JIAXING GAS GROUP CO., LTD.*

嘉興市燃氣集團股份有限公司

(a joint stock company incorporated in the People's Republic of China with limited liability)

Stock code : 9908

2026 INTERIM REPORT

* *For identification purposes only*

CONTENTS

CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Sun Lianqing *(Chairman and chief executive officer)*
Mr. Xu Songqiang

Non-executive Directors

Mr. Yu Jianming
Mr. Zheng Huanli
Mr. Fu Songquan
Ms. Ruan Zeyun

Independent Non-executive Directors

Mr. Yu Youda
Mr. Cheng Hok Kai Frederick
Mr. Zhou Xinfa

SUPERVISORS

Ms. Liu Wen *(Chairwoman)*
Ms. Mu Nini
Ms. He Haiyan

AUDIT COMMITTEE

Mr. Cheng Hok Kai Frederick *(Chairman)*
Mr. Yu Youda
Mr. Zhou Xinfa

NOMINATION COMMITTEE

Mr. Sun Lianqing *(Chairman)*
Mr. Yu Youda
Mr. Zhou Xinfa
Ms. Ruan Zeyun
Mr. Cheng Hok Kai Frederick

REMUNERATION COMMITTEE

Mr. Yu Youda *(Chairman)*
Mr. Yu Jianming
Mr. Cheng Hok Kai Frederick

JOINT COMPANY SECRETARIES

Ms. Wang Shuiming
Ms. Pun Ka Ying (ACG, HKACG)

AUTHORIZED REPRESENTATIVES

Mr. Sun Lianqing
Ms. Pun Ka Ying

REGISTERED OFFICE AND HEADQUARTER IN THE PRC

5th Floor, Building 3
Hualong Plaza
Economic and Technological Development Zone
Jiaxing
Zhejiang Province
PRC

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room 1920, 19/F
Lee Garden One, 33 Hysan Avenue
Causeway Bay, Hong Kong

HONG KONG H SHARE REGISTRAR

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

AUDITOR

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

LEGAL ADVISORS

As to Hong Kong Law
Chiu & Partners
40/F, Jardine House
1 Connaught Place
Central
Hong Kong

As to PRC Law
Jia Yuan Law Offices
F408, Ocean Plaza
158 Fuxing Men Nei Street
Xicheng District
Beijing 100031
China

PRINCIPAL BANKERS

Bank of Communications Co., Ltd. (Jiaxing Branch)
No. 1086, Zhongshan East Road
Jiaxing
Zhejiang Province
PRC

Bank of Jiaxing Co., Ltd
No. 1001, Changsheng South Road
Jiaxing
Zhejiang Province
PRC

STOCK CODE

9908

COMPANY WEBSITE

http://www.jxrqgs.com/

"1H2025"	the six months ended 30 June 2025
"associate(s)"	has the meaning ascribed to it under the Listing Rules
"Audit Committee"	the audit committee of the Company
"Board" or "Board of Directors"	the board of directors of the Company
"CG Code"	the Corporate Governance Code as set out in Appendix C1 to the Listing Rules applicable for the Reporting Period
"City Development"	Jiaxing City Investment & Development Group Co., Ltd. (嘉興市城市投資發展集團有限公司), a state-owned enterprise established under the laws of the PRC on 21 December 2009 and solely owned by Zhejiang Jiaxing State-owned Capital Investment Management Company Limited* (浙江嘉興國有資本投資運營有限公司) and is indirectly owned as to 95.4827% by State-owned Assets Supervision and Administration Commission of Jiaxing Municipal People's Government* (嘉興市人民政府國有資產監督管理委員會) and as to 4.5173% by Zhejiang Caikai Group Co., Ltd.* (浙江省財開集團有限公司), a wholly-owned entity under Zhejiang Provincial Department of Finance* (浙江省財政廳)
"Company"	JiaXing Gas Group Co., Ltd.* (嘉興市燃氣集團股份有限公司), a joint stock limited liability company established under the laws of the PRC on 15 March 1998
"Directors"	the directors of the Company
"Domestic Share(s)"	ordinary share(s) in the share capital of the Company, with a nominal value of RMB1.00 each, which are subscribed for and paid up in Renminbi and are unlisted Shares which are currently not listed or traded on any stock exchange
"Group", "we", "our" or "us"	the Company and its subsidiaries
"H Share(s)"	overseas listed foreign share(s) in the share capital of the Company with a nominal value of RMB1.00 each, which are traded in Hong Kong dollars and listed on the Stock Exchange
"Hangjiaxin"	Zhejiang Hangjiaxin Clean Energy Company Limited* (浙江杭嘉鑫清潔能源有限公司), a limited liability company established under the laws of the PRC on 24 July 2017 and owned as to 51% by the Company and regarded as a joint venture of the Company under the applicable accounting standards and a subsidiary of the Company pursuant to the Listing Rules

"HK$"	Hong Kong dollars, the lawful currency of Hong Kong
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange, as amended or supplemented from time to time
"LNG"	liquefied natural gas
"LPG"	liquefied petroleum gas
"Model Code"	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules
"PRC" or "China"	the People's Republic of China, excluding for the purposes of this interim report, the Hong Kong Special Administrative Region of the PRC, the Macau Special Administrative Region of the PRC and Taiwan
"Prospectus"	the prospectus dated 30 June 2020 issued by the Company
"Qianyu"	Qianyu Group Company Limited* (乾宇集團有限公司), a limited liability company established under the laws of the PRC on 14 July 2009 and an associate of Mr. Fu Songquan (傅松權), the non-executive Director
"Reporting Period" or "Period"	the six months ended 30 June 2026
"RMB" or "Renminbi"	the lawful currency of the PRC
"SFO"	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended or supplemented from time to time
"Share(s)"	ordinary share(s) in the share capital of the Company, with a nominal value of RMB1.00 each, including both the Domestic Share(s) and the H Share(s)
"Shareholder(s)"	holder(s) of Shares from time to time
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"subsidiary"	has the meaning ascribed to it under the Listing Rules
"Substantial Shareholder(s)"	has the meaning ascribed to it under the Listing Rules
"Supervisor(s)"	the supervisor(s) of the Company

"Taiding"	Zhejiang Taiding Investment Company Limited* (浙江泰鼎投資有限公司), a limited liability company established under the laws of the PRC on 26 January 2011 and owned as to 65% by Mr. Sun Lianqing and 35% by Ms. Xu Lili, the spouse of Mr. Sun Lianqing
"Xingzhou Jiayuan"	Yancheng Xingzhou Jiayuan Real Estate Development Co., Ltd.* (鹽城星洲佳源房地產開發有限公司), a company established under the laws of the PRC on 19 November 2019
"Zhuji Yujia"	Zhuji Yujia New Energy Technology Company Limited* (諸暨宇嘉新能源科技有限公司), a limited liability company established under the laws of the PRC on 13 December 2018, a wholly-owned subsidiary of Qianyu and an associate of Mr. Fu Songquan (傅松權), the non-executive Director

In this interim report, if there is any inconsistency between the Chinese names of the entities or enterprises established in China and their English translations, the Chinese names shall prevail. English translation of company names in Chinese or another language are marked with "" and are provided for identification purposes only.*

MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY OVERVIEW

In the first half of 2026, the global energy landscape continued to evolve amidst geopolitical conflicts and the uneven pace of global economic recovery, both of which affected the supply, demand and pricing in the international natural gas market. Against this backdrop, China's natural gas market maintained generally stable, demonstrating strong resilience. China's apparent natural gas consumption in the first half of 2026 amounted to 206.85 billion m^3, representing a year-on-year decrease of 2.4%. On the supply side, the national energy security strategy continued to advance, with notable progress in "increasing reserves and production (增儲上產)". In the first half of the year, China's natural gas production reached 133.0 billion m^3, representing a year-on-year increase of approximately 1.6%. In terms of import, affected by multiple factors such as volatile international gas prices and adjustments in procurement strategies of domestic enterprises, natural gas imports in the first half of the year amounted to 57.38 million tonnes, representing a year-on-year decrease of 3.5%. Despite the contraction in import volume, the steady growth in domestic production has effectively safeguarded the overall supply of natural gas in the country.

In terms of policy environment, 2026 marks the inaugural year of China's "15th Five-Year Plan" period, at the national level, strong policy impetus has been injected into the high-quality development of the natural gas industry. At the 2026 Working Conference on Oil & Gas Infrastructure Planning, Construction and Pipeline Protection convened by the National Energy Administration, it was explicitly stated that investment and construction in oil and gas infrastructure would be further scaled up, and that major projects under the "15th Five-Year Plan" should be commenced and put into operation as soon as possible. The policy emphasises the need to strengthen planning coordination of inter-provincial and intra-provincial oil and gas pipeline networks, and improve the access and utilisation mechanisms for pipeline network facilities, with the aim of building a more comprehensive, efficient and interconnected "one national network (全國一張網)" for oil and gas. This will significantly enhance the allocation efficiency, transmission capacity and reserve scale of natural gas resources, providing critical support for the expansion of downstream markets.

During the Period, the Group's core market, Zhejiang Province, intensified its determination and efforts in driving the clean and low-carbon transition of its energy structure, creating unprecedented development opportunities to the regional natural gas industry. In May 2026, the Zhejiang Provincial Development and Reform Commission issued the "15th Five-Year Plan" Clean and Low-Carbon Transformation Plan for the Power and Heat Sectors (Draft for Public Comment) (《「十五五」電力熱力行業清潔低碳轉型方案(徵求意見稿)》) (hereinafter referred to as the "**Plan**"), which has become a key policy document guiding future market growth. The Plan explicitly set a target of achieving at least 28 GW of grid-connected gas-fired power installed capacity by 2030, representing an 85% increase compared with 2025. It also proposed the development of a diversified clean heating system, with significant efforts to develop biomass and natural gas cogeneration, and encouraged coal-fired heating to be prioritised for replacement by natural gas, biomass heating boilers or cogeneration units, while explicitly guiding a 5% substitution of coal-fired heating with clean energy sources such as natural gas during the "15th Five-Year Plan" period. The Plan emphasized the full utilisation of gas-fired power as a transitional pillar in clean electricity supply, and the accelerated construction of a number of peak-shaving gas-fired power projects with strong response capabilities, high conversion efficiency and low emissions. The Plan also proposed the coordinated use of multiple resources, including onshore pipeline gas, offshore gas field resources and imported LNG, to secure gas supply for power generation, which is expected to further consolidate and elevate Zhejiang Province's strategic position as a coastal LNG hub. Driven by the clear growth targets set out in the Plan, gas demand for power generation in Zhejiang Province is poised to increase substantially in the future, which will be conducive to the further development of the natural gas industry in Zhejiang Province.

RESULTS REVIEW

The Group, being the largest city gas operator in Jiaxing, a major prefecture-level city in Zhejiang Province, PRC, is mainly engaged in the sale of PNG (subject to concessions), LNG and LPG, as well as the provision of construction and installation services. As at the end of the Period, the Group provided gas supply services for approximately 531,000 residential users and 2,691 industrial and commercial users.

During the Period, the Group's total gas sales volume was 472 million m^3, representing an increase of 20.41% compared with 392 million m^3 in 1H2025. The growth in gas sales volume was primarily attributable to the recovery in industrial gas demand: driven by the macroeconomic recovery and regional industrial production, the Group effectively captured market growth through deepening relationships with key customers and improving service quality and efficiency. In addition, supply uncertainties and price volatility in the international natural gas market led to strong demand for spot LNG in the domestic market. Leveraging its flexible gas sourcing strategy and market analysis capabilities, the Group adjusted its LNG sales strategy in a timely manner, achieving both volume and price growth in LNG sales. The LNG trading business not only contributed materially to the growth in the Group's overall gas sales volume and revenue, but also effectively mitigated the profit pressure arising from the lag in transferring increased piped gas costs to customers during the first half of the year.

As at the end of the Period, the Group operated a natural gas pipeline network in its operating area, with a total length of 1,305.71 km (comprising 859.29 km of self-constructed pipeline network and 446.42 km of leased urban pipeline network, and excluding 10.50 km of urban pipeline network under construction, among which 22.50 km was self-constructed).

DEVELOPMENT STRATEGY AND OUTLOOK

Looking ahead, despite the continued complexity and uncertainty of the domestic and international economic environment, compounded by challenges such as volatility in natural gas source prices and intensifying market competition, the Group firmly believes that challenges and opportunities coexist, and that opportunities outweigh challenges. At the national level, the energy security strategy and the construction of the "one national network (全國一張網)" infrastructure provide certainty for the industry's development. At the regional level, Zhejiang Province's clear energy transition pathway and quantitative development targets indicate that the natural gas market in Zhejiang Province, particularly in the gas-for-power sector, will enter a development period of significant demand growth in the coming years. In light of the substantial growth opportunities presented by the market, the Group will adhere to a prudent yet proactive strategy, making every effort to capture incremental market opportunities, striving to build a diversified and resilient resource portfolio, continuously optimising its resource procurement strategy to effectively manage the risks of gas source price volatility, and ensuring the coordination and alignment of overall resources. At the same time, the Group will endeavour to advance the residential gas price pass-through mechanism. At present, some cities in Zhejiang Province have already initiated the residential gas price pass-through mechanism. The Group will strengthen communication with the relevant authorities and actively cooperate with local governments to seek the early establishment and improvement of a mechanism linking residential gas prices with upstream gas source prices, with a view to achieving reasonable cost pass-through, ensuring stable gas supply for residential use, and enhancing the Group's operating efficiency.

In conclusion, the Group has strong confidence in the long-term development of China's natural gas market, particularly the natural gas industry in Zhejiang Province. The Group will be guided by national strategies, oriented by market demand, and driven by innovative development, operating prudently and acting proactively, striving to achieve better results in this inaugural year of the "15th Five-Year Plan" period and to create greater value for its shareholders.

SEGMENTAL ANALYSIS

1. PNG Sales Business

The Group sells PNG to users, including residential users and industrial and commercial users, through the gas pipeline network. During the Reporting Period, the total revenue of the Group from the PNG sales business was RMB982.2 million, representing an increase of 20.09% compared with RMB817.9 million in 1H2025. The increase in revenue was mainly due to the improvement in the macroeconomic environment and regional industrial production, which drove a significant growth in our gas sales volume to industrial and commercial customers, as the Group effectively captured market increment by deepening relationships with key customers and enhancing service quality and efficiency.

During the Reporting Period, the total gas supply volume from the Group was 311.2 million m^3, representing an increase of 23.89% compared with 251.2 million m^3 in the same period in 2025. Such increase was mainly due to the increase in the total gas consumption during the Reporting Period as compared to 1H2025. During the Reporting Period, the residential gas consumption was 48.3 million m^3, accounting for 15.52% of the total gas consumption, and the industrial and commercial gas consumption was 262.9 million m^3, accounting for 84.48% of the total gas consumption. In 1H2025, the residential gas consumption was 44.5 million m^3, accounting for 17.71% of the total gas consumption, and the industrial and commercial gas consumption was 206.7 million m^3, accounting for 82.29% of the total gas consumption.

2. LNG Sales Business

The Group supplies LNG to industrial users in certain areas of Jiaxing, PRC by retail. During the Reporting Period, the total revenue of the Group from the LNG sales business was RMB554.6 million, representing an increase of 32.43% compared with RMB418.8 million in 1H2025. During the Reporting Period, the sales volume of LNG was 160,318,000 m^3, representing an increase of 14.01% compared with 140,623,000 m^3 in 1H2025. The increase in revenue was primarily due to the supply uncertainties and price fluctuations in the international natural gas market, which drove strong demand for spot LNG in the domestic market. Leveraging its flexible gas sourcing strategies and market assessment capabilities, the Group timely adjusted its LNG sales strategies, achieving both volume and price growth in LNG sales.

3. LPG Sales Business

The Group sells bottled LPG to residential users and industrial and commercial users by retail. During the Reporting Period, the total revenue of the Group from the LPG sales business was RMB38.1 million, representing a decrease of 1.04% compared with RMB38.5 million in 1H2025, mainly due to the progressive substitution of LPG with PNG in the retail market, leading to a decrease in revenue.

4. Natural Gas Pipeline Construction and Installation Business

The construction and installation business of the Group focuses on the construction and installation of end-user pipeline network and gas facilities as required by customers. During the Reporting Period, the revenue of the Group from the natural gas pipeline construction and installation business was RMB59.0 million, representing an increase of 13.68% compared with RMB51.9 million in 1H2025, mainly due to the increase in number of completed projects compared to 1H2025.

5. Vapour Sales Business

The Group produces vapour by boiling water with natural gas and supplies it through vapour pipelines. During the Reporting Period, the total revenue of the Group from the vapour sales business was RMB11.5 million, representing a decrease of 23.84% compared with RMB15.1 million in 1H2025, mainly due to the reduction in vapour sales volumes arising from the adjustment of the Company's business model, which led to a decrease in revenue.

FINANCIAL OVERVIEW

Revenue

For the Period, the revenue of the Group was RMB1,719.5 million, representing an increase of 17.65% compared with RMB1,461.5 million in 1H2025, mainly benefited from the increase in sales prices of LNG in the international market and the favourable supply-demand dynamics. The sales volume of LNG increased by 14.01% as compared with the same period last year, and its sales amount increased by RMB135.9 million as compared with 1H2025. The sales volume of PNG also benefited from market supply and demand factors, with sales volume increasing by approximately 23.85% as compared with 1H2025, driving the sales amount of PNG to increase by RMB164.4 million as compared with the same period last year.

Gross Profit

For the Period, the gross profit of the Group was RMB146.3 million, representing an increase of 23.88% compared with RMB118.1 million in 1H2025, mainly due to the significant increase in both sales volume and unit selling price of LNG compared with 1H2025. As a result, the overall gross profit increased compared with 1H2025.

Other Income and Gains

For the Period, the other income and gains of the Group were RMB14.6 million, representing an increase of 23.73% compared with RMB11.8 million in 1H2025. This was mainly due to an increase in government grants recognised during the Period of RMB6.8 million (a substantial portion of which were grants received for the renovation of gas pipeline networks and gas facilities and equipment) compared with 1H2025, partially offset by a decrease in interest income of RMB3.5 million compared with 1H2025 as a result of lower deposit interest rates.

Other Expenses

For the Period, the other expenses of the Group were RMB2.4 million, representing an increase of RMB2.3 million from RMB0.1 million in 1H2025. This was mainly due to a loss of RMB0.4 million arising from changes in fair value of held-for-trading financial assets, an increase of RMB1.1 million in loss on disposal of fixed assets compared with 1H2025, and an increase of RMB0.3 million in exchange losses resulting from exchange rate fluctuations compared with 1H2025.

Finance Costs

For the Period, the finance costs of the Group were RMB9.9 million, representing an increase of 20.31% compared with RMB7.7 million in 1H2025, mainly due to the higher borrowings for the renovation of gas pipeline networks and facilities, resulting in higher interest expenses compared with 1H2025.

Income Tax Expense

For the Period, the income tax expense of the Group increased from RMB20.3 million in 1H2025 to RMB22.8 million. The effective tax rate for the Period was 24.87%. This was mainly due to the increase in gross profit of the Group during the Period.

Profit Attributable to Owners of the Parent

Profit attributable to owners of the parent for the Period was RMB66.9 million, representing a decrease of 11.16% compared with RMB75.3 million in 1H2025, mainly due to the decrease of RMB14.4 million in the Group's share of profits of joint ventures. Such decrease was mainly due to the fact that Hangjiaxin failed to maintain a similar level of gross profit as that in the 1H2025 because international natural gas prices rose as a result of the geopolitical conflict. In light of the periodic supply tightness in the international and domestic LNG markets, the Group actively secured gas sources, resulting in increases in both sales volume and selling price of LNG, which partially offset the decline in gross profit caused by the inability to pass through the increase in pipeline gas purchase prices to customers in a timely manner under the pressure of gas prices. As a result, the Group recorded an increase in gross profit from its natural gas business compared with the same period last year.

Liquidity, Financial Position and Capital Structure

As at 30 June 2026, current assets of the Group amounted to RMB1,623.0 million (31 December 2025: RMB1,330.8 million), of which cash and cash equivalents amounted to RMB550.6 million (31 December 2025: RMB595.8 million).

As at 30 June 2026, the current ratio (current assets/current liabilities) of the Group was 1.35 (31 December 2025: 1.22) and the asset-liability ratio (total liabilities/total assets) was 64.09% (31 December 2025: 63.39%). As at 30 June 2026, the utilised bank loans were RMB761.0 million, all of which were denominated in RMB, with the annual interest rate of 0.55%-2.98%, of which RMB145.9 million was wholly repayable within one year or on demand and RMB615.1 million was wholly repayable in the second year, in the third to fifth year, or wholly repayable beyond five years. All the utilised bank loans were floating interest rate loans. As at 30 June 2026, the unutilised bank credit balance was RMB1,086.2 million. As at 30 June 2026, the Group also had lease liabilities of RMB160.6 million, of which RMB21.9 million was analyzed as current portion, and RMB138.7 million analyzed as non-current portion.

The gearing ratio of the Group was approximately 7.02% as at 30 June 2026 (as at 31 December 2025: approximately 8.35%). The ratio was calculated as net debt divided by equity attributable to owners of the parent plus net debt, and net debt represents bank borrowings and lease liabilities net of cash and cash equivalents.

Exchange Rate Fluctuation Risk

As the Group operates all its businesses in the PRC, most of its revenues and expenses are denominated in RMB. The Group's foreign exchange exposure was mainly due to LNG trade conducted in US dollars by Hangjiaxin, which affected the profit and loss attributable to the Group as a result of the impact of exchange rate fluctuations on Hangjiaxin's profits. Hangjiaxin has been reselling a certain percentage of purchase under a long-term LNG purchase and sales contract it entered into and under execution to reduce its price risks and exchange rate risks, thereby avoiding the adverse impact on the Group's business operations arising from factors such as international energy price fluctuations and exchange rate changes. The Group will closely monitor the interest rate and exchange rate in the market and take appropriate measures when necessary.

Contingent Liabilities

As at 30 June 2026, the Group had no contingent liabilities (31 December 2025: nil).

Financial Guarantee Obligations

As at 30 June 2026, the Group had no financial guarantee obligations (31 December 2025: nil).

Pledge of Assets

As at 30 June 2026, the Group did not have any pledged assets (31 December 2025: nil).

Material Acquisition and Disposal

During the Period, the Group did not make any material acquisition or disposal of subsidiaries, associates and joint ventures.

Human Resources and Employee Compensation

As at 30 June 2026, the Group had a total of 396 (30 June 2025: 397) employees in the PRC.

During the Period, the total employee costs of the Group were approximately RMB30.5 million (six months ended 30 June 2025: RMB30.1 million). The Group further strengthens the training of employees to enhance their professional level and overall quality, by providing targeted training courses to the management, managers at various positions, professional technicians and service employees, and by distributing relevant policies and regulations, industry information and knowledge documents to employees. The Group also provides employees with competitive remuneration packages which are determined with reference to their qualifications and performance to incentivise them for hard work and better customer service.

EVENTS AFTER THE PERIOD

There have been no significant events since the end of the Period and up to the date of this report.

MATERIAL LITIGATION

The Company was not involved in any material litigation or arbitration during the Period. The Directors are also not aware of any material litigation or claims that are pending or threatened against the Group during the Period and up to the date of this report.

DIRECTORS', SUPERVISORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITION IN SHARES, UNDERLYING SHARES AND DEBENTURES

As of 30 June 2026, so far as known to the Directors of the Company, the interests and short positions of the Directors, Supervisors and chief executives of the Company in the Shares, underlying shares or debentures of the Company or any of its associated corporation (within the meaning of Part XV of the SFO) (a) which are required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO; or (b) which are required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein; or (c) which are required to be notified to the Company and the Stock Exchange pursuant to the Model Code (including those they are taken or deemed to have under such provisions of the SFO) are as follows:

Long Positions in the Shares of the Company:

Name	Class of Shares	Capacity	Number of Shares (Note 1)	Approximate percentage of shareholding in the relevant class of Shares (Note 2)	Total approximate percentage of shareholding in the total share capital of the Company (Note 3)
Sun Lianqing	Domestic Shares	Interest in a controlled corporation	36,212,984 (L)	36.21%	26.27%
	H Shares	Beneficial owner	3,378,000 (L)	8.93%	2.45%
Xu Songqiang	Domestic Shares	Beneficial owner	3,208,447 (L)	3.21%	2.33%
	H Shares	Beneficial owner	75,000 (L)	0.20%	0.05%

Notes:

(1) The letter "L" denotes the long position in the Shares and underlying shares of the Company.

(2) The calculation is based on the total number of 100,000,000 Domestic Shares in issue or 37,844,500 H Shares in issue.

(3) The calculation is based on the total number of 137,844,500 Shares in issue.

Save as disclosed above, as at 30 June 2026, none of the Directors, Supervisors or chief executives of the Company had an interest and short position in the Shares, underlying shares or debentures of the Company or its associated corporations which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 30 June 2026, so far as is known to the Directors, the interests or short positions of the persons (other than the Directors, Supervisors or chief executives of the Company) in the Shares and underlying shares of the Company as recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO or which would fall to be disclosed to the Company and the Stock Exchange pursuant to Divisions 2 and 3 of Part XV of the SFO are as follows:

Long Positions in the Shares of the Company:

Name	Class of Shares	Capacity	Number of Shares (Note 1)	Approximate percentage of shareholding in the relevant class of Shares (Note 2)	Total approximate percentage of shareholding in the total share capital of the Company (Note 3)
Taiding	Domestic Shares	Beneficial owner	36,212,984 (L)	36.21%	26.27%
Xu Lili (徐麗麗) (Note 4)	Domestic Shares	Interest in a controlled corporation	36,212,984 (L)	36.21%	26.27%
City Development (Note 5)	Domestic Shares	Beneficial owner	32,757,502 (L)	32.76%	23.76%
Zhejiang Jiaxing State-owned Capital Investment Management Company Limited (浙江嘉興國有資本投資運營有限公司) (Note 5)	Domestic Shares	Interest in a controlled corporation	32,757,502 (L)	32.76%	23.76%
State-owned Assets Supervision and Administration Commission of Jiaxing Municipal People's Government (嘉興市人民政府國有資產監督管理委員會) (Note 5)	Domestic Shares	Interest in a controlled corporation	32,757,502 (L)	32.76%	23.76%
Zhuji Yujia (Note 6)	Domestic Shares	Beneficial owner	11,894,374 (L)	11.89%	8.63%
Qianyu (Note 6 & 7)	Domestic Shares	Interest in a controlled corporation	11,894,374 (L)	11.89%	8.63%
Tang Shiyao (湯仕堯) (Note 6)	Domestic Shares	Interest in a controlled corporation	11,894,374 (L)	11.89%	8.63%
Fu Fangying (傅芳英) (Note 7)	Domestic Shares	Interest in a controlled corporation	11,894,374 (L)	11.89%	8.63%

Name	Class of Shares	Capacity	Number of Shares (Note 1)	Approximate percentage of shareholding in the relevant class of Shares (Note 2)	Total approximate percentage of shareholding in the total share capital of the Company (Note 3)
Flat (Hong Kong) Co., Limited (福萊特（香港）有限公司) (Note 8)	H Shares	Beneficial owner	6,250,000 (L)	16.51%	4.53%
Flat Glass Group Co., Ltd. (福萊特玻璃集團股份有限公司) (Note 8)	H Shares	Interest in a controlled corporation	6,250,000 (L)	16.51%	4.53%
Hong Sung Timber Trading Co., Limited (香港泓盛木業貿易有限公司) (Note 9)	H Shares	Beneficial owner	6,082,000 (L)	16.07%	4.41%
Jiaxing Jinyuan Investment Co., Ltd.* (嘉興金源投資有限公司) (Note 9)	H Shares	Interest in a controlled corporation	6,082,000 (L)	16.07%	4.41%
Shen Xiaohong (沈小紅) (Note 9)	H Shares	Interest in a controlled corporation	6,082,000 (L)	16.07%	4.41%
Mingyuan Group Investment Limited (Note 10)	H Shares	Beneficial owner	5,300,000 (L)	14.00%	3.84%
Shum Tin Ching (沈天晴) (Note 10)	H Shares	Interest in a controlled corporation	5,300,000 (L)	14.00%	3.84%
Wang Xinmei (王新妹) (Note 11)	H Shares	Interest of spouse	5,300,000 (L)	14.00%	3.84%
Zhao Min (趙敏)	H Shares	Beneficial owner	3,599,500 (L)	9.51%	2.61%
Xu Lili (徐麗麗) (Note 4)	H Shares	Interest of spouse	3,378,000 (L)	8.93%	2.45%
Fashion Home International Trading Co., Limited (香港美時居國際貿易有限公司) (Note 12)	H Shares	Beneficial owner	2,748,000 (L)	7.26%	1.99%
ARTREE INTERNATIONAL LIMITED	H Shares	Interest in controlled corporation	2,748,000 (L)	7.26%	1.99%
Liu Zhenjiang (劉振江) (Note 12)	H Shares	Interest in a controlled corporation Beneficial owner	2,748,000 (L) 49,000 (L)	7.39%	2.03%
Dan Hongying (但紅英) (Note 13)	H Shares	Interest of spouse	2,797,000 (L)	7.39%	2.03%
Liu Song (柳松)	H Shares	Beneficial owner	2,495,500 (L)	6.59%	1.81%

Name	Class of Shares	Capacity	Number of Shares (Note 1)	Approximate percentage of shareholding in the relevant class of Shares (Note 2)	Total approximate percentage of shareholding in the total share capital of the Company (Note 3)
CHCC RTT Investment (HK) Limited (仁和智本風險交易策略投資(香港)有限公司) (Note 14)	H Shares	Beneficial owner	1,918,000 (L)	5.07%	1.39%
Zheng Yifang (鄭義芳) (Note 14)	H Shares	Interest in a controlled corporation	1,918,000 (L)	5.07%	1.39%

Notes:

(1) The letter "L" denotes the shareholder's long position in the Shares and underlying shares of the Company.

(2) The calculation is based on the total number of 100,000,000 Domestic Shares in issue or 37,844,500 H Shares in issue.

(3) The calculation is based on the total number of 137,844,500 Shares in issue.

(4) Ms. Xu Lili is interested in 35% of the equity interest in Taiding and is therefore deemed to be interested in the same number of Shares in which Taiding is interested under the SFO. She is also the spouse of Mr. Sun Lianqing, an executive Director.

(5) City Development was wholly-owned by Zhejiang Jiaxing State-owned Capital Investment Management Company Limited* (浙江嘉興國有資本投資運營有限公司), which was owned as to 95.4827% by State-owned Assets Supervision and Administration Commission of Jiaxing Municipal People's Government* (嘉興市人民政府國有資產監督管理委員會) and as to 4.5173% by Zhejiang Caikai Group Co., Ltd.* (浙江省財開集團有限公司), a wholly-owned entity under Zhejiang Provincial Department of Finance* (浙江省財政廳), respectively. Under the SFO, each of Zhejiang Jiaxing State-owned Capital Investment Management Company Limited* and Jiaxing State-owned Assets Supervision and Administration Commission is deemed to be interested in the same number of Shares in which City Development is interested. Mr. Yu Jianming, the non-executive Director, serves as the deputy secretary of the party committee of City Development. Mr. Zheng Huanli, the non-executive Director, serves as full-time vice chairman of the City Development Trade Union Federation.

(6) Zhuji Yujia is wholly-owned by Qianyu, which is 40%-owned by Mr. Tang Shiyao. Under the SFO, each of Mr. Tang Shiyao and Qianyu is deemed to be interested in the same number of Shares in which Zhuji Yujia is interested.

(7) Zhuji Yujia is wholly-owned by Qianyu, which is 60%-owned by Ms. Fu Fangying. Under the SFO, each of Ms. Fu Fangying and Qianyu is deemed to be interested in the same number of Shares in which Zhuji Yujia is interested.

(8) Flat (Hong Kong) Co., Limited (福萊特(香港)有限公司) is a wholly-owned subsidiary of Flat Glass Group Co., Ltd., the shares of which are listed on the Main Board of the Stock Exchange (Stock code: 6865) and the Shanghai Stock Exchange (Stock code: 601865). Under the SFO, Flat Glass Group Co., Ltd. is deemed to be interested in the same number of Shares in which Flat (Hong Kong) Co., Limited is interested. Ms. Ruan Zeyun, the non-executive Director, serves as the executive Director, the president and company secretary of Flat Glass Group Co., Ltd.

(9) Hong Sung Timber Trading Co., Limited (香港泓盛木業貿易有限公司) is a wholly-owned subsidiary of Jiaxing Jinyuan Investment Co., Ltd.* (嘉興金源投資有限公司), which is in turn owned as to 75% by Mr. Shen Xiaohong. Under the SFO, each of Jiaxing Jinyuan Investment Co., Ltd.* and Mr. Shen Xiaohong is deemed to be interested in the same number of Shares in which Hong Sung Timber Trading Co., Limited is interested.

(10) Mingyuan Group Investment Limited is wholly-owned by Mr. Shum Tin Ching. Under the SFO, Mr. Shum Tin Ching is deemed to be interested in the same number of Shares in which Mingyuan Group Investment Limited is interested.

(11) Ms. Wang Xinmei is the spouse of Mr. Shum Tin Ching. Under the SFO, Ms. Wang Xinmei is deemed to be interested in the same number of Shares in which Mr. Shum Tin Ching is interested.

(12) Fashion Home International Trading Co., Limited (香港美時居國際貿易有限公司) is wholly-owned by Mr. Liu Zhenjiang. Under the SFO, Mr. Liu Zhenjiang is deemed to be interested in the same number of Shares in which Fashion Home International Trading Co., Limited is interested.

(13) Ms. Dan Hongying (但紅英) is the spouse of Mr. Liu Zhenjiang (劉振江). Under the SFO, Ms. Dan Hongying is deemed to be interested in the same number of Shares in which Mr. Liu Zhenjiang is interested.

(14) CHCC RTT Investment (HK) Limited (仁和智本風險交易策略投資(香港)有限公司) is wholly-owned by Ms. Zheng Yifang (鄭義芳). Under the SFO, Ms. Zheng Yifang is deemed to be interested in the same number of Shares in which CHCC RTT Investment (HK) Limited is interested.

Save as disclosed above, as at 30 June 2026, the Directors are not aware of any other person (other than the Directors, Supervisors or chief executives of the Company) who had an interest or short position in the Shares and underlying shares of the Company as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO or which would fall to be disclosed to the Company and the Stock Exchange pursuant to Divisions 2 and 3 of Part XV of the SFO.

CORPORATE GOVERNANCE HIGHLIGHTS

The Company believes that maintaining high standards of corporate governance is the foundation for effective management and successful business growth. The Company is committed to developing and maintaining robust corporate governance practices to safeguard its shareholders' interests and enhance the Company's corporate value, accountability, and transparency.

The Company has adopted the principles and code provisions of the CG Code as set out in Part 2 of Appendix C1 of the Listing Rules as the basis of the Company's corporate governance practices. In the opinion of the Directors, the Company has complied with all the code provisions as set out in Part 2 of the CG Code during the Period, except for the deviation from code provisions C.2.1 and F.1.1.

Pursuant to code provision C.2.1 of the CG Code, the roles of chairman and chief executive officer should be separated and should not be performed by the same individual. The division of responsibilities between the chairman and chief executive officer should be clearly established and set out in writing. However, the roles of the chairman and the chief executive officer of the Company are not separated and are performed by the same individual, Mr. Sun Lianqing ("**Mr. Sun**"). Mr. Sun, who has been responsible for overall strategic planning and management of the Group since 1998. The Board meets regularly to consider major matters affecting the operations of the Group, as such, the Board considers that this structure will not impair the balance of power and authority between the Board and the management of the Group and believes that this structure will enable the Group to make and implement decisions promptly and efficiently. The Board will continue to review and consider splitting the roles of chairman of the Board and the chief executive officer of the Company at a time when it is appropriate by taking into account the circumstances of the Group as a whole.

Pursuant to code provision F.1.1 of the CG Code, the issuer should have a policy on payment of dividends. The Company has not adopted a formal dividend policy. As the Company is still in its development phase and the performance will continue to be impacted by relevant industries and economic outlook in the foreseeable future, the Board is of the opinion that it is not appropriate to adopt a dividend policy at this stage. There is no assurance that dividends of any amount will be declared or distributed in any year. The Board will review the Company's status periodically and consider adopting a dividend policy if and when appropriate.

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

For the Period, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities.

As at 30 June 2026, the Company had no treasury shares.

SIGNIFICANT INVESTMENTS

Among the investments in joint ventures and associates, the investment in joint venture in relation to Hangjiaxin constituted a significant investment of the Group, with the Company holding a 51% interest in the joint venture. As at 30 June 2026, the Group had paid approximately RMB357.0 million as capital contribution to Hangjiaxin and the carrying amount of the Group's investment was approximately RMB485.9 million (unaudited), representing approximately 13.20% (unaudited) of the Group's total assets. Hangjiaxin was established in 2017 for the construction and operation of a LNG storage and transportation station in Dushan Port, a coastal area, for the import and storage of LNG for diversification of the sources of natural gas of the Group and to meet the demand for natural gas in Jiaxing and neighbouring cities such as Shanghai, Hangzhou and Suzhou in the Yangtze River Delta. During the Reporting Period, Hangjiaxin commenced full operation, and the Group recorded an investment gain of approximately RMB0.4 million (unaudited) from its investment in Hangjiaxin and did not receive any dividend. The Board is of the view that Hangjiaxin will continue to be an important supplier of LNG to the Group and will continue to bring investment gain to the Group.

As at 30 June 2026, the Group held 50% equity interest in Xingzhou Jiayuan, and had paid approximately RMB44.6 million as capital contribution. The carrying amount of the Group's investment in Xingzhou Jiayuan as at 30 June 2026 was approximately RMB78.8 million (unaudited), representing approximate 2.14% (unaudited) of the Group's total assets. Xingzhou Jiayuan is principally engaged in property development, property management and carpark management. During the Reporting Period, the Group recorded an investment gain of approximately RMB40,000 (unaudited) from its investment in Xingzhou Jiayuan and did not receive any dividend. The Board is of the view that Xingzhou Jiayuan will continue to generate synergistic benefits between its property development operations and the Group's landscape construction business.

Save as disclosed, during the Reporting Period, the Group did not hold any other significant investment, and the Group does not have any future plans for material investments or capital assets as at the date of this report.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company adopted its own code of conduct (the "**Code of Conduct**") regarding dealings in the Company's securities by Directors and Supervisors on terms no less exacting than the Model Code.

Specific enquiry has been made of all the Directors and Supervisors, and all the Directors and Supervisors have confirmed that they have complied with the Model Code and the Code of Conduct throughout the Period.

The Code of Conduct also applies to employees who are likely to be in possession of unpublished price-sensitive information of the Company. No incident of non-compliance of the Code of Conduct by the employees was noted by the Company throughout the Period.

INTERIM DIVIDEND

As authorised by the Shareholders of the Company at the Company's annual general meeting ("**AGM**") on 5 June 2026, on 28 August 2026, the Board has approved the declaration and payment of an interim dividend of RMB0.12 (tax inclusive) per Share for the six months ended 30 June 2026 (the "**2026 Interim Dividend**") with an aggregate amount of approximately RMB16,541,340 (tax inclusive) to Shareholders whose names appear on the Company's register of members on Wednesday, 23 September 2026. The 2026 Interim Dividend is expected to be paid on Friday, 9 October 2026.

Dividends will be paid in Renminbi for holders of domestic shares of the Company, and dividends for H share shareholders ("**H Shareholders**") of the Company will be paid in Hong Kong dollars. The relevant exchange rate is HK$:RMB = 1:0.865306, (or RMB:HK$ = 1:1.155661) i.e. the average of the mid-point rates of Renminbi to Hong Kong dollars as announced by the People's Bank of China for the week prior to 28 August 2026 (i.e. the date of approval of declaration of dividends by the Board as authorised by the Shareholders at the AGM). The 2026 Interim Dividend of RMB0.12 (tax inclusive) per Share is therefore equal to HK$0.1387 (tax inclusive) per Share.

Under the requirements of the Law of the People's Republic of China on Enterprise Income Tax (《中華人民共和國企業所得稅法》) and the Regulations for the Implementation of the Law of the People's Republic of China on Enterprise Income Tax (《中華人民共和國企業所得稅法實施條例》) implemented in 2008, the Company has the obligation to withhold enterprise income tax at a rate of 10% when it will pay the 2026 Interim Dividend to its H Shareholders who are overseas non-resident enterprises (including HKSCC Nominees Limited, other institutional nominees or trustees, or other organisations or groups) listed on the H share register of members on Wednesday, 23 September 2026.

According to the requirement under Guo Shui Han [2011] No. 348 issued by the State Administration of Taxation (國家稅務總局國稅函[2011]348號規定) and the relevant laws and regulations, for individual H Shareholders who are Hong Kong or Macau residents and whose country of domicile is a country which has signed a tax treaty with the PRC stipulating a dividend tax rate of 10%, the Company will withhold the individual income tax at the rate of 10%. For individual H Shareholders whose country of domicile is a country which has signed a tax treaty with the PRC stipulating a dividend tax rate lower than 10%, the Company will withhold the individual income tax at a tax rate of 10% of dividend. For individual H Shareholders whose country of domicile is a country which has signed a tax treaty with the PRC stipulating a dividend tax rate higher than 10% but lower than 20%, the Company will withhold the individual income tax at the effective tax rate under the relevant tax treaty. For individual H Shareholders whose country of domicile is a country which has signed a tax treaty with the PRC stipulating a dividend tax rate higher than 20%, or a country which has not signed any tax treaties with the PRC, or under any other circumstances, the Company will withhold and pay individual income tax at the rate of 20%.

The Company will determine the country of domicile of the individual H Shareholders based on the registered address as recorded in the H share register of members of the Company on Wednesday, 23 September 2026. If the country of domicile of an individual H Shareholder is not the same as the registered address or if the individual H Shareholder would like to apply for a refund of the additional amount of tax finally withheld and paid, the individual H Shareholder shall notify and provide relevant supporting documents to the Company on or before Thursday, 17 September 2026. Upon examination of the supporting documents by the relevant tax authorities, the Company will follow the guidance given by the tax authorities to implement relevant tax withholding and payment provisions and arrangements. Individual H Shareholders may either personally or appoint a representative to attend to the procedures in accordance with the requirements under the tax treaties notice if they do not provide the relevant supporting documents to the Company within the time period stated above.

The Company assumes no responsibility and disclaims all liabilities whatsoever in relation to the tax status or tax treatment of the H Shareholders and for any claims arising from any delay in or inaccurate determination of the tax status or tax treatment of the H Shareholders or any disputes relating to the tax withholding and payment mechanism or arrangements.

Shareholders are recommended to consult their tax advisers regarding PRC, Hong Kong and other tax implications arising from their holding and disposal of H Shares.

CLOSURE OF REGISTER OF MEMBERS

For the purpose of determining the rights of H Shareholders to the 2026 Interim Dividend, the H share register of members of the Company will be closed, the details of which are set out below:

For determining the entitlements of H Shareholders to the 2026 Interim Dividend

Latest time to lodge transfer documents for registration	4:30 p.m. on Thursday, 17 September 2026
Closure of register of members (both days inclusive)	Friday, 18 September 2026 to Wednesday, 23 September 2026
Record date	Wednesday, 23 September 2026

During the above closure period, no transfer of H shares of the Company will be registered. To be eligible to qualify for the 2026 Interim Dividend, all transfer documents, accompanied by the relevant certificates, must be lodged with the Company's H share registrar, Tricor Investor Services Limited at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, for registration, by no later than the aforementioned latest times.

AUDIT COMMITTEE AND REVIEW OF INTERIM FINANCIAL STATEMENTS

The Audit Committee comprising three independent non-executive Directors was established with terms of reference in compliance with the CG Code.

The Audit Committee has reviewed together with the Company's management and external auditors, Messrs. Ernst & Young, the accounting principles and policies adopted by the Group and the unaudited interim results for the Period and was of the opinion that the preparation of such interim results complied with the applicable accounting standards and requirements and that adequate disclosures have been made and has no disagreement with the accounting treatment adopted.

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Independent review report
To the board of directors of JiaXing Gas Group Co., Ltd.
(Established in the People's Republic of China with limited liability)

INTRODUCTION

We have reviewed the interim condensed consolidated financial information set out on pages 21 to 51, which comprises the condensed consolidated statement of financial position of JiaXing Gas Group Co., Ltd. (the "Company") and its subsidiaries (the "Group") as at 30 June 2026 and the related condensed consolidated statements of profit or loss, 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 condensed consolidated 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 Standards Board (the "IASB"). The directors of the Company are responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with IAS 34. Our responsibility is to express a conclusion on this interim condensed consolidated 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 Hong Kong Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* as issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). A review of interim condensed consolidated 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 Hong Kong 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 condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34.

Certified Public Accountants
Hong Kong
28 August 2026

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

For the six months ended 30 June 2026

	Notes	2026 (Unaudited) RMB'000	2025 (Unaudited) RMB'000
Revenue	4	1,719,491	1,461,481
Cost of sales		(1,573,212)	(1,343,411)
Gross profit		146,279	118,070
Other income and gains	5	14,561	11,831
Selling and distribution costs		(12,645)	(12,299)
Administrative expenses		(41,324)	(37,054)
Impairment losses on financial and contract assets, net		(3,049)	12,546
Other expenses		(2,386)	(90)
Finance costs		(9,929)	(7,700)
Share of profits and losses of:			
Joint ventures		445	14,868
Associates		4,668	2,006
PROFIT BEFORE TAX	6	96,620	102,178
Income tax expense	7	(22,759)	(20,291)
PROFIT FOR THE PERIOD		73,861	81,887
Profit attributable to:			
Owners of the parent		66,875	75,284
Non-controlling interests		6,986	6,603
		73,861	81,887
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT			
Basic and diluted			
– For profit for the period (RMB)	9	0.49	0.55

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

For the six months ended 30 June 2026

	2026 (Unaudited) RMB'000	2025 (Unaudited) RMB'000
OTHER COMPREHENSIVE INCOME		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:		
Fair value reserve of financial assets at fair value through other comprehensive income:		
Initial recognition of bills receivable as settlement of trade receivables	**(56)**	(310)
Changes in fair value	**172**	156
Income tax effect	**(29)**	38
Exchange differences on translation of foreign operations	**(103)**	94
Net other comprehensive income that may be reclassified to profit or loss in subsequent periods	**(16)**	(22)
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX	**(16)**	(22)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**73,845**	81,865
Total comprehensive income attributable to:		
Owners of the parent	**66,875**	75,283
Non-controlling interests	**6,986**	6,582
	73,861	81,865

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2026

	Notes	30 June 2026 (Unaudited) RMB'000	31 December 2025 (Audited) RMB'000
NON-CURRENT ASSETS			
Property, plant and equipment	10	885,570	832,486
Investment properties		222,365	227,044
Right-of-use assets		139,894	134,936
Other intangible assets		4,386	4,459
Investments in joint ventures		485,905	485,460
Investments in associates		117,638	304,222
Financial assets at fair value through profit or loss		64,865	65,074
Deferred tax assets		136,502	136,386
Goodwill		42	42
Other non-current assets	11	1,639	1,071
Total non-current assets		2,058,806	2,191,180
CURRENT ASSETS			
Inventories		101,756	118,682
Trade and bills receivables	12	184,038	223,692
Debt investments at fair value through other comprehensive income		19,313	15,559
Contract assets		2,930	2,990
Prepayments, other receivables and other assets	11	471,408	235,114
Financial assets at fair value through profit or loss		2,020	2,465
Term deposits and pledged deposits		271,197	90,809
Debt investments at amortised cost		19,782	45,700
Cash and cash equivalents		550,563	595,778
Total current assets		1,623,007	1,330,789

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2026

	Notes	30 June 2026 (Unaudited) RMB'000	31 December 2025 (Audited) RMB'000
CURRENT LIABILITIES			
Trade and bills payables	13	840,246	849,007
Other payables and accruals		57,924	58,495
Contract liabilities		110,045	110,601
Deferred income		16,154	12,857
Interest-bearing bank borrowings	14	145,880	29,380
Lease liabilities		21,867	20,639
Tax payable		11,545	5,686
Total current liabilities		1,203,661	1,086,665
NET CURRENT ASSETS		419,346	244,124
TOTAL ASSETS LESS CURRENT LIABILITIES		2,478,152	2,435,304
NON-CURRENT LIABILITIES			
Contract liabilities		295,159	303,858
Deferred income		78,079	68,571
Interest-bearing bank borrowings	14	615,120	615,260
Lease liabilities		138,759	133,020
Deferred tax liabilities		28,596	25,200
Total non-current liabilities		1,155,713	1,145,909
Net assets		1,322,439	1,289,395
EQUITY			
Equity attributable to owners of the parent			
Share capital	15	137,845	137,845
Reserves		1,121,343	1,088,945
		1,259,188	1,226,790
Non-controlling interests		63,251	62,605
TOTAL EQUITY		1,322,439	1,289,395

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

	Attributable to owners of the parent									
	Share capital RMB'000	Capital reserve RMB'000	Statutory surplus reserve RMB'000	Special reserve-safety fund RMB'000	Fair value reserve of financial assets at fair value through other comprehensive income RMB'000	Exchange fluctuation reserve RMB'000	Retained profits RMB'000	Total RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
At 1 January 2025 (audited)	137,845	271,226	99,212	19,430	(126)	235	602,880	1,130,702	54,891	1,185,593
Profit for the period	–	–	–	–	–	–	75,284	75,284	6,603	81,887
Other comprehensive income for the period:										
Exchange differences on translation of foreign operations	–	–	–	–	–	94	–	94	–	94
Fair value reserve of financial assets at fair value through other comprehensive income, net of tax	–	–	–	–	(95)	–	–	(95)	(21)	(116)
Total comprehensive income for the period	–	–	–	–	(95)	94	75,284	75,283	6,582	81,865
Final 2024 dividend declared and paid	–	–	–	–	–	–	(34,461)	(34,461)	–	(34,461)
Distribution of dividends or profit to non-controlling interests by subsidiaries	–	–	–	–	–	–	–	–	(5,390)	(5,390)
Special reserve – safety fund	–	–	–	1,887	–	–	(1,887)	–	–	–
At 30 June 2025 (unaudited)	137,845	271,226*	99,212*	21,317*	(221)*	329*	641,816*	1,171,524	56,083	1,227,607

* These reserve accounts comprise the consolidated reserves of RMB1,120,736,000 in the interim condensed consolidated statement of financial position.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

	Attributable to owners of the parent									
	Share capital RMB'000	Capital reserve RMB'000	Statutory surplus reserve RMB'000	Special reserve-safety fund RMB'000	Fair value reserve of financial assets at fair value through other comprehensive income RMB'000	Exchange fluctuation reserve RMB'000	Retained profits RMB'000	Total RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
At 1 January 2026 (audited)	137,845	271,226	112,366	23,183	(129)	722	681,577	1,226,790	62,605	1,289,395
Profit for the period	-	-	-	-	-	-	66,875	66,875	6,986	73,861
Other comprehensive income for the period:										
Exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	-	-
Fair value reserve of financial assets at fair value through other comprehensive income, net of tax	-	-	-	-	87	(103)	-	(16)	-	(16)
Total comprehensive income for the period	-	-	-	-	87	(103)	66,875	66,859	6,986	73,845
Capital injection by non-controlling shareholders	-	-	-	-	-	-	-	-	100	100
Final 2025 dividend declared and paid	-	-	-	-	-	-	(34,461)	(34,461)	-	(34,461)
Distribution of dividends or profit to non-controlling interests by subsidiaries	-	-	-	-	-	-	-	-	(6,440)	(6,440)
Special reserve – safety fund	-	-	-	2,369	-	-	(2,369)	-	-	-
At 30 June 2026 (unaudited)	137,845	271,226*	112,366*	25,552*	(42)*	619*	711,622*	1,259,188	63,251	1,322,439

* These reserve accounts comprise the consolidated reserves of RMB1,121,343,000 in the interim condensed consolidated statement of financial position.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	Notes	**2026 (Unaudited) RMB'000**	2025 (Unaudited) RMB'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		**96,620**	102,178
Adjustments for:			
Share of profits and losses of associates		**(4,668)**	(2,006)
Share of profits and losses of joint ventures		**(445)**	(14,868)
Finance costs		**9,929**	7,700
Depreciation of property, plant and equipment	10	**40,402**	34,162
Depreciation of right-of-use assets	6	**8,643**	7,690
Depreciation of investment properties		**4,679**	5,483
Amortisation of other intangible assets		**782**	921
Revenue recognised on deferred income		**(10,275)**	–
Impairment of financial and contract assets	6	**3,049**	(12,546)
Fair value loss on financial assets at fair value through profit or loss	6	**445**	355
Loss/(gain) on disposal of items of property, plant and equipment	6	**1,145**	(52)
Interest income		**(2,934)**	(6,451)
		147,372	122,566
Decrease in trade and bills receivables		**37,675**	173,345
Debt investments at fair value through other comprehensive income		**(3,754)**	–
Decrease in contract assets		**60**	3,494
(Increase)/decrease in pledged time deposits		**(180,388)**	40,042
Increase in deferred income		**23,080**	–
Decrease/(increase) in prepayments, other receivables and other assets		**5,845**	(14,413)
Decrease in inventories		**16,926**	28,102
Decrease in trade and bills payables		**(8,761)**	(85,339)
Increase/(decrease) in other payables and accruals		**3,256**	(65,884)
Decrease in contract liabilities		**(9,255)**	(9,584)
Cash used in operations		**32,056**	192,329
Interest paid/(received)		**(12,994)**	6,451
Tax paid		**(13,485)**	(12,847)
NET CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES		**5,577**	185,933

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	2026 (Unaudited) RMB'000	2025 (Unaudited) RMB'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of items of property, plant, and equipment	(95,860)	(138,444)
Additions to other intangible assets	(709)	(784)
Investment in associates	(41,830)	(89,000)
Purchase of financial instruments reported at amortised cost	–	(47,000)
Purchase of financial assets at fair value through profit or loss	–	(1,000)
Principle received from financial assets at fair value through profit or loss	209	–
Proceeds from disposal of fixed assets	5,843	4,886
Principle received from debt investment at amortised cost	31,000	–
NET CASH FLOWS USED IN INVESTING ACTIVITIES	(101,347)	(271,342)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(34,461)	(34,461)
Dividends paid to non-controlling shareholders	(6,440)	(5,390)
Interest paid	(10,748)	(7,235)
New bank loans	132,800	451,000
Repayment of interest-bearing bank borrowings	(16,440)	(200,220)
Payment of lease liabilities	(10,383)	(10,354)
Capital injection by non-controlling shareholders	100	–
NET CASH FLOWS FROM FINANCING ACTIVITIES	54,428	193,340
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(91,342)	107,931
Cash and cash equivalents at beginning of period	595,778	297,374
Effect of exchange rate changes, net	(3,873)	(500)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	500,563	404,805
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances as stated in the interim condensed consolidated statement of financial position	821,760	454,994
Term deposits and pledged deposits	(321,197)	(50,189)
CASH AND CASH EQUIVALENTS AS STATED IN THE INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	500,563	404,805

1. CORPORATE INFORMATION

JiaXing Gas Group Co., Ltd. (the "Company") is a joint stock company with limited liability established in the People's Republic of China ("PRC"). The registered office of the Company is located at 5th Floor, Building 3, Hualong Plaza, Economic and Technological Development Zone, Jiaxing, PRC.

The principal business activities of the Group during the period included (i) the sale of gas, mainly piped natural gas ("PNG") (under the concessions), liquefied natural gas ("LNG") and liquefied petroleum gas ("LPG") in Jiaxing; (ii) the provision of construction and installation services; and (iii) other activities, including the provision of natural gas transportation services, the sale of vapour and construction materials, and the leasing of properties in Chinese mainland.

On 16 July 2023, the concert parties, Taiding, Zhuji Yujia New Energy Technology Company Limited ("Zhuji Yujia"), Mr. Xu Songqiang (徐松強) and Ms. Xu Hua (徐華), entered into concert party agreements with respect to their interests in the Company. Pursuant to the concert party agreements, Zhuji Yujia, Mr. Xu Songqiang and Ms. Xu Hua agreed to delegate their voting rights at general meetings of the Company to Taiding from 16 July 2023 to 15 July 2026. Concert parties have interests in each other's interests. On 23 December 2025, the concert parties entered into an agreement for termination of the concert party agreement with effect from the date thereof (the "termination agreement"), upon which the concert party agreement shall be of no further force or effect and all of the respective rights and obligations of the concert parties thereunder the concert party agreement shall cease and determine. Accordingly, with effect from the date of the termination agreement, Taiding is no longer entitled to exercise the voting rights of Zhuji Yujia, Mr. Xu Songqiang and Ms. Xu Hua in respect of resolutions to be proposed at general meetings of the Company. As of 30 June 2026, there was no concert parties anymore, whilst a director, Mr Sun Lianqing, directly held approximately 2.45% equity interest and indirectly held 26.27% equity interest in the Company. Accordingly, there was no controlling shareholder for the Company under IFRS Accounting Standards.

The shares of the Company have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") since 16 July 2020.

2. BASIS OF PREPARATION AND CHANGES IN THE GROUP'S ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended 30 June 2026 has been prepared in accordance with IAS 34 *Interim Financial Reporting*. The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025.

2. BASIS OF PREPARATION AND CHANGES IN THE GROUP'S ACCOUNTING POLICIES (continued)

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of the 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 Nature-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 the 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.

(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.

3. OPERATING SEGMENT INFORMATION

The Group has only one reportable operating segment which engages in (i) the sale of gas, mainly PNG (under the concessions), LNG and LPG in Jiaxing, the PRC; (ii) the provision of construction and installation services; and (iii) other activities, including the provision of natural gas transportation services, commission services and labour services, the sale of vapour, electricity, other gas and construction materials, and the leasing of properties. Since this is the only reportable operating segment of the Group, no further operating segment analysis thereof is presented.

Geographical information

Revenue from external customers

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Hong Kong	**6,979**	–
Chinese mainland	**1,712,512**	1,461,481
Total	**1,719,491**	1,461,481

The geographical revenue information above is based on the locations of customers.

Seasonality of operations

The principal business activities of the Group included the distribution and sale of PNG, LNG, LPG and vapour, the provision of construction services, installation and management services as the main contractor of construction, and gas transportation services, commission services and labour services. Historically, higher sales revenue is usually expected during the winter months due to higher gas consumption for heating. This information is provided only to allow for a better understanding of the results. Management has concluded that the Group's business is not "highly seasonal" in accordance with IAS 34.

4. REVENUE

An analysis of the Group's revenue is as follows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Revenue from contracts with customers		
Sale of goods	**1,624,341**	1,343,817
Provision of construction services	**58,971**	51,934
Provision of installation and management services	**20,694**	20,302
Provision of gas transportation services	**821**	4,776
Provision of commission services	**7,438**	27,889
Provision of labour services	**2,766**	6,129
Others	**3,270**	5,027
Revenue from other sources		
Gross rental income	**5,029**	6,389
	1,723,330	1,466,263
Less: Government surcharges	**(3,839)**	(4,782)
Total	**1,719,491**	1,461,481

Revenue from contracts with customers		
Types of goods or services		
Sale of PNG	**982,233**	817,850
Sale of LNG	**554,629**	418,763
Sale of LPG	**38,071**	38,545
Sale of vapour	**11,533**	15,059
Sale of electricity	**784**	888
Sale of other gas	**33,263**	46,058
Sale of construction materials	**3,828**	6,654
Provision of construction services	**58,971**	51,934
Provision of installation and management services	**20,694**	20,302
Provision of commission services	**7,438**	27,889
Provision of labour services	**2,766**	6,129
Provision of gas transportation services	**821**	4,776
Others	**3,270**	5,027
Total	**1,718,301**	1,459,874
Timing of revenue recognition		
Goods or services transferred at a point in time	**1,638,636**	1,387,638
Services transferred over time	**79,665**	72,236
Total	**1,718,301**	1,459,874

5. OTHER INCOME AND GAINS

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Other income		
Interest income	**2,934**	6,451
Government grants	**10,336**	3,581
Others	**616**	357
Total other income	**13,886**	10,389
Gains		
Gain on foreign exchange differences	**–**	39
Gain on disposal of items of property, plant and equipment	**1**	88
Gain on financial assets measured at amortised cost	**674**	1,315
Total gains	**675**	1,442
Total other income and gains	**14,561**	11,831

6. PROFIT BEFORE TAX

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

	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Cost of inventories sold	**1,519,340**	1,286,230
Cost of services provided	**55,084**	57,181
Depreciation of property, plant and equipment	**40,402**	34,162
Depreciation of right-of-use assets	**8,643**	7,690
Loss/(gain) on disposal of items of property, plant and equipment	**1,145**	(52)
Impairment of financial and contract assets, net:		
Impairment of trade receivables	**3,049**	(12,546)
Financial assets at fair value through profit or loss	**445**	355

7. INCOME TAX

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

Hong Kong profits tax has been provided at the rate of 16.5% (2025: 16.5%) on the estimated assessable profits arising in Hong Kong during the year, of one subsidiary of the Group which is a qualifying entity under the two-tiered profits tax rates regime. According to the Inland Revenue Department's Departmental Interpretation and Practice Notes (DIPN) No. 34 (Revised) Exemption from Profits Tax (Interest Income) Order 1998, exempted bank interest income should not be taxed.

The provision for Chinese mainland current income tax is based on the statutory rate of 25% of the assessable profits of the PRC subsidiaries of the Group as determined in accordance with the PRC Corporate Income Tax Law which was approved and became effective on 1 January 2008 (the "New Corporate Income Tax Law"), except for a small and micro enterprise of the Group in Chinese mainland. For qualified small low-profit enterprises, whose annual taxable income shall be included in the taxable income at the reduced rate of 25%, the taxable income is taxed at a preferential rate of 20%.

The major components of income tax expense are as follows:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Current tax – Hong Kong profits tax	**849**	–
Current tax – PRC profits tax	**18,658**	6,965
Deferred tax	**3,252**	13,326
Total tax charge for the period	**22,759**	20,291

8. DIVIDENDS

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Final dividend declared and paid – RMB0.25 (2025: RMB0.25) per ordinary share	**34,461**	34,461
Proposed interim dividend	**16,541**	20,677

On 28 August 2026, the board of directors (as authorised by the shareholders of the Company (the "Shareholders") at the annual general meeting of the Company (the "AGM") on 5 June 2026) declared an interim dividend of RMB0.12 (six months ended 30 June 2025: RMB0.15) per ordinary share, amounting to a total of approximately RMB16,541 000 (six months ended 30 June 2025: RMB20,677,000).

9. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of the basic earnings per share amount is based on the profit for the period attributable to ordinary equity holders of the parent, and the weighted average number of ordinary shares of 137,844,500 (six months ended 30 June 2025: 137,844,500) outstanding during the period.

The calculation of basic earnings per share is based on:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Earnings		
Profit attributable to ordinary equity holders of the parent used in the basic earnings per share calculation	**66,875**	75,284

	Number of shares For the six months ended 30 June	
	2026	2025
Shares		
Weighted average number of ordinary shares outstanding during the period used in the basic earnings per share calculation	**137,844,500**	137,844,500

10. PROPERTY, PLANT AND EQUIPMENT

	30 June 2026	31 December 2025
	RMB'000	RMB'000
	(Unaudited)	(Audited)
Carrying value at beginning of the period	**832,486**	670,467
Additions	**100,474**	240,676
Depreciation charge for the period	**(40,402)**	(73,378)
Transferred to investment properties	**–**	(2,836)
Disposals	**(6,988)**	(2,443)
Carrying value at the end of the period	**885,570**	832,486

11. PREPAYMENTS, OTHER RECEIVABLES AND OTHER ASSETS

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Prepayments	222,114	215,855
Other receivables	253,665	23,596
Deposits	3,051	1,431
	478,829	240,882
Impairment	(5,783)	(4,697)
Total	473,047	236,185
Classified as:		
Prepayments, other receivables and other assets	471,408	235,114
Other non-current assets	1,639	1,071
Total	473,047	236,185

Other receivables included receivable for the reduction of registered capital amounting to RMB 228,000,000 from associate Xingzhou Jiayuan (2025: Nil). In January 2026, the Board of Directors of Xingzhou Jiayuan approved a resolution to return capital amounting to RMB 570,000,000 to shareholders. As the Group hold 40% equity interests, it is entitled to a receivable for the reduction of registered capital amounting to RMB 228,000,000.

12. TRADE AND BILLS RECEIVABLES

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Trade receivables	211,200	248,902
Bills receivable	25	14
	211,225	248,916
Impairment	(27,187)	(25,224)
Total	184,038	223,692

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

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Within one year	160,264	198,662
One to two years	3,836	4,555
Over two years	19,938	20,475
Total	184,038	223,692

13. TRADE AND BILLS PAYABLES

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Trade payables	301,883	446,149
Bills payable	538,363	402,858
Total	840,246	849,007

An ageing analysis of the trade and bills payables as at the end of the reporting period, based on the invoice date, is as follows:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Within one year	837,406	846,601
One to two years	1,941	2,172
Over two years	899	234
Total	840,246	849,007

14. INTEREST-BEARING BANK BORROWINGS

	30 June 2026 (unaudited)			31 December 2025 (audited)		
	Effective Interest rate (%)	Maturity	RMB'000	Effective Interest rate (%)	Maturity	RMB'000
Current						
Bank loans – credited	0.55%	2026–2027	120,000	2.08%	2026	5,000
	LPR-0.77%*	2026–2027	22,880	LPR+0.02%	2026	22,880
	LPR-0.62%	2026–2027	3,000	LPR-0.62%	2026	1,500
Total current			145,880			29,380
Non-current						
Bank loans – credited	LPR-0.52%	2027–2051	200,000	LPR-0.52%	2027–2051	200,000
	LPR-0.52%	2027–2042	120,000	LPR-0.52%	2027–2042	120,000
	LPR-0.62%	2027–2045	120,800	LPR-0.62%	2027–2045	109,500
	LPR-0.77%*	2027–2028	74,320	LPR+0.02%	2027–2028	85,760
	LPR-0.58%	2027–2045	60,000	LPR-0.58%	2027–2045	60,000
	LPR-0.56%	2027–2051	40,000	LPR-0.56%	2027–2051	40,000
Total non-current			615,120			615,260
Total			761,000			644,640

* The Group made a partial prepayment of the loan amounting to RMB11,440,000 in January 2026. In January 2026, the Group entered into a supplemental agreement with the bank to change the annual interest rate from LPR+0.02% to LPR-0.77%.

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Analysed into:		
Bank loans and borrowings repayable:		
Within one year or on demand	145,880	29,380
In the second year	45,990	25,880
In the third to fifth years, inclusive	54,010	91,093
Beyond five years	515,120	498,287
Total	761,000	644,640

15. SHARE CAPITAL

	Number of shares '000	Nominal value RMB'000
Ordinary shares as at 31 December 2025 (audited) and 30 June 2026 (unaudited)	137,845	137,845

16. CAPITAL COMMITMENTS

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Contracted, but not provided for:		
– Property, plant and equipment	2,305	2,235

17. RELATED PARTY TRANSACTIONS

(a) Name and relationship

Name of related party	Relationship with the Group
Hangjiaxin	Joint venture
Zhejiang Xinye Energy Co., Ltd. ("Xinye") (浙江鑫液能源有限公司)	Second-tier subsidiary of a joint venture
Pinghu Natural Gas Co., Ltd. ("Pinghu Natural Gas") (平湖市天然氣有限公司)	Associate
Xingzhou Jiayuan	Associate
Jiaxing Jiaran Ganghua Transportation Technology Co., Ltd. ("Ganghua Transportation") (嘉興市嘉燃港華交通科技有限公司)	Associate
Zhejiang Anke Logistics Co. Ltd. ("Zhejiang Anke") (浙江安可物流有限責任公司)*	Associate

17. RELATED PARTY TRANSACTIONS (continued)

(a) Name and relationship (continued)

Name of related party	Relationship with the Group
Anji Xinan Tea Industry Co., Ltd. ("Anji Xinan Tea") (安吉溪南茶業有限公司)	Associate
Jiaxing Pipeline Company Network Management Co., Ltd. ("Jiaxing Pipeline Company") (嘉興市天然氣管網經營有限公司)	Company controlled by shareholders of the Company
Jiaxing Jiacheng New Energy Co., Ltd. ("Jiacheng New Energy") (嘉興市嘉城新能源有限公司)	Company controlled by shareholders of the Company
Jiaxing Qingyuan Ecological Farm Co., Ltd. ("Ecological Farm") (嘉興市清園生態農莊有限公司)	Company controlled by shareholders of the Company
Jiaxing Qingchi Hot Spring Tourism Development Co., Ltd. ("Qingchi Hot Spring") (嘉興市清池溫泉旅遊開發有限公司)	Company controlled by shareholders of the Company
Jiaxing Qingyuan Hot Spring Management Co., Ltd. ("Qingyuan Hot Spring") (嘉興市清源溫泉管理有限公司)	Company controlled by shareholders of the Company
Jiaxing Qingchi Cultural Industry Development Co., Ltd. ("Qingchi Cultural Industry") (嘉興清池文化產業發展有限公司)	Company controlled by shareholders of the Company
Jiaxing Songjia Trading Co., Ltd. ("Songjia Trading") (嘉興市宋嘉貿易有限公司)	Company controlled by shareholders of the Company
Jiaxing Yunhe Hotel Co., Ltd. ("Yunhe Hotel") (嘉興市運河酒店有限公司)	Company controlled by shareholders of the Company
Jiaxing Salon International Hotel Co., Ltd. ("Salon International Hotel") (嘉興市沙龍國際賓館有限公司)	Company controlled by shareholders of the Company
Jiaxing Yuehe Inn Co., Ltd. ("Yuehe Inn") (嘉興市月河客棧有限公司)	Company controlled by shareholders of the Company

17. RELATED PARTY TRANSACTIONS (continued)

(a) Name and relationship (continued)

Name of related party	Relationship with the Group
Flat Glass Group Co., Ltd. ("Flat Group") (福莱特玻璃集團股份有限公司)	Company controlled by a director of the Company
Zhejiang Jinfeng Pipeline Co., Ltd. ("Zhejiang Jinfeng") (浙江錦楓管業有限公司)	Company controlled by a director of the Company
Zhejiang Jinyu Maple Leaf Pipe Industry Co., Ltd. ("Zhejiang Jinyu") (浙江錦宇楓葉管業有限公司)	Company controlled by a director of the Company
Jiaxing Yintai Properties Co., Ltd. ("Jiaxing Yintai") (嘉興胤泰置業有限公司)	Company controlled by a director of the Company
Jiaxing Yinda Properties Co., Ltd. ("Jiaxing Yinda") (嘉興胤達置業有限公司)	Company controlled by a director of the Company
Taiding	Company controlled by a director of the Company
Zhejiang Qingyuan Tourism Development Group Co., Ltd. ("Qingyuan Tourism") (浙江清園旅遊發展集團有限公司)	Company controlled by a director of the Company
Jiaxing Nanhu Hetai Finance Co., Ltd. ("Nanhu Hetai") (嘉興市南湖禾泰小額貸款有限公司)	Company significantly influenced by shareholders of the Company
顧斌 ("Gu Bin")	Vice general manager

* Zhejiang Anke ceased to be a related party of the Company on 30 June 2026.

17. RELATED PARTY TRANSACTIONS (continued)

(b) In addition to the transactions detailed elsewhere in this interim condensed consolidated financial information, the Group had the following transactions with related parties during the period:

	Notes	For the six months ended 30 June 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Joint ventures:			
Sales of PNG to			
Hangjiaxin	(i)	**2,712**	–
Sales of LNG to			
Hangjiaxin	(i)	**139,648**	155,593
Rental income from			
Hangjiaxin	(iii)	**326**	423
Commission fee received from			
Hangjiaxin	(ii)	**–**	27,877
Purchase of warehousing services from			
Xinye	(iv)	**–**	708
Hangjiaxin	(iv)	**13,962**	3,285
Purchase of LNG from			
Hangjiaxin		**57,317**	–
Xinye	(iv)	**105,505**	618
Purchase of PNG from			
Hangjiaxin	(iv)	**2,168**	–
Xinye	(iv)	**–**	1,575
Provision of transportation service to			
Xinye	(ii)	**–**	3,820
Provision of labor service to			
Hangjiaxin	(ii)	**652**	6,129

17. RELATED PARTY TRANSACTIONS (continued)

(b) In addition to the transactions detailed elsewhere in this interim condensed consolidated financial information, the Group had the following transactions with related parties during the period: (continued)

	Notes	For the six months ended 30 June 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Associates:			
Sale of LNG to			
Pinghu Natural Gas	(i)	**15**	12
Sale of PNG to			
Pinghu Natural Gas	(i)	**12,494**	825
Provision of construction services to			
Xingzhou Jiayuan	(ii)	**3,436**	–
Rental income from			
Ganghua Transportation	(iii)	**–**	29
Receipt of transportation service from			
Zhejiang Anke	(iv)	**194**	696
Sales of electricity to			
Ganghua Transportation	(v)	**107**	50
Others:			
Sales of natural gas to			
Flat Group	(i)	**103,997**	45,302
Salon International Hotel	(i)	**759**	792
Yuehe Inn	(i)	**527**	610
Yunhe Hotel	(i)	**64**	60
Qingchi Cultural Industry	(i)	**–**	992
Total		**105,347**	47,756
Sales of LPG to			
Ecological Farm	(i)	**27**	25
Sale of LNG to			
Jiacheng New Energy	(i)	**–**	141,184

17. RELATED PARTY TRANSACTIONS (continued)

(b) In addition to the transactions detailed elsewhere in this interim condensed consolidated financial information, the Group had the following transactions with related parties during the period: (continued)

	Notes	For the six months ended 30 June 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Others: (continued)			
Provision of construction services to			
Yuehe Inn	(ii)	–	11
Provision of pipeline transportation services to			
Flat Group	(ii)	795	619
Purchase of natural gas from			
Jiaxing Pipeline Company	(v)	214,894	224,960
Purchase of construction materials from			
Zhejiang Jinfeng	(v)	947	5,539
Zhejiang Jinyu	(v)	730	–
Total		1,677	5,539
Purchase of other products from			
Ecological Farm	(v)	1,116	1,327
Songjia Trading	(v)	–	12
Total		1,116	1,339
Receipt of services from			
Yunhe Hotel	(iv)	5	18
Qingchi Cultural Industry	(iv)	1	62
Total		6	80
Rental of assets and recognition of right-of-use assets			
Jiaxing Pipeline Company	(vi)	13,846	10,726
Jiaxing Yintai	(vi)	717	704
Total		14,563	11,430
Purchase of rental services from			
Gu Bin		59	60
Taiding		–	31
Total		59	91

17. RELATED PARTY TRANSACTIONS (continued)

(b) In addition to the transactions detailed elsewhere in this interim condensed consolidated financial information, the Group had the following transactions with related parties during the period: (continued)

Notes:

(i) The sales to related parties were determined based on the market prices of their independent third-party customers.

(ii) The prices of services provided to the related parties were determined based on the prices and conditions offered to the independent third-party customers of the Group.

(iii) The rental income represents rentals of investment properties leased to the Group's related parties. The annual rentals were determined by agreement of the parties with reference to the market prices of similar properties.

(iv) The purchases of services from related parties were made according to the published prices and conditions offered by the related parties to their independent third parties.

(v) The purchases from related parties were made according to the published prices and conditions offered by the related parties to their independent third parties.

(vi) Part of the purchase of right-of-use assets resulted from rentals of gas pipelines and properties from Jiaxing Pipeline Company,and other purchases of right-of-use assets were resulted from office rentals from Jiaxing Yintai. The rental prices of office rentals were determined based on market prices.

17. RELATED PARTY TRANSACTIONS (continued)

(c) Outstanding balances before expected credit losses with related parties:

	Notes	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Amounts due from related parties before provision			
Xingzhou Jiayuan	(i)/(ii)	**232,226**	2,958
Hangjiaxin	(i)	**96,139**	114,850
Qingchi Cultural Industry	(i)	**11,801**	8,651
Jiaxing Pipeline Company	(i)	**11,785**	2,386
Qingyuan Hot Spring	(i)	**9,268**	9,268
Zhejiang Jinfeng	(i)	**5,000**	–
Anji Xinan Tea	(i)	**4,332**	4,319
Qingchi Hot Spring	(i)	**813**	813
Salon International Hotel	(i)	**119**	164
Ganghua Transportation	(i)	**72**	29
Yunhe Hotel	(i)	**15**	11
Yuehe Inn	(i)	**13**	60
Ecological Farm	(i)	**11**	107
Jiaxing Yintai	(i)	**5**	–
Nanhu Hetai	(i)	**1**	–
Xinye	(i)	**–**	9
Pinghu Natural Gas	(i)	**–**	6
Total		**371,600**	143,631
Amounts due to related parties			
Jiaxing Pipeline Company	(iii)/(iv)	**168,067**	188,431
Flat Group	(iv)	**1,671**	–
Pinghu Natural Gas	(iv)	**394**	200
Yuehe Inn	(iv)	**12**	12
Zhejiang Jinfeng	(iv)	**1**	1,095
Hangjiaxin	(iv)	**–**	10
Total		**170,145**	189,748

17. RELATED PARTY TRANSACTIONS (continued)

(c) Outstanding balances before expected credit losses with related parties: (continued)

Notes:

(i) The amounts due from Xingzhou Jiayuan included a receivable for the reduction of registered capital amounting to RMB228,000,000 (2025: Nil). In January 2026, the Board of Directors of Xingzhou Jiayuan approved a resolution to return capital amounting to RMB570,000,000 to shareholders. As the Group hold 40% equity interests, it is entitled to a receivable for the reduction of registered capital amounting to RMB228,000,000.

(ii) Apart from receivable for the reduction of registered capital mentioned in (i), amounts due from related parties amounting to RMB143,600,000 (2025: RMB143,631,000) as at end of the reporting period were trade in nature, unsecured, interest-free and repayable within 180 days.

(iii) The Company rented gas pipelines and properties from Jiaxing Pipeline Company and recognised the corresponding lease liabilities. The maturity profile of the lease liabilities due to Jiaxing Pipeline Company as at the end of the period is as follows:

	Within 1 year RMB'000	**Within 2 to 5 years** RMB'000	**Over 5 years** RMB'000	**Total** RMB'000
At 30 June 2026	**21,060**	**91,620**	**42,377**	**155,057**
At 31 December 2025	19,778	83,585	44,623	147,986

The remaining balance of the amount due to Jiaxing Pipeline Company was RMB13,010,000 (2025: RMB40,445,000) as at the end of the reporting period which was originally trade in nature, interest-free and repayable within 30 days.

(iv) The amounts due to related parties amounting to RMB15,088,000 (2025: RMB41,762,000) were trade in nature, unsecured, and interest-free.

(d) Compensation of key management personnel of the Group:

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Short-term employee benefits	**2,470**	2,278
Post-employment benefits	**420**	429
Total compensation paid to key management personnel	**2,890**	2,707

18. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

The carrying amounts and fair values of the financial instruments, other than those with carrying amounts that reasonably approximate to fair values, are as follows:

	Carrying amounts		Fair values	
	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)	**30 June 2026 RMB'000 (Unaudited)**	31 December 2025 RMB'000 (Audited)
Financial assets				
Financial assets at fair value through profit or loss	**66,885**	67,539	**66,885**	67,539
Financial liabilities				
Interest-bearing bank borrowings (non-current portion)	**615,120**	615,260	**598,764**	597,257

Management has assessed that the fair values of cash and cash equivalents, pledged deposits, trade and bills receivables, financial assets included in prepayments, other receivables and other assets, trade and bills payables, financial liabilities included in other payables and accruals and the current portion of interest-bearing bank borrowings approximate to their carrying amounts largely due to the short-term maturities of these instruments.

The Group's finance department headed by the finance manager is responsible for determining the policies and procedures for the fair value measurement of financial instruments. The finance manager reports directly to the chief financial officer and the board of directors. At each reporting date, the finance department analyses the movements in the values of financial instruments and determines the major inputs applied in the valuation. The valuation is reviewed and approved by the chief financial officer.

18. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (continued)

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

The fair values of the non-current portion of interest-bearing bank borrowings have been calculated by discounting the expected future cash flows using rates currently available for instruments with similar terms, credit risk and remaining maturities. The changes in fair value as a result of the Group's own non-performance risk for interest-bearing bank borrowings as at 30 June 2026 were assessed to be insignificant.

The fair value of listed equity investment is based on quoted market prices. The fair value of unlisted equity investment at fair value through profit or loss has been estimated using a market-based valuation technique based on assumptions that are not supported by observable market prices or rates. The valuation requires the directors of the Company to determine comparable public companies (peers) based on industry, size, leverage and strategy, and to calculate an appropriate price multiple, for example price to book ("P/B") multiple, for each comparable company identified. The multiple is calculated by dividing the enterprise value of the comparable company by a net assets measure. The trading multiple is then discounted for considerations such as illiquidity and size differences between the comparable companies based on company-specific facts and circumstances. The discounted multiple is applied to the corresponding book value measure of the unlisted equity investment to measure the fair value. The directors of the Company believe that the estimated fair values resulting from the valuation technique, which are recorded in the interim condensed consolidated statement of financial position, and the related changes in fair values, which are recorded in profit or loss, are reasonable, and that they were the most appropriate values at 30 June 2026.

The Group invests in unlisted investments, which represent wealth management products issued by banks in the Chinese mainland. The Group has estimated the fair value of these unlisted investments by using a discounted cash flow valuation model based on the market interest rates of instruments with similar terms and risks.

Set out below is a summary of significant unobservable inputs to the valuation of financial instruments together with a quantitative sensitivity analysis as at 31 December 2025 and 30 June 2026:

	Valuation technique	Significant unobservable input	Range	Sensitivity of fair value to the input
Unlisted equity investment	Valuation multiples	Average P/B multiple of peers	2.07 to 2.53 (2025: 2.07 to 2.53)	10% increase /decrease in multiple would result in increase/decrease in fair value by RMB1,948,000 (2025: RMB1,948,000)

18. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (continued)

Fair value hierarchy

The following tables illustrate the fair value measurement hierarchy of the Group's financial instruments:

Assets measured at fair value:

As at 30 June 2026

	Fair value measurement using			
	Quoted prices in active markets (Level 1) RMB'000	Significant observable inputs (Level 2) RMB'000	Significant unobservable inputs (Level 3) RMB'000	Total RMB'000
Debt investments at fair value through other comprehensive income	–	19,313	–	19,313
Financial assets at fair value through profit or loss	2,020	–	64,865	66,885

As at 31 December 2025

	Fair value measurement using			
	Quoted prices in active markets (Level 1) RMB'000	Significant observable inputs (Level 2) RMB'000	Significant unobservable inputs (Level 3) RMB'000	Total RMB'000
Debt investments at fair value through other comprehensive income	–	15,559	–	15,559
Financial assets at fair value through profit or loss	2,465	–	65,074	67,539

18. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (continued)

Fair value hierarchy (continued)

Liabilities measured at fair value:

The Group did not have any financial liabilities measured at fair value at the end of the period (2025: Nil).

Assets for which fair values are disclosed:

The Group did not have any financial assets for which fair values are disclosed at the end of the period (2025: Nil).

Liabilities for which fair values are disclosed:

As at 30 June 2026

	Fair value measurement using			
	Quoted prices in active markets (Level 1) RMB'000	Significant observable inputs (Level 2) RMB'000	Significant unobservable inputs (Level 3) RMB'000	Total RMB'000
Interest-bearing bank borrowings (non-current portion)	–	598,764	–	598,764

As at 31 December 2025

	Fair value measurement using			
	Quoted prices in active markets (Level 1) RMB'000	Significant observable inputs (Level 2) RMB'000	Significant unobservable inputs (Level 3) RMB'000	Total RMB'000
Interest-bearing bank borrowings (non-current portion)	–	597,257	–	597,257

19. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The interim condensed consolidated financial information was approved and authorised for issue by the board of directors on 28 August 2026.