**785,975**	791,234
– Long-term bonds	**132,638**	153,297
– Unwinding of discount	**144,862**	165,738
– Lease liabilities	**17,260**	17,435
Other incidental bank charges	**9,729**	10,035
Net foreign exchange losses	**600**	16,705
Subtotal	**1,091,064**	1,154,444
Less: Amounts capitalised on qualifying assets *(Note)*	**(150,532)**	(61,465)
Total finance costs	**940,532**	1,092,979
Finance costs, net	**(889,292)**	(1,033,834)

Note:

Capitalisation rates of finance costs capitalised on qualifying assets were as follows:

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
Capitalisation rates used to determine the amount of finance costs eligible for capitalisation	**2.28%-3.51%**	2.24%-4.15%

11. INCOME TAX EXPENSE

The Group is subject to income tax on an entity basis on the profits arising in or derived from the tax jurisdictions in which members of the Group are domiciled and operate.

Under the Law of the PRC on corporate income tax and the Implementation Regulation of the Corporate Income Tax Law (collectively, the "CIT Law"), the Company's PRC subsidiaries are generally subject to PRC corporate income tax at the statutory rate of 25% on their respective assessable profits, except for certain subsidiaries which are subject to tax at preferential tax rate of 15% or 20% according to the preferential policy of CIT law for the six-month periods ended 30 June 2026 and 2025. For Sunfield Resources Pty Ltd, a subsidiary registered in Australia, tax is calculated based on the statutory income tax rate of 30%. For China Japan Coal Ltd., a subsidiary registered in Japan, tax is calculated by 15.0% for the portion under JPY8,000,000 and 23.2% for the portion of JPY8,000,000 or above.

An analysis of the Group's provision for tax is as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Current income taxes:		
PRC entities	**3,294,049**	2,604,367
Elsewhere	**16**	246
Deferred taxes	**(428,893)**	(99,191)
Total income tax expenses for the period	**2,865,172**	2,505,422

12. DIVIDENDS

During the six months ended 30 June 2026, the Company declared a final dividend of RMB0.217 per share based on a number of 13,258,663,400 ordinary shares, amounting to a total of approximately RMB2,877,129,958 for the year ended 31 December 2025 (six month ended 30 June 2025 (Unaudited): RMB0.258 per share based on a number of 13,258,663,400 ordinary shares, amounting to a total of approximately RMB3,420,735,157 for the year ended 31 December 2024). The declaration of the aforementioned dividends was approved at the 2025 general annual meeting of the Company held on 26 June 2026.

According to the approval and authorisation from the Annual General Meeting for the year of 2025, on 21 August 2026, the board of directors approved the Company to implement the interim profit distribution plan for the first half of 2026 and declare an interim dividend of RMB0.184 (six months ended 30 June 2025: 0.166) per ordinary share, amounting to a total of approximately RMB2,444,790,300 (six months ended 30 June 2025: RMB2,197,579,500).

13. EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT

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

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
		(Restated)
Profit attributable to the equity holders of the Company (RMB'000)	**8,191,826**	7,326,537
Number of ordinary shares outstanding (in thousands)	**13,258,663**	13,258,663
Basic earnings per share (RMB per share)	**0.62**	0.55

There were no differences between the basic and diluted earnings per share amounts for the six-month periods ended 30 June 2026 and 2025 as the Group had no dilutive potential ordinary shares outstanding during those periods.

14. PROPERTY, PLANT AND EQUIPMENT

	30 June 2026	30 June 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Opening net book amount	**149,543,947**	140,613,121
Additions	**6,702,026**	6,718,590
Transfer to intangible assets	**(58,121)**	(47,460)
Transfer from investment properties	**350**	–
Acquisition of a subsidiary *(Note 31)*	**1,784,882**	–
Disposals	**(70,753)**	(94,281)
Depreciation charges	**(4,726,360)**	(4,461,917)
Impairment	**(20,676)**	(643)
Closing net book amount	**153,155,295**	142,727,410

Note:

As at 30 June 2026, certain bank borrowings are secured by the Group's property, plant and equipment with an aggregate carrying amount of RMB172,323,000 (31 December 2025: RMB181,919,000).

15. MINING RIGHTS

	30 June 2026 *RMB'000* **(Unaudited)**	30 June 2025 *RMB'000* (Unaudited)
Opening net book amount	**44,019,931**	45,792,554
Additions	**1,781,640**	–
Amortisation charges	**(727,821)**	(746,476)
Other changes *(Note)*	**(2,889,145)**	–
Closing net book amount	**42,184,605**	45,046,078

Note:

The Group reached settlements with the original owners of certain mining rights regarding the assumption of the additional price differential arising after the transfer of mining rights. The original owners agreed to refund the Group the additional price differential paid by the Group to the government transferor for those mining rights after the completion of the transfer transactions. Accordingly, the Group adjusted the cost of acquisition of the mining rights.

16. INTANGIBLE ASSETS

	30 June 2026 *RMB'000* **(Unaudited)**	30 June 2025 *RMB'000* (Unaudited)
Opening net book amount	**1,928,607**	1,862,194
Additions	**127,360**	125,685
Acquisition of a subsidiary *(Note 31)*	**125,210**	–
Transferred from property, plant and equipment	**58,121**	47,460
Disposal	**–**	(156)
Amortisation charges	**(101,704)**	(87,972)
Other changes	**(2,008)**	(1,183)
Closing net book amount	**2,135,586**	1,946,028

17. LAND USE RIGHTS

	30 June 2026 *RMB'000* **(Unaudited)**	30 June 2025 *RMB'000* (Unaudited)
Opening net book amount	**6,837,017**	6,999,562
Additions	**509**	1,150
Acquisition of a subsidiary *(Note 31)*	**13,898**	–
Amortisation charges	**(91,972)**	(84,132)
Other changes	**277**	–
Closing net book amount	**6,759,729**	6,916,580

18. OTHER NON-CURRENT ASSETS

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
Loans to the Parent Company and fellow subsidiaries *(Note (a))*	**13,288,505**	10,227,204
Prepayments for mining rights *(Note (b))*	**315,000**	315,000
Coal Production Quota assets *(Note (c))*	**207,296**	317,068
Prepayments for land use rights *(Note (b))*	**341,633**	346,368
Deductible value-added tax	**402,351**	409,269
Prepayments for construction in progress and equipment	**348,421**	260,031
Others	**916,803**	451,035
Total	**15,820,009**	12,325,975

Notes:

(a) The provision of loans to the Parent Company and fellow subsidiaries are financial services with the business scope of China Coal Finance Company Limited ("China Coal Finance"), a subsidiary of the Company, to China Coal Group under the Financial Services Framework Agreement. The loans are unsecured and repayable after 12 months from the end of reporting period with interest rates ranging from 1.70% to 2.85% (31 December 2025: ranging from 1.70% to 2.95%) per annum.

Included in the carrying amount of the loans to the Parent Company and fellow subsidiaries as at 30 June 2026 is an allowance for expected credit losses of RMB275,818,000 (31 December 2025: RMB210,051,000).

(b) As the relevant legal procedures related to mining rights licenses and land use rights are still in process, such payments are recorded as other non-current assets.

(c) The Group made payments to certain government-sponsored property rights trading institutions to acquire additional coal production quota. As at 30 June 2026, the Group would be able to transfer the assets to other coal mining companies upon receipt of final approval from National Development and Reform Commission.

19. INVENTORIES

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
Coal	**1,237,335**	1,388,501
Coal mining machinery and equipment	**2,977,029**	2,916,615
Chemical products	**543,763**	609,405
Auxiliary materials, spare parts and tools	**2,470,961**	2,080,483
Total	**7,229,088**	6,995,004

As at 30 June 2026, the allowance of impairment loss on inventories was RMB929,074,000 (31 December 2025: RMB932,563,000).

20. TRADE RECEIVABLES AND NOTES RECEIVABLES、DEBT INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME ("FVTOCI")

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Trade receivables *(Notes (a), (b), (c) and (d))*	**10,086,977**	7,251,488
Notes receivables *(Note (f))*	**51,540**	64,908
Total	**10,138,517**	7,316,396
Debt instruments at FVTOCI *(Notes (e) and (f))*	**1,022,508**	970,651

Notes:

(a) The following is an ageing analysis of trade receivables net of allowance for credit losses, as at the end of the reporting period, presented based on the invoice dates.

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Within six months	**6,630,318**	4,388,718
Six months to one year	**1,144,227**	949,346
One year to two years	**1,077,596**	1,113,857
two years to three years	**829,804**	475,078
Over three years	**1,198,239**	1,032,468
Trade receivables, gross	**10,880,184**	7,959,467
Less: Allowance for credit losses	**(793,207)**	(707,979)
Trade receivables, net	**10,086,977**	7,251,488

(b) The carrying amounts of trade receivables are denominated in the following currencies:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
RMB	**10,030,862**	7,246,333
United States Dollar ("USD")	**56,115**	5,155
Total	**10,086,977**	7,251,488

20. TRADE RECEIVABLES AND NOTES RECEIVABLES、DEBT INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (“FVTOCI”) (CONTINUED)

Notes: (continued)

(c) The carrying amounts of trade receivables approximate to their fair values.

(d) As at 30 June 2026, the Group’s trade receivable from sales of electric power amounting to RMB249,329,000 (31 December 2025: RMB217,479,000) and the corresponding contractual right on further sales of electric power was pledged to secure long-term bank loans amounting to RMB714,463,000 (31 December 2025: RMB822,106,000).

(e) Debt instruments at FVTOCI are notes receivable which are considered to be held within business model whose objective is achieved by both selling and collecting contractual cash flows. The notes receivable is principally bank accepted notes with maturity of less than one year (31 December 2025: less than one year).

As at 30 June 2026, the Group had no debt instruments at FVTOCI pledged to secure any bank loans. (31 December 2025: Nil).

(f) Transfers of financial assets

As at 30 June 2026, notes receivables endorsed but not matured amounted to RMB37,248,000 (31 December 2025: RMB53,392,000) were not derecognised as the Group has not transferred the significant risks and rewards relating to these notes receivable.

As at 30 June 2026, notes receivables endorsed or discounted but not matured under debt instruments at FVTOCI amounted to RMB479,713,000 (31 December 2025: RMB926,986,000) were derecognised. In accordance with the relevant laws in the PRC, the holders of these note receivables have a right of recourse against the Group if the issuing banks default on payment. The Group has transferred substantially all the risks and rewards of the ownership relating to these notes receivable and accordingly derecognised the full carrying amounts of the note receivables and associated trade payables. The maximum exposure to loss for the Group’s continuing involvement, if any, in the endorsed and discounted notes receivables will be their carrying amounts. The fair values of the Group’s continuing involvement in the derecognised notes receivables are not significant.

21. CONTRACT ASSETS

	30 June 2026	31 December 2025
	RMB’000	*RMB’000*
	(Unaudited)	(Audited)
Coal mining machinery and others	**2,977,844**	2,457,022

As at 30 June 2026, the allowance for expected credit loss on contract assets was RMB14,092,000 (31 December 2025: RMB19,838,000).

The contract assets primarily relate to the Group’s right to consideration for mining machinery delivered but not billed because the rights are conditional mainly on expiration of guarantee period as stipulated in the contracts. The contract assets are transferred to trade receivables when the rights become unconditional. The Group typically transfers the contract assets to trade receivables in 12 months.

22. PREPAYMENTS AND OTHER RECEIVABLES

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Advances to suppliers	**2,689,421**	2,300,016
Interest receivables	**17,608**	17,404
Dividends receivable	**330,391**	280,391
Loans to the Parent Company and fellow subsidiaries *(Note (a))*	**1,031,443**	2,148,639
Value-added tax related to contract assets	**364,145**	287,647
Deductible value-added tax and others	**1,139,644**	1,015,574
Other amounts due from related parties, gross *(Note (b))*	**1,168,890**	1,169,055
Other amounts due from third parties, gross	**1,593,177**	1,490,334
Less: Allowance for credit losses *(Note (c))*	**(306,567)**	(320,852)
Prepayments and other receivables, net	**8,028,152**	8,388,208

Notes:

(a) Loans to the Parent Company and fellow subsidiaries are unsecured and repayable within 12 months from the end of reporting period bearing interest at rates ranging from 2.05% to 2.55% (31 December 2025: ranging from 2.05% to 2.95%) per annum.

(b) Other amounts due from related parties are unsecured, interest-free and repayable on demand.

(c) The provision for impairment mainly relates to amounts due from third parties and related parties.

23. RESTRICTED BANK DEPOSITS

Restricted bank deposits mainly include the legal deposit reserve deposited with the People's Bank of China according to regulations and the transformation fund as required by the regulations, the deposits set aside for land rehabilitation, letter of credit deposits, bank acceptance bill deposits, letter of guarantee deposits, etc.

24. TRADE AND NOTES PAYABLES

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Trade payables *(Note)*	**27,249,917**	22,377,996
Notes payable	**2,517,304**	1,897,489
Total	**29,767,221**	24,275,485

24. TRADE AND NOTES PAYABLES (CONTINUED)

Note:

Aging analysis of trade payables based on date of delivery of goods and services received is as follows:

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
Less than 1 year	**23,945,541**	19,194,785
1 to 2 years	**1,614,169**	1,821,215
2 to 3 years	**683,823**	700,049
Over 3 years	**1,006,384**	661,947
Total	**27,249,917**	22,377,996

25. OTHER PAYABLES AND ACCRUALS

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
Payables for acquisition of subsidiaries	**443,757**	317,457
Dividends payable	**3,260,915**	1,170,891
Payables for site restoration and resident relocation	**99,615**	153,616
Water resource compensation payable	**110,677**	114,652
Salaries and staff welfare payable	**5,776,644**	5,849,763
Interest payable	**34,685**	34,375
Commission payable *(Note 27)*	**500**	500
Payables for acquisition of mining rights	**230,354**	223,891
Payables for the proceeds from the assignment of mining rights	**381,041**	1,762,390
Amount due to a non-controlling interest of a subsidiary	**18,800**	17,815
Contractors' deposits	**328,225**	422,857
Deposits from the Parent Company and fellow subsidiaries *(Note (a))*	**36,640,126**	39,340,301
Other amounts due to related parties *(Note (b))*	**408,484**	556,836
Other amounts due to third parties	**2,583,040**	2,486,493
Other tax payable	**1,771,271**	1,593,688
Total	**52,088,134**	54,045,525

Notes:

(a) The balance represents the deposits from the Parent Company and fellow subsidiaries and Guoyuan Times Coal Asset Management Co., Ltd. and its subsidiaries, the associate of the Parent Company, in the savings accounts at China Coal Finance. The deposits are unsecured and payable on demand or due within 12 months from the end of the reporting period, bearing interest at rates ranging from 0.10%-1.35% (31 December 2025: ranging from 0.1% to 1.35%) per annum.

(b) Other amounts due to related parties are unsecured, interest-free and payable on demand.

26. BORROWINGS

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
Short-term borrowings		
Bank loans and loans from other financial institutions		
– Secured *(Note (c))*	**20,754**	20,778
– Pledged loan *(Note (d))*	**26,161**	52,227
– Unsecured	**949,651**	972,600
Total	**996,566**	1,045,605
Long-term borrowings		
Bank loans and loans from other financial institutions		
– Pledged loan *(Note (e))*	**714,463**	822,106
– Unsecured	**64,529,699**	57,826,781
Subtotal	**65,244,162**	58,648,887
Loans from non-controlling interests' shareholders		
– Unsecured	**171,882**	172,135
Loans from the Parent Company		
– Unsecured	**401,286**	401,286
Total	**65,817,330**	59,222,308
Less: Amount due within one year shown under current liabilities	**(14,775,930)**	(21,246,852)
Non-current portion	**51,041,400**	37,975,456
Total short-term and long-term borrowings	**66,813,896**	60,267,913

26. BORROWINGS (CONTINUED)

Notes:

(a) The exposures of the Group's borrowings are as follows:

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
Fixed-rate borrowings	**234,655**	286,341
Variable-rate borrowings	**66,579,241**	59,981,572
	66,813,896	60,267,913

The ranges of effective interest rates (which are also equal to contracted interest rates) on the Group's borrowings are as follows:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Fixed-rate borrowings	**1.74% to 4.75%**	2.13% to 4.75%
Variable-rate borrowings	**1.85% to 4.05%**	1.85% to 4.05%

(b) As at 30 June 2026 and 31 December 2025, all borrowings were denominated in RMB.

(c) As at 30 June 2026, the Group's bank borrowings of RMB20,754,000 were secured by mortgage over machinery and equipment with a carrying value of RMB172,323,000 (original cost of RMB245,765,000).

(d) As at 30 June 2026, the Group's contractual rights on future receivables from providing a lease of coal machinery and the corresponding repair and maintenance services between the Group's subsidiaries were pledged to secure bank loans amounting to RMB26,161,000.

(e) As at 30 June 2026, the Group's trade receivable from sales of electric power amounted to RMB249,329,000 (31 December 2025: RMB217,479,000) and the corresponding contractual right on further sales of electric power was pledged to secure long-term bank loans amounted to RMB714,463,000 (31 December 2025: RMB822,106,000).

27. LONG-TERM BONDS

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
Bonds payable:		
– Medium-term notes	**3,514,185**	3,602,124
– Corporate bonds	**6,904,290**	6,892,167
Commission payable	**500**	500
Subtotal	**10,418,975**	10,494,791
Less: Current portion of bonds payable	**624,614**	3,199,649
Current portion of commission payable *(Note 25)*	**500**	500
Non-current portion	**9,793,861**	7,294,642

The bonds and notes are initially recognised at the amount of the total proceeds net of the commission paid or payable on the date of issuance. The accrued interests and the current portion of commission payable are recorded in other payables and accruals.

28. DEFERRED INCOME TAX

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when they are related to income taxes levied to the same taxable entity by the same taxation authority.

The movements in deferred income tax assets and liabilities during the period, without taking into account the offsetting of balances within the same tax jurisdiction, are as follows:

For the six months ended 30 June 2026 (Unaudited)

	Deferred tax assets *RMB'000*	**Deferred tax liabilities** *RMB'000*	**Total** *RMB'000*
Opening balance	**4,906,818**	**(6,017,871)**	**(1,111,053)**
Credited to profit or loss	**365,509**	**63,384**	**428,893**
Credited to other comprehensive income	**19,171**	**–**	**19,171**
Acquisition of a subsidiary *(Note 31)*	**19,966**	**(74)**	**19,892**
Closing balance (Unaudited)	**5,311,464**	**(5,954,561)**	**(643,097)**
Offset amount	**(1,652,505)**	**1,652,505**	
	3,658,959	**(4,302,056)**	

For the six months ended 30 June 2025 (Unaudited)

	Deferred tax assets *RMB'000*	Deferred tax liabilities *RMB'000*	Total *RMB'000*
Opening balance	4,899,448	(6,578,081)	(1,678,633)
Credited to profit or loss	3,899	95,292	99,191
Credited to other comprehensive income	512	29,792	30,304
Closing balance (Unaudited)	4,903,859	(6,452,997)	(1,549,138)
Offset amount	(2,028,993)	2,028,993	
	2,874,866	(4,424,004)	

29. PROVISION FOR CLOSEDOWN, RESTORATION AND ENVIRONMENTAL COSTS

	30 June 2026 *RMB'000* **(Unaudited)**	30 June 2025 *RMB'000* (Unaudited)
Opening balance	**6,258,779**	6,869,324
Interest charge on unwinding of discounts	**71,996**	68,572
Provisions	**48**	2,929
Acquisition of a subsidiary *(Note 31)*	**680**	–
Payments	**(88,691)**	(113,867)
Write-back of unused provisions	**(56,403)**	–
Closing balance	**6,186,409**	6,826,958
Less: current portion	**(43,931)**	(81,746)
Non-current portion	**6,142,478**	6,745,212

30. SHARE CAPITAL

	Number of shares ***(thousands)*** **(Unaudited)**	**Share capital** ***RMB'000*** **(Unaudited)**
At 30 June 2026:		
Domestic shares ("A shares") of RMB1.00 each		
– Held by China Coal Group	**7,615,522**	**7,615,522**
– Held by other shareholders	**1,536,478**	**1,536,478**
H shares of RMB1.00 each		
– Held by a wholly-owned subsidiary of China Coal Group	**132,351**	**132,351**
– Held by other shareholders	**3,974,312**	**3,974,312**
Total	**13,258,663**	**13,258,663**

30. SHARE CAPITAL (CONTINUED)

	Number of shares *(thousands)* (Audited)	Share capital *RMB'000* (Audited)
At 31 December 2025:		
Domestic shares ("A shares") of RMB1.00 each		
– Held by China Coal Group	7,615,522	7,615,522
– Held by other shareholders	1,536,478	1,536,478
H shares of RMB1.00 each		
– Held by a wholly-owned subsidiary of China Coal Group	132,351	132,351
– Held by other shareholders	3,974,312	3,974,312
Total	13,258,663	13,258,663

There is no movement in the Company's issued share capital during the six months ended 30 June 2026.

The A shares rank pari passu, in all material respects, with the H shares.

As at 30 June 2026 and 31 December 2025, China Coal Hong Kong Company Limited, a wholly-owned subsidiary of China Coal Group, held approximately 132,351,000 H Shares of the Company, representing approximately 1.00% of the Company's total share capital.

31. BUSINESS COMBINATION

Acquisition of Huasheng New Energy Limited

In March 2026, Shanghai Datun Energy Co., Ltd. ("Shanghai Energy" "上海大屯能源"), a subsidiary of the Company, entered into an agreement with Jiangsu Linyang New Energy Technology Co., Ltd. ("Linyang Energy") to acquire 100% equity interest in Huasheng New Energy ("Huasheng New Energy" "啟東市華爾晟新能源科技有限公司"). The acquisition was completed on April 30, 2026. The Group has acquired Huasheng New Energy to expand its renewable energy business. The purchase consideration for the acquisition was RMB421,000,000 in the form of cash. As of 30 June 2026, Shanghai Energy paid RMB294,700,000 and would pay the remaining RMB127,000,000 when the relevant conditions are fulfilled.

31. BUSINESS COMBINATION (CONTINUED)

Acquisition of Huasheng New Energy Limited (continued)

The fair values of the identifiable assets and liabilities of Huasheng New Energy as at the date of acquisition were as follows:

	RMB'000 **Fair value recognised on acquisition**
Property, plant and equipment	1,784,882
Intangible assets	125,210
Land use rights	13,898
Deferred tax assets	19,966
Other non-current assets	5,031
Trade receivables and notes receivable	26,362
Prepayments and other receivables	161,791
Cash and cash equivalents	221,970
Long-term borrowings	(180,000)
Provision	(680)
Other long-term liabilities	(772,143)
Trade and notes payable	(601,188)
Taxes payable	(217)
Short-term borrowings	(301,118)
Current portion of long-term borrowings	(61,342)
Deferred tax liabilities	(74)
	442,348
Gain on bargain purchase	(21,348)
Purchase consideration transferred	421,000
Analysis of cash flows on acquisition:	
Net cash acquired with the subsidiary	221,970
Cash paid	(294,700)
Net cash flow on acquisition	(72,730)

From the date of acquisition, Huasheng New Energy has contributed RMB35,772,000 of revenue and RMB8,445,000 to the profit before income tax of the Group. If the acquisition had taken place at the beginning of the year, revenue of the Group would have been RMB73,220,241,000 and the profit before income tax of the Group would have been RMB12,443,332,000.

Driven by its business development and strategic planning, the original shareholder Linyang Energy initiated this disposal to optimise its asset structure, unlock the value of existing assets and enhance working capital efficiency. The gain on bargain purchase reflects a strategic transaction price agreed upon by both parties following extensive commercial negotiations, taking into account Huasheng New Energy's current operational status, asset liquidity, and future uncertainties. This difference represents a reasonable discrepancy between the acquisition cost and the fair value of the Huasheng New Energy's identifiable net assets under the specific context of this transaction.

32. CASH GENERATED FROM OPERATING ACTIVITIES

Reconciliation of profit before income tax to cash generated from operations:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
		(Restated)
Profit before income tax	**12,426,866**	11,605,657
Adjustments for:		
Depreciation charges	**4,686,847**	4,475,405
Amortisations charges	**964,535**	983,767
Impairment losses under expected credit loss model, net of reversal	**131,988**	76,505
Provision for impairment of inventories	**7,881**	101,736
Provision for impairment of prepayment	**–**	(50)
Provision for impairment of property, plant and equipment	**20,676**	643
(Gain)/loss on disposal of property, plant and equipment, net	**(13,211)**	6,712
Share of profits of associates and joint ventures	**(1,402,859)**	(1,233,440)
Dividend income	**–**	(3,200)
Interest income on term deposits with initial terms of over three months and loans receivable	**(31,003)**	(35,323)
Interest expense	**1,078,294**	1,065,695
Operating cash flows before movements in working capital	**17,870,014**	17,044,107
Changes in working capital:		
(Increase)/decrease in inventories	**(227,921)**	541,399
Increase in trade receivables and debt instruments at FVTOCI	**(3,937,938)**	(692,186)
Increase in contract assets	**(525,466)**	(800,158)
Increase in prepayments and other receivables	**(422,215)**	(118,565)
Increase in restricted bank deposits	**(508,790)**	(274,305)
Increase/(decrease) in trade and notes payables	**3,171,463**	(2,220,596)
Decrease in accruals and other payables	**(2,669,596)**	(1,760,348)
Increase/(decrease) in contract liabilities	**472,466**	(1,133,927)
Cash generated from operations	**13,222,017**	10,585,421

33. COMMITMENTS

(a) Capital commitments

The Group had the following capital commitments, principally for construction and purchases of property, plant and equipment and mining rights at the end of the reporting period:

	30 June 2026	31 December 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Audited)
Property, plant and equipment	**8,911,273**	11,662,632
Mining rights	**235,000**	235,000
	9,146,273	11,897,632

(b) Investment commitments

According to the agreement entered into on 15 July 2006, Zhongtian Synergetic was established by the Company, China Petroleum & Chemical Corporation and the other two independent parties. In 2022, the Company transferred its equity interest in Zhongtian Synergetic to China Coal Northwest Energy Co., Ltd ("Northwest Energy"), a subsidiary of the Company, without any consideration. As at 30 June 2026, Northwest Energy, as a 38.75% shareholder, has invested RMB6,787 million in Zhongtian Synergetic and has committed to a further investment of RMB481 million by instalments in the future.

According to the agreement entered into in October 2014, Shaanxi Jingshen Railway Co., Ltd. ("Shaanxi Jingshen") was established by China Coal Shaanxi Yulin Energy and Chemical Co., Ltd. ("Shaanxi Yulin") (a subsidiary of the Company), Shaanxi Coal and Chemical Industry Group Co., Ltd., Shaanxi Yulin Coal Distribution Co., Ltd. and other 6 independent parties. As at 30 June 2026, as a 4% shareholder, Shaanxi Yulin invested RMB216 million in Shaanxi Jingshen and has committed to make an additional investment of RMB32 million in the future.

According to the agreement entered into in October 2025, Central Enterprise Strategic Emerging Industry Development Fund Co., Ltd. ("Zhanxin Fund") was established by the Company, China Guoxin Holdings Co., Ltd., Beijing Financial Street Capital Operation Group Co., Ltd. and nine other independent parties. As at 30 June 2026, as a 1.96% shareholder, the Company invested RMB200 million in Zhanxin Fund and has committed to make a further investment of RMB800 million by instalments in the future.

34. SIGNIFICANT RELATED PARTY TRANSACTIONS

Transactions and balances with the related parties

Set out below is a summary of significant related party transactions for the period ended 30 June 2026 and 2025

(a) *Transactions with the Parent Company, fellow subsidiaries, associates and joint ventures of the Group, primary shareholders with significant influence over subsidiaries and Guoyuan Times Coal Asset Management Co., Ltd, and its subsidiaries*

In addition to those disclosed elsewhere in the consolidated financial information, the following transactions were carried out with related parties:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Transactions with the Parent Company and fellow subsidiaries:		
Integrated Materials and Services Mutual Provision* ***(Note (i))*:**		
Purchase of production materials, machinery and equipment from the Parent Company and fellow subsidiaries	**2,106,838**	2,437,291
Charges for social and supporting services provided by the Parent Company and fellow subsidiaries	**58,430**	44,876
Sale of coal, production materials, machinery and equipment to the Parent Company and fellow subsidiaries	**2,799,023**	2,734,523
Agency fees for coal export and sales to the Parent Company	**131**	2,306
Mine Construction, Design and General Contracting Services* ***(Note (ii))*:**		
Charges for mine construction and design services provided by the Parent Company and fellow subsidiaries	**607,222**	1,033,239
Leasing:		
Property leasing service received from the Parent Company and fellow subsidiaries** *(Notes (iii))*	**52,838**	58,530
Property leasing service provided to the Parent Company and fellow subsidiaries** *(Notes (iii))*	**2,180**	2,173
Finance leasing services provided to the Parent Company and fellow subsidiaries** *(Notes (iv))*	**–**	13,506
Interest income related to other finance leasing services provided to the Parent Company and fellow subsidiaries	**4,190**	11,961

34. SIGNIFICANT RELATED PARTY TRANSACTIONS (CONTINUED)

Transactions and balances with the related parties (continued)

(a) Transactions with the Parent Company, fellow subsidiaries, associates and joint ventures of the Group, primary shareholders with significant influence over subsidiaries and Guoyuan Times Coal Asset Management Co., Ltd, and its subsidiaries (continued)

In addition to those disclosed elsewhere in the consolidated financial information, the following transactions were carried out with related parties: (continued)

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
		(Restated)
Coal Supplies* ***(Note (v))***		
Coal purchased from the subsidiaries of the Parent Company	**2,452,727**	6,142,641
Financial services* ***(Note (vi))***		
Loans provided to the Parent Company and fellow subsidiaries	**3,569,817**	3,424,482
Loans repayment received from the Parent Company and fellow subsidiaries	**1,560,008**	725,309
Deposits received from the Parent Company and fellow subsidiaries	**(2,653,883)**	(147,294)
Interest paid or payable to the Parent Company and fellow subsidiaries	**168,638**	142,615
Interest received or receivable from the Parent Company and fellow subsidiaries	**147,157**	132,693
Charges for providing financial services	**–**	430
Interest paid or payable arising from entrusted loans entrusted by the Parent Company	**4,863**	6,725
Fee paid for use of trademark ***(Note (vii))***	**RMB1**	RMB1
Transactions with associates of the Group:		
Sales and services provided		
Sales of machinery and equipment	**32,222**	81,381
Railway rental income	**68,727**	83,065
Sales of coal	**1,354,886**	1,332,480
Income from providing labour services	**2,974**	3,598
Sales of production material and ancillary services	**60,556**	48,944

34. SIGNIFICANT RELATED PARTY TRANSACTIONS (CONTINUED)

Transactions and balances with the related parties (continued)

(a) Transactions with the Parent Company, fellow subsidiaries, associates and joint ventures of the Group, primary shareholders with significant influence over subsidiaries and Guoyuan Times Coal Asset Management Co., Ltd, and its subsidiaries (continued)

In addition to those disclosed elsewhere in the consolidated financial information, the following transactions were carried out with related parties: (continued)

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Purchases of goods and services		
Purchases of coal	**1,281,957**	1,320,155
Purchases of materials and spare parts	**73,401**	111,515
Transportation services and port purchased	**665,289**	706,459
Receiving railway custody service	**227,885**	240,478
Purchase of machinery and equipment	**8,067**	–
Receipt of labor services	**3,206**	–
Financial services		
Interest income on provision of loans and entrusted loans	**12,984**	13,633

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Transactions with Guoyuan Times Coal Asset Management Co., Ltd, and its subsidiaries		
Income from providing production materials and auxiliary services	**9**	–
Customer deposits (decreased)/increased	**(96,613)**	317,223
Interest expenses on customer deposits	**10,559**	12,622
Transactions with the ultimate shareholder of a non – controlling shareholder of the Company's subsidiaries *(Note (viii))***		
Sales of coal	**368,070**	506,610
Purchase of coal	**598,804**	471,563

34. SIGNIFICANT RELATED PARTY TRANSACTIONS (CONTINUED)

Transactions and balances with the related parties (continued)

(a) Transactions with the Parent Company, fellow subsidiaries, associates and joint ventures of the Group, primary shareholders with significant influence over subsidiaries and Guoyuan Times Coal Asset Management Co., Ltd, and its subsidiaries (continued)

In addition to those disclosed elsewhere in the consolidated financial information, the following transactions were carried out with related parties: (continued)

	30 June 2026 *RMB'000* **(Unaudited)**	31 December 2025 *RMB'000* (Audited)
Commitments to the Parent Company and fellow subsidiaries:		
With the Parent Company and fellow subsidiaries		
– Purchases of services	**859,665**	972,754
– Purchases of goods	**20,839**	81,847
Total	**880,504**	1,054,601
Loan guarantees to associates and joint ventures of the Group:		
– Associates	**757,466**	820,786

Notes:

In the opinion of the directors, the above transactions were entered into by the Group in the normal course of its business.

* These transactions constitute connected transactions of the Company that are subject to the reporting, announcement and the independent shareholders' approval requirements under Chapter 14A of the Listing Rules.

** These related party transactions also constitute continuing connected transactions that are subject to the announcement, reporting and annual review requirements but are exempted from the independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

(i) The Company and China Coal Group entered into an Integrated Materials and Services Mutual Provision Framework Agreement on 5 September 2006, under which:

a. China Coal Group supply to the Company with (1) production materials and ancillary services and (2) social and support services and;

b. the Company supply to China Coal Group with (1) production materials including coal and ancillary services (2) sole and exclusive coal export-related services.

The agreement was renewed to extend the term to 31 December 2026.

34. SIGNIFICANT RELATED PARTY TRANSACTIONS (CONTINUED)

Transactions and balances with the related parties (continued)

(a) Transactions with the Parent Company, fellow subsidiaries, associates and joint ventures of the Group, primary shareholders with significant influence over subsidiaries and Guoyuan Times Coal Asset Management Co., Ltd, and its subsidiaries (continued)

Notes: (continued)

(ii) The Company and China Coal Group entered into a Mine Construction and Design Framework Agreement on 5 September 2006, followed with a contract renewal under the name of Mine Construction, Mine Design and General Contracting Service Framework Agreement upon its expiry date of 31 December 2008. Subsequently, the Company and China Coal Group extended the contract term and changed its name to Project Design, Construction and General Contracting Framework Agreement when the contract was due on 31 December 2011. The deal mainly included:

- China Coal Group provides the Company with project design, construction and general contracting service;
- China Coal Group undertakes projects which the Company subcontracts; and

For the engineering design, construction and general contracting, service providers and pricing would be determined through a public bidding process.

The agreement was renewed to extend the term to 31 December 2026.

(iii) The Company and China Coal Group entered into a Property Lease Framework Agreement on 5 September 2006, pursuant to which the Company leases China Coal Group certain buildings and properties in the PRC for general business and ancillary purposes. The annual lease payment is subject to review and adjustment every three years based on the market price. The Company and China Coal Group renewed the Property Leasing Framework Agreement in 2023, which is effective until 31 December 2026.

The transaction amount consists of cash payments for the principal and interest portion of the lease liability and the rentals subject to recognition exemption under IFRS 16 *Leases* which are recognised in profit or loss.

(iv) The Company and China Coal Group entered into a 2024 Finance Lease Cooperation Framework Agreement on 25 October 2023, effective until 31 December 2026 pursuant to which the Company agreed to provide finance leasing services including direct leasing services and sale and leaseback services to China Coal Group.

(v) The Company and China Coal Group entered into a Coal Supplies Framework Agreement on 5 September 2006, pursuant to which China Coal Group will sell all coal products produced from its retained mines exclusively to the Company, and has undertaken not to sell any such coal products to any third party. The agreement was renewed to extend the term to 31 December 2026.

(vi) China Coal Finance Co., Ltd. and China Coal Group entered into a Financial Services Framework Agreement on 25 October 2023, under which China Coal Finance Co., Ltd. provides financial services to China Coal Group within its business scope. This agreement was renewed to extend the term to 31 December 2026.

(vii) The Company and China Coal Group entered into a Trademark License Framework Agreement on 5 September 2006, under which the Company is authorised to use a portion of the registered trademarks of China Coal Group at the cost of RMB1. This agreement was effective for 10 years, and was renewed on 23 August 2016 to extend the term to 22 August 2026.

(viii) The Company and Shanxi Coking Coal Group Co., Limited ("Shanxi Coking Coal Group") entered into a Coal and Coal Related Products and Services Supply Agreement on 23 October 2014, under which the Group purchases the coal and coal related products and accepts services from Shanxi Coking Coal and its subsidiaries and Shanxi Coking Coal and its subsidiaries purchase the coal and coal-related products and accepts services from the Group. The agreement was renewed to extend the term to 31 December 2026.

Pursuant to the Coal and Coal Related Products and Services Supply Agreement, the prices will be based on the following pricing policy and order:

- as for the supply of coal, the price shall be in accordance with the relevant market price; and
- as for the infrastructural project and procurement of coal mining facilities, the price shall be arrived at by bidding process

34. SIGNIFICANT RELATED PARTY TRANSACTIONS (CONTINUED)

Transactions and balances with the related parties (continued)

(b) Transactions with other government-related entities in the PRC

The Company is ultimately controlled by the PRC government and the Group operates in an economic environment currently predominated by entities controlled, jointly controlled or significantly influenced by the PRC government (“government-related entities”).

Apart from transactions with China Coal Group, fellow subsidiaries, associates and joint ventures, and primary shareholders with significant influence over subsidiaries, the Group has extensive transactions with other government-related entities.

During the six months ended 30 June 2026 and 2025 majority of the following Group’s activities are conducted with other government-related entities:

- Sales of coal;
- Sales of machinery and equipment;
- Purchases of coal;
- Purchases of materials and spare parts;
- Purchases of transportation services; and
- Bank balances and borrowings

In addition to the above, transactions with other government-related entities also include but are not limited to the following:

- Lease of assets; and
- Retirement benefit plans.

These transactions are conducted in accordance with the contracts which the Group entered into based on market prices.

34. SIGNIFICANT RELATED PARTY TRANSACTIONS (CONTINUED)

Transactions and balances with the related parties (continued)

(c) Key management compensation:

Key management includes directors (executive and non-executive), supervisors and other key management personnel.

The compensation paid or payable to key management for employee services is shown below:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Key management compensation		
Salary allowances and other benefits		
– Directors and supervisors	**240**	1,722
– Other key management	**1,588**	896
Subtotal	**1,828**	2,618
Pension costs – defined contribution plans		
– Directors and supervisors	**–**	149
– Other key management	**186**	225
Subtotal	**186**	374
Total	**2,014**	2,992

35. EVENTS AFTER THE END OF THE REPORTING PERIOD

As of the date of this interim report, no subsequent events have occurred.

36. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

36.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk. The Group historically has no fixed policy to use derivatives for hedging purposes. The majority of the financial instruments held by the Group are for purposes other than trading.

The condensed consolidated financial information does 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 31 December 2025.

36.2 Fair value estimation

This note provides information about how the Group determines fair values of various financial assets and financial liabilities. Some of the Group's financial instruments are measured at fair value for financial reporting purposes.

(i) Fair value of the Group's financial assets and financial liabilities that are measured at fair value on a recurring basis

Some of the Group's financial assets are measured at fair value at the end of each reporting period. The following table gives information about how the fair value of these financial assets are determined (in particular, the valuation technique(s) and inputs used), as well as the level of the fair value hierarchy into which the fair value measurements are categorised (Level 1 to 3) based on the degree to which the inputs to the fair value measurements are observable.

36. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (CONTINUED)

36.2 Fair value estimation (continued)

(i) Fair value of the Group's financial assets and financial liabilities that are measured at fair value on a recurring basis (continued)

Financial assets	30 June 2026 *RMB'000* (Unaudited)	31 December 2025 *RMB'000* (Audited)	Fair value hierarchy	Valuation technique(s) and key input(s)
1) Listed equity Instruments at FVTOCI	**4,110**	5,173	Level 1	Quoted bid prices in an active market
2) Debt instruments at FVTOCI	**1,022,508**	970,651	Level 2	The discounted cash flow method using market average interest rate of note buyout-transfer transaction at the end of the reporting period as discount rate.
3) Unlisted equity instruments at FVTOCI	**2,257,661**	2,295,114	Level 3	Income or market approach, where more appropriate. Income approach – the discounted cash flow method was used to capture the present value of the expected future economic benefits to be derived from the ownership of this investee, based on an appropriate discount rate. Market approach – valuations are derived by reference to observable valuation measures for comparable companies, and adjusted for the differences between the investments and the referenced comparable.

36. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (CONTINUED)

36.2 Fair value estimation (continued)

(ii) Reconciliation of Level 3 fair value measurements of financial assets

Unlisted equity instruments at FVTOCI

	As at 30 June 2026	As at 30 June 2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Beginning of the year	**2,295,114**	2,409,332
Additions	**1,421**	–
Fair value change recognised in other comprehensive income	**(38,874)**	(170,433)
End of the year	**2,257,661**	2,238,899

Included in other comprehensive income is a loss of RMB38,874,000 (six months ended 30 June 2025: a loss of RMB170,433,000) relating to unlisted equity securities designated as at FVTOCI held at the end of the current reporting period and is reported as changes of "other reserves".

(iii) Fair value of financial assets and financial liabilities that are not measured at fair value on a recurring basis (but fair value disclosures are required)

Except as detailed in the following table, the Directors consider that the carrying amounts of financial assets and financial liabilities recognised in the condensed consolidated financial information approximate to their fair values.

	As at 30 June 2026		As at 31 December 2025	
	Carrying amount	**Fair value**	Carrying amount	Fair value
	RMB'000	***RMB'000***	*RMB'000*	*RMB'000*
	(Unaudited)	**(Unaudited)**	(Audited)	(Audited)
Long-term bonds (including amounts due within one year) (Level 1)	**10,418,975**	**10,984,027**	10,494,791	10,567,055

The fair value of long – term bonds was based on quoted market price.

37. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The unaudited interim condensed consolidated financial information was approved and authorised for issue by the board of directors on 21 August 2026.

Company Profile

Statutory Chinese Name of the Company	中國中煤能源股份有限公司
Abbreviated Statutory Chinese Name of the Company	中煤能源股份
Statutory English Name of the Company	China Coal Energy Company Limited
Abbreviated Statutory English Name of the Company	China Coal Energy
Legal Representative of the Company	Wang Shudong

INFORMATION ABOUT SECRETARY TO THE BOARD OF THE COMPANY

Name of Secretary to the Board	Jiang Qun
Contact Address of Secretary to the Board	Securities Affairs Department China Coal Energy Company Limited No. 1 Huangsidajie, Chaoyang District, Beijing, China
Contact Telephone Number of Secretary to the Board	(8610)-82236028
Fax Number of Secretary to the Board	(8610)-82256484
E-mail Address of Secretary to the Board	IRD@chinacoal.com

BASIC INFORMATION ABOUT THE COMPANY

Registered Address and Office Address of the Company	No. 1 Huangsidajie, Chaoyang District, Beijing, the PRC
Post Code	100120
Internet Website	http://www.chinacoalenergy.com
Email Address	IRD@chinacoal.com
Newspapers Designated for Information Disclosure	China Securities Journal, Shanghai Securities Journal, Securities Times, Securities Daily
Internet Website Designated by CSRC for Publication of Periodical Reports	http://www.sse.com.cn
Internet Website Designated by The Stock Exchange of Hong Kong Limited for Publication of Periodical Reports	www.hkexnews.hk
Location for Inspection of Periodical Reports of the Company	Securities Affairs Department China Coal Energy Company Limited No. 1 Huangsidajie, Chaoyang District, Beijing, China

BRIEF INFORMATION ABOUT SHARES OF THE COMPANY

Type of shares	Stock Exchange for listing of shares	Short name of stock	Stock code	Short name of stock before change
A Shares	The Shanghai Stock Exchange	China Coal Energy	601898	
H Shares	The Stock Exchange of Hong Kong Limited	China Coal Energy	01898	

Authorised Representatives of the Company	Wang Shudong, Jiang Qun
Company Secretary	Jiang Qun

ACCOUNTING FIRMS OF THE COMPANY

Domestic accounting firm of the Company	Ernst & Young Hua Ming LLP
Office address of the domestic accounting firm of the Company	Room 01-12, 17/F, Ernst & Young Tower, Oriental Plaza, No. 1 East Chang'an Avenue, Dongcheng District, Beijing, the PRC
International accounting firm of the Company	Ernst & Young *(Registered Public Interest Entity Auditors)*
Office address of the international accounting firm of the Company	27/F, One Taikoo Place, 979 King's Road, Quarry Bay, Hong Kong

LEGAL ADVISORS OF THE COMPANY

Legal advisor as to PRC law	Beijing Jiayuan Law Firm
Contact Address	R407 Ocean Plaza, 158 Fuxingmennei Avenue, Xicheng District, Beijing, China
Legal advisor as to Hong Kong law	DLA Piper Hong Kong
Contact Address	25th Floor, Three Exchange Square, 8 Connaught Place, Central, Hong Kong

SHARE REGISTRARS FOR DOMESTIC AND OVERSEAS LISTED SHARES

A Share Registrar	China Securities Depository and Clearing Corporation Limited Shanghai Branch
Contact Address	36/F, China Insurance Building, 166 Lujiazui East Avenue, Pudong New District, Shanghai, China
H Share Registrar	Computershare Hong Kong Investor Services Limited
Contact Address	Rooms 1712-1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong

Definitions

In this report, unless the context otherwise requires, the following expressions have the following meanings:

Company/China Coal Energy/ the Group/the Company	China Coal Energy Company Limited, unless otherwise indicated, also includes all of its subsidiaries
Board of the Company/Board	the board of directors of China Coal Energy Company Limited
Director(s)	the director(s) of the Company, including all the executive directors, non-executive directors and independent non-executive directors
China Coal Group	China National Coal Group Corporation, the controlling shareholder of the Company
Shanghai Energy	Shanghai Datun Energy Resources Co., LTD.
Pingshuo Group	China Coal Pingshuo Group Company Limited
China Coal Huajin	China Coal Huajin Energy Group Limited
Shaanxi Company	China Coal Shaanxi Energy & Chemical Group Company Limited
Zhangjiakou Coal Mining Machinery Company	China Coal Zhangjiakou Coal Mining Machinery Co., Ltd.
Ordos Energy Chemical Company	China Coal Ordos Energy Chemical Company Limited
Finance Company	China Coal Finance Co., Ltd.
Pingshuo Mine Area	a mining area located in Shanxi Province, mainly comprising Antaibao Open Pit Mine and its underground mine, Anjialing Open Pit Mine and its underground mine as well as East Open Pit Mine
Pingshuo Energy and Chemical Company	Shanxi China Coal Pingshuo Energy and Chemical Company Limited

Definitions

China Coal Yuanxing Company	Inner Mongolia China Coal Yuanxing Energy Chemical Co., Ltd.
East Open Pit Mine	East Open Pit Mine of China Coal Pingshuo Group
Dahaize Coal Mine	Dahaize Coal Mine Project of China Coal Shaanxi Yulin Energy & Chemical Company Limited
Wangjialing Coal Mine	Wangjialing Coal Mine Project of China Coal Huajin Energy Group Limited
Libi Coal Mine	Libi Coal Mine of China Coal Huajin Group Jincheng Energy Company Limited
Weizigou Coal Mine	Weizigou Coal Mine of China Coal Energy Xinjiang Hongxin Coal Industry Company Limited
Wushenqi 2×660MW integrated coal power project	China Coal Northwest Energy Chemical Company Limited Wushenqi Tuke Industrial Park 2×660MW pithead coal power project
Shaanxi Yulin's coal chemical phase II project with an annual output of 900,000 tonnes of polyolefin	China Coal Shaanxi Energy & Chemical Group Company Limited Coal Chemical Industry Phase II Project with an annual output of 900,000 tonnes of polyolefin
two combinations	combination of coal and coal power, combination of coal power and renewable energy
Liquid Sunlight	it is the synthesis of liquid solar fuel, which involves the production of hydrogen through water electrolysis powered by solar energy and other renewable energy sources, followed by the hydrogenation of carbon dioxide to produce green methanol
HKSE	the Stock Exchange of Hong Kong Limited
HKSE Website	www.hkexnews.hk

Definitions

SSE	the Shanghai Stock Exchange
SSE Website	www.sse.com.cn
Company Website	www.chinacoalenergy.com
Articles of Association	the articles of association passed at the inaugural meeting of the Company on 18 August 2006 and approved by the relevant state authorities, as amended and supplemented from time to time
A Share(s)	the ordinary share(s) issued to domestic investors in China with approval from CSRC, which are listed on the SSE and traded in RMB
H Share(s)	the overseas listed foreign share(s) of RMB1.00 each in the share capital of the Company, which are listed on the HKSE for subscription in Hong Kong dollars
Share(s)	the ordinary shares of the Company, including A Share(s) and H Share(s)
Shareholder(s)	the shareholder(s) of the Company, including holder(s) of A Shares and holder(s) of H Shares
Hong Kong Listing Rules	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
SSE Listing Rules	the Rules Governing the Listing of Stocks on the Shanghai Stock Exchange
RMB	RMB yuan

中国中煤能源股份有限公司
CHINA COAL ENERGY COMPANY LIMITED

Address : No. 1 Huangsidajie, Chaoyang District, Beijing, China
Post Code : 100120
Telephone : (010) 82236028
Fax : (010) 82256484
Website : www.chinacoalenergy.com