VCREDIT Holdings Limited
維信金科控股有限公司

(registered by way of continuation in the Cayman Islands with limited liability)
Stock Code: 2003

2026
INTERIM REPORT

Contents

Corporate Information

BOARD OF DIRECTORS

Executive Directors

Mr. Ma Ting Hung *(Chairman)*
Mr. Liu Sai Wang Stephen
(Chief Executive Officer)
Mr. Liu Sai Keung Thomas
(Chief Operating Officer)
Ms. Xue Lan

Non-Executive Director

Mr. Yip Ka Kay

Independent Non-Executive Directors

Mr. Chen Derek
Mr. Chen Penghui
Mr. Fang Yuan

AUDIT COMMITTEE

Mr. Fang Yuan *(Chairman)*
Mr. Chen Derek
Mr. Chen Penghui
Mr. Yip Ka Kay

REMUNERATION COMMITTEE

Mr. Chen Penghui *(Chairman)*
Mr. Chen Derek
Mr. Fang Yuan
Mr. Liu Sai Wang Stephen

NOMINATION COMMITTEE

Mr. Ma Ting Hung *(Chairman)*
Mr. Chen Derek
Mr. Chen Penghui
Mr. Fang Yuan
Ms. Xue Lan

AUTHORISED REPRESENTATIVES

Mr. Ma Ting Hung
Ms. Chan Wing Man

COMPANY SECRETARY

Ms. Chan Wing Man

REGISTERED OFFICE

Harneys Fiduciary (Cayman) Limited
4th Floor, Harbour Place
103 South Church Street
P.O. Box 10240
Grand Cayman KY1-1002
Cayman Islands

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS

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PRINCIPAL PLACE OF BUSINESS IN THE PEOPLE'S REPUBLIC OF CHINA

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The People's Republic of China

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

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Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

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

AUDITOR

PricewaterhouseCoopers
Certified Public Accountants
22/F, Prince's Building
Central, Hong Kong

PRINCIPAL BANKER

China Construction Bank
(Suzhou Yuanqu Branch)

STOCK CODE

2003

WEBSITE

https://www.vcredit.com

Dear Shareholders,

Following the implementation of the new regulations on internet loan facilitation business in October 2025, together with a series of related regulatory measures, the industry continued to undergo structural adjustment. We believe that, over the long term, these regulatory initiatives will promote a more resilient and standardised industry, fostering a healthier and more sustainable market environment. However, the market will need time to adapt to the evolving regulatory framework, resulting in a degree of short-term uncertainty. In light of these developments, VCREDIT Holdings Limited (the "**Company**" or "**We**") and its subsidiaries (collectively, the "**Group**") continued to adopt a prudent operating strategy in the first half of 2026, anchoring our operations on strengthening risk management, proactively reducing our risk exposure, and ensuring compliance with regulatory requirements. As a result of our deliberate reduction in loan origination volumes, our short-term profitability declined compared with the same period last year.

OPERATIONAL PERFORMANCE

Our loan origination volume in the Chinese mainland was RMB5.69 billion for the six months ended June 30, 2026 (the "**Period**"), representing a decrease of 85.0% as compared to the six months ended June 30, 2025 (the "**Corresponding Period**"). As at June 30, 2026, our outstanding loan balance in the Chinese mainland was RMB7.73 billion, representing a decrease of 64.5% as compared to RMB21.78 billion as at December 31, 2025.

These reductions primarily reflected our prudent strategy of tightening credit standards and reducing risk exposure. During the Period, we continued to improve our risk framework by leveraging multi-dimensional risk models to optimise our customer mix and enhance credit approval and drawdown experience to strengthen the engagement of our existing high-quality customers. In parallel, we have driven our post-loan management toward a more refined and intelligent model. Through differentiated strategies and dynamic resource allocation, we further improved collection efficiency. Accordingly, our first payment delinquency ratio for newly originated loans improved markedly, declining from 1.01% in Q4 2025 to 0.44% in Q2 2026, while the M3+ delinquency ratio rose to 8.64% in Q2 2026 from 5.99% in Q4 2025, primarily reflecting the deliberate reduction in our outstanding loan balance. We will continue to embed artificial intelligence ("**AI**") across our end-to-end risk decision chain and explore capital-light partnership models while maintaining full compliance with regulatory requirements.

On the customer acquisition front, we continued to strengthen our presence across premium platforms while refining our customer admission models to enhance the quality of newly acquired customers. For existing customer management, we steadily advanced our product offerings and continuously optimised customer experience, further reinforcing loyalty among our high-quality existing customers. In addition, we rolled out targeted engagement campaigns to reactivate high-quality dormant customers and unlock incremental value from our established customer base. As at June 30, 2026, our cumulative registered users in the Chinese mainland reached 173 million, representing a year-on-year increase of 3.6%.

During the Period, we continued to deepen the application of AI across our core operating functions. Our AI-powered customer service chatbot, enhanced with large language model capabilities, achieved notable improvements in self-service resolution rate. We also advanced intelligent quality inspection mechanisms to replace traditional manual review processes and introduced AI-driven automation in post-loan operations, further enhancing collection effectiveness and customer experience. Collectively, these initiatives delivered meaningful improvements in overall operational efficiency. Beyond these applications, we further integrated AI into research and development ("**R&D**") workflows, with AI tools improving overall delivery efficiency by approximately 30%. In parallel, we also extended our AI capabilities to the Hong Kong and Indonesian markets, where we locally deployed AI-powered customer service, collection and voice solutions across user inquiries, overdue customer management and identity verification. These initiatives provided initial validation of the scalability of our AI capabilities across different markets. In the second half of 2026, we will further enhance model coordination, data governance and engineering platform capabilities to support scalable, measurable and compliant AI applications.

While continuing to consolidate our Chinese mainland business, we also made steady and disciplined progress in our international business. At the beginning of 2026, we officially launched our operations in Indonesia. As the business remains in its initial stage, our primary focus has been on building core operational infrastructure and foundational technology systems, laying a solid foundation for future expansion and supporting sustainable growth. Our Hong Kong business, "CreFIT", continued to develop steadily during the Period. Since its launch in 2023, CreFIT has served over 90,000 customers. In April 2026, CreFIT became the first licensed money lender in Hong Kong to partner with TransUnion to offer free downloadable credit reports to customers via its mobile application. More than 5,000 customers have accessed their credit reports through this service. Meanwhile, we also launched "Capi Go", an AI-powered assistant that helps customers analyse their credit reports and simplifies loan enquiries and application status tracking through natural language interactions, further enhancing user experience and engagement.

FINANCIAL PERFORMANCE

Our total income was RMB969.2 million for the Period, representing a decrease of 61.2% as compared to RMB2,499.9 million for the Corresponding Period, primarily due to the decrease in loan volume and loan balance.

Our fair value losses of loans to customers decreased to RMB261.9 million for the Period, as compared to RMB624.1 million for the Corresponding Period, broadly in line with the decline in both on-balance loan volume and outstanding balance. Our credit impairment losses decreased to RMB84.8 million for the Period, as compared to RMB214.7 million for the Corresponding Period, similarly tracking the decline in loan volume and outstanding balance across our credit enhancement and pure loan facilitation structures.

As our loan origination volume decreased, our operating expenses, excluding share-based compensation expenses, were RMB580.1 million for the Period, a decrease of 58.0%, as compared to RMB1,379.9 million for the Corresponding Period.

As a result, we recorded a net profit and an adjusted net profit of RMB12.0 million and RMB16.9 million, respectively, for the Period, as compared to a net profit of RMB216.0 million and an adjusted net profit of RMB217.9 million, for the Corresponding Period.

OUTLOOK AND STRATEGIES

As we noted earlier, the regulatory landscape continues to evolve. In March 2026, the National Financial Regulatory Administration, together with the People's Bank of China, issued the Provisions on Disclosing the Comprehensive Financing Cost of Personal Loans《個人貸款業務明示綜合融資成本規定》, requiring lenders to provide borrowers with a standardised disclosure statement itemising all interest charges and fee components. The rules took effect on August 1, 2026. In April 2026, the People's Bank of China and seven other government authorities jointly issued Measures for the Administration of Online Marketing of Financial Products《金融產品網絡營銷管理辦法》, which will come into effect on September 30, 2026. Over the long run, these measures are expected to steer the industry towards a more robust and standardised path, fostering a sound and sustainable market environment. During the transition period, however, a degree of uncertainty is likely to remain as the market adapts to the evolving regulatory framework. Against this backdrop, until there is clarity around the regulatory and market environment, we will remain prudent and disciplined in our operating strategy, continue to manage our risk exposure prudently, and advance the application of AI and other advanced technologies, further strengthening the foundation for the Company's long-term, sustainable development. As regulatory frameworks solidify and market conditions stabilize, we look forward to a gradual resumption of our business, delivering sustainable long-term value to our customers, shareholders, and the broader community.

Sincerely,

Liu Sai Wang Stephen
Executive Director and Chief Executive Officer

Hong Kong, August 24, 2026

Management Discussion and Analysis

FINANCIAL HIGHLIGHTS

	Six months ended June 30,		
	2026	2025	Change
	RMB million	*RMB million*	
Total Income	**969.2**	2,499.9	-61.2%
Interest and similar income	**245.2**	1,089.5	-77.5%
Less: interest expenses	**(39.9)**	(153.0)	-73.9%
Loan facilitation service fees	**374.0**	1,269.8	-70.5%
Other income	**389.9**	293.6	32.8%
Operating Profit	**25.4**	279.4	-90.9%
Net Profit	**12.0**	216.0	-94.5%
Non-IFRS Adjusted Operating Profit (1)	**30.2**	281.4	-89.3%
Non-IFRS Adjusted Net Profit (2)	**16.9**	217.9	-92.3%

Notes:

(1) Non-IFRS Adjusted Operating Profit is defined as operating profit for the applicable period excluding share-based compensation expenses. For more details, please see the section headed "Management Discussion and Analysis – Non-IFRS Measures".

(2) Non-IFRS Adjusted Net Profit is defined as net profit for the applicable period excluding share-based compensation expenses. For more details, please see the section headed "Management Discussion and Analysis – Non-IFRS Measures".

BUSINESS REVIEW AND OUTLOOK

The first half of 2026 saw continued softness in consumer credit demand amid macro headwinds, as the industry adapted to new regulatory requirements on disclosure of comprehensive financing cost, online marketing and consumer protection. Against this backdrop, we adopted a prudent approach, advancing steadily while strengthening risk management and enhancing operational efficiency. Throughout the Period, we focused on optimising risk models, elevating technical standards and concentrating services on higher-quality borrowers, while deepening consumer rights protection in our business processes to support steady, quality-focused business development.

Business Review

In the first half of 2026, the Group's total loan origination volume was RMB6.06 billion, of which the Chinese mainland accounted for RMB5.69 billion and Hong Kong accounted for RMB0.37 billion. Facing the challenging environment, the Group strengthened risk control and improved operational efficiency across its operations.

In this context, we continued to advance our technology-driven business framework, gradually shifting our focus toward higher-quality customer segments and more sustainable business models. We continued to improve our risk framework by leveraging multi-dimensional risk models to optimise our customer mix, and enhance the credit approval and drawdown experience, further strengthening the engagement of our existing high-quality customers. In parallel, we have driven our post-loan management toward a more refined and intelligent model. Through differentiated strategies and dynamic resource allocation, we improved collection efficiency. We also established a full-lifecycle management system for third-party collection agencies, covering onboarding, case assignment, collection, quality inspection, complaint handling, and exit. For near-term delinquencies, our enhanced segmentation and dynamic strategy allocation contributed to an improvement in recovery performance.

In customer operations, we continued to refine our approach across acquisition, existing customer management and product experience. On the acquisition front, we maintained a disciplined presence across premium platforms while iterating our customer admission models to improve conversion efficiency. For existing customers, we centered our strategy on deepening engagement with quality borrowers, supporting repeat borrowing through tailored offers and refined segmentation. In close coordination with risk teams, we implemented more differentiated strategies based on post-loan performance, while optimising marketing resource allocation and deployment to improve cost efficiency. On the product front, we integrated consumer rights protection throughout the product and service lifecycle, and streamlined our product interface by removing complex information feeds on the discovery page and replacing them with simplified bill management features, while also completing the necessary system upgrades to comply with the new regulatory requirements on disclosure of comprehensive financing costs. These combined efforts contributed to improvements in overall marketing efficiency and quality enhancement in our transacting user base. As at June 30, 2026, cumulative registered users in the Chinese mainland reached 173 million, representing a year-on-year increase of 3.6%.

Underpinning these customer-facing initiatives, we continued to deepen the application of AI across our core operating functions. Our AI-powered customer service chatbot, enhanced with large language model capabilities, achieved improvements in self-service resolution rate. We also advanced intelligent quality inspection mechanisms to replace traditional manual review processes and introduced AI-driven automation in post-loan operations, further enhancing collection effectiveness and customer experience. Collectively, these initiatives delivered meaningful improvements in overall operational efficiency. Beyond these applications, we further integrated AI into R&D workflows, with AI tools improving overall delivery efficiency by approximately 30%. We also replicated and localized AI capabilities in our overseas markets, where AI customer service, collection and voice capabilities were deployed across user enquiries, overdue customer management and identity verification, initially validating cross-market replicability. In the second half of 2026, we will further enhance model coordination, data governance and engineering platform capabilities to support scalable, measurable and compliant AI applications.

While continuing to consolidate our Chinese mainland business, we also made steady and disciplined progress in our international business. At the beginning of 2026, we officially launched our Indonesia business. As the business remains in its initial stage, our primary focus has been on building core operational infrastructure and developing foundational technology systems, laying a solid foundation for future expansion and supporting sustainable growth. Our Hong Kong business, “CreFIT”, continued to develop steadily during the Period. Since its launch in 2023, CreFIT has served over 90,000 customers. In April 2026, CreFIT became the first licensed money lender in Hong Kong to partner with TransUnion to offer free downloadable credit reports to customers via its mobile application. More than 5,000 customers have accessed their credit reports through this service. Meanwhile, we also launched “Capi Go”, an AI-powered assistant that helps customers analyse their credit reports and simplifies loan enquiries and application status tracking through natural language interactions, further enhancing user experience and engagement.

Operating Review

During the Period, the Group’s financial performance was primarily driven by its business operation in the Chinese mainland, while our Hong Kong business continued to gain traction and contributed 6.2% of total loan origination volume. The following review focuses on our Chinese mainland operations, unless otherwise stated.

Products and Services

We primarily offer two credit products through our pure online loan origination processes: (1) credit card balance transfer products, and (2) consumption credit products, both of which are instalment-based. Interest rates payable in respect of loans to customers (inclusive, where applicable, of our funding partners' interest share and guarantee charges of credit enhancement organisations) ranged from 17.99% per annum to 23.99% per annum, depending on the type of consumer loan product and factors such as credit assessment results, allocated score, loan size and loan tenor. For the Period, the average term of our credit products was approximately 10.0 months and the average loan size was approximately RMB11,819. As the Group is primarily engaged in lending to consumers, the Group did not have any concentration of loans in any single borrower during the Period. As at June 30, 2026, the aggregate principal amount outstanding from the five largest borrowers of the Group was RMB641,772 (representing approximately 0.008% of the total loan balance of the Group as at June 30, 2026) and the principal amount outstanding from the largest borrower of the Group was RMB128,407 (representing approximately 0.002% of the total loan balance of the Group as at June 30, 2026). The total number of cumulative borrowers was 12.8 million as at June 30, 2026.

The following table sets forth a breakdown of the online loan origination volume by funding structure for the periods indicated.

	Six months ended June 30,			
	2026		2025	
Loan Origination Volume	***RMB million***	***%***	*RMB million*	*%*
Direct Lending	**422.7**	**7.0%**	804.5	2.1%
– Chinese mainland and other business segments	**46.8**	**0.8%**	600.7	1.6%
– Consumer financial business in Hong Kong	**375.9**	**6.2%**	203.8	0.5%
Trust Lending	**2.8**	**0.0%**	8,346.4	21.8%
Credit-enhanced loan facilitation	**5,635.5**	**93.0%**	24,129.3	63.2%
Pure loan facilitation	**–**	**–**	4,920.8	12.9%
Total	**6,061.0**	**100.0%**	38,201.0	100.0%

From all the loans originated by us, the outstanding loan principal is calculated using an amortisation schedule and is defined as the online consumption products outstanding balance of loans to customers. As at June 30, 2026, the Group's online consumption products outstanding balance of loans to customers in the Chinese mainland was RMB7,732.0 million and in Hong Kong was RMB468.2 million.

Asset Quality

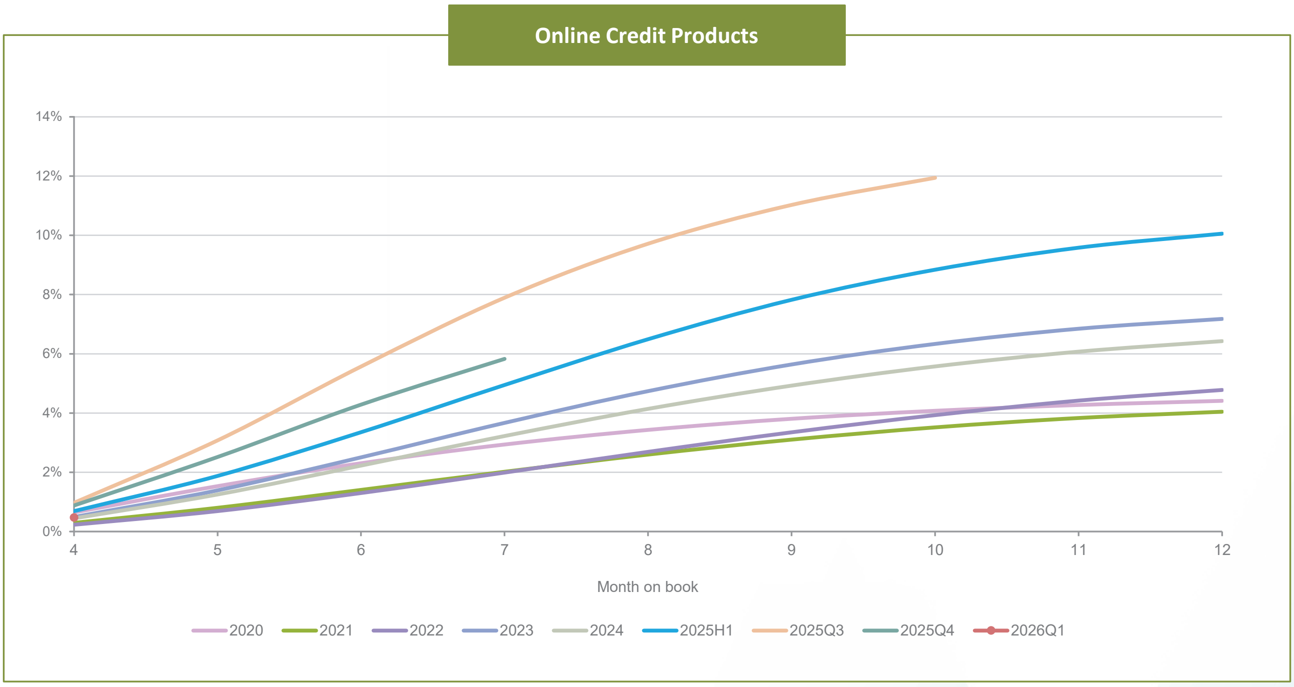
During the Period, the consumer finance industry in the Chinese mainland continued to operate under sustained pressure from both macroeconomic headwinds and regulatory tightening.

Amid this complex operating environment, we accelerated a series of structural initiatives to reinforce our asset quality and operational resilience. We steadily promoted product model iteration and upgrade to strengthen engagement with quality existing customers and reinforce our long-term business foundation. Through multi-dimensional risk models, we implemented refined customer segmentation, upgrading our customer base toward higher credit tiers. We also deployed targeted campaigns to re-engage high-quality dormant customers, revitalising existing customer resources and unlocking incremental value from our established base.

With respect to key risk indicators, the first payment delinquency ratio was 0.44% in Q2 2026. The M1–M3 ratio and the M3+ ratio were 5.71% and 8.64%, respectively, in Q2 2026.

	2024Q3	2024Q4	2025Q1	2025Q2	2025Q3	2025Q4	2026Q1	2026Q2
First payment delinquency ratio (1)	0.48%	0.58%	0.70%	0.91%	1.10%	1.01%	**0.56%**	**0.44%**
M1-M3 ratio (2)	3.52%	3.39%	3.12%	3.57%	4.75%	6.89%	**6.12%**	**5.71%**
M3+ ratio (3)	3.89%	3.02%	2.67%	2.43%	2.84%	5.99%	**8.11%**	**8.64%**

The following diagram sets forth our latest Cohort-Based M3+ Delinquency Ratio (4).



Notes:

(1) First payment delinquency ratio is defined as the total balance of outstanding principal amount of the loans in the Chinese mainland we originated in the applicable period that were delinquent on their first payment due dates divided by the aggregate loan origination volume in the Chinese mainland in that period.

(2) M1-M3 ratio is calculated by dividing (i) the outstanding balance of online loans in the Chinese mainland which have been delinquent up to 3 months, by (ii) the total outstanding balance of loans to customers that have not been written off in the Chinese mainland.

(3) M3+ ratio is calculated by dividing (i) the outstanding balance of online loans in the Chinese mainland which have been delinquent for more than 3 months and have not been written off, by (ii) the total outstanding balance of loans to customers that have not been written off in the Chinese mainland.

(4) Cohort-Based M3+ Delinquency Ratio is defined as (i) the total amount of principal for the online loans in the Chinese mainland in a vintage that have become delinquent for more than 3 months, less (ii) the total amount of recovered past due principal, and then divided by (iii) the total amount of initial principal for loans in such vintage in the Chinese mainland.

Outlook and Strategies

The macroeconomic landscape and industry regulatory framework are evolving dynamically, requiring prudent and calibrated responses to maintain our market position. To enhance the quality and sustainability of our consumer finance business while meeting the financial needs of high-quality customers, we will refine our business strategies and enhance technological capabilities. In addition to optimising our consumer finance operations in the Chinese mainland, we will deepen engagement in our existing new markets (including Hong Kong and Southeast Asia) and progress ongoing strategic initiatives in overseas jurisdictions. We will cautiously evaluate potential investment opportunities and pursue appropriate arrangements where they align with our long-term goals.

The Group will continue to leverage our established capabilities in risk management and technology, while responsibly embracing industry trends and innovations to support steady business development.

Moving forward, we intend to execute the following strategies:

- Refine and adapt our credit solutions to provide appropriate services for high-quality customers, supporting customer retention, and enhancing the credit profile of our customer base;
- Improve operational efficiency and risk management capabilities by continuously advancing AI-enabled technologies in key business scenarios;
- Reinforce long-term partnerships with licensed financial institutions and premium cross-industry scenario partners;
- Maintain ongoing alignment with regulatory requirements to support business sustainability;
- Evaluate potential business prospects and invest or collaborate in or acquire similar, related or complementary businesses and industries in the Chinese mainland and other jurisdictions; and
- Foster sustainable enterprise value and a stable organisational culture, while supporting the development of in-house talent.

Total Income

We derived our total income through (i) net interest and similar income; (ii) loan facilitation service fees; and (iii) other income. Our total income decreased by 61.2% to RMB969.2 million for the Period, compared to RMB2,499.9 million for the Corresponding Period, primarily due to a decrease in loan volume, partially offset by an increase in the contributions from other revenue streams.

Net Interest and Similar Income

Our net interest and similar income comprised (i) interest and similar income; and (ii) interest expenses. The following table sets forth our net interest and similar income for the periods indicated.

	Six months ended June 30, 2026		
	Chinese mainland and other business segments	**Consumer financial business in Hong Kong**	**Total**
Net Interest and Similar Income	***RMB'000*** **(Unaudited)**	***RMB'000*** **(Unaudited)**	***RMB'000*** **(Unaudited)**
Interest and similar income	**188,668**	**56,569**	**245,237**
Less: Interest expenses	**(22,706)**	**(17,214)**	**(39,920)**
Total	**165,962**	**39,355**	**205,317**

	Six months ended June 30, 2025		
	Chinese mainland and other business segments	Consumer financial business in Hong Kong	Total
Net Interest and Similar Income	*RMB'000* (Unaudited)	*RMB'000* (Unaudited)	*RMB'000* (Unaudited)
Interest and similar income	1,067,841	21,679	1,089,520
Less: Interest expenses	(147,244)	(5,761)	(153,005)
Total	920,597	15,918	936,515

For the Period, we recorded interest and similar income generated from loans to customers originated under direct lending and trust lending in our Chinese mainland and other business segments, amounting to RMB188.7 million, a decrease of 82.3% compared to RMB1,067.8 million for the Corresponding Period, primarily due to a decrease in the average outstanding loan balance and a decrease in average interest rates. We also recorded interest income from direct lending customer loans under our consumer finance business in Hong Kong, amounting to RMB56.6 million, an increase of 160.9% compared to RMB21.7 million for the Corresponding Period, primarily due to an increase in the average outstanding loan balance, reflecting the ongoing expansion of our Hong Kong business.

Interest expenses from our Chinese mainland and other business segments decreased by 84.6% to RMB22.7 million for the Period, compared to RMB147.2 million for the Corresponding Period, primarily due to a decrease in the average borrowing balance during the Period. Interest expenses from our consumer finance business in Hong Kong increased by 198.8% to RMB17.2 million for the Period, compared to RMB5.8 million for the Corresponding Period, primarily due to an increase in the average borrowing and notes payable balance during the Period.

Loan Facilitation Service Fees

Loan facilitation service fees decreased by 70.5% to RMB374.0 million for the Period, compared to RMB1,269.8 million for the Corresponding Period, primarily due to a decrease in loan origination volume and facilitation fee rates under our credit-enhanced and pure loan facilitation structures.

The following table sets forth a breakdown of our loan facilitation service fees for our credit-enhanced loan facilitation structure and our pure loan facilitation structure for the periods indicated.

	Six months ended June 30,	
	2026	2025
Loan Facilitation Service Fees	*RMB'000*	*RMB'000*
Credit-enhanced loan facilitation	281,124	1,172,270
Pure loan facilitation	92,850	97,541
Total	373,974	1,269,811

The following table sets forth the allocation of our upfront loan facilitation service fees and post loan facilitation service fees for the periods indicated.

	Six months ended June 30,	
	2026	2025
Loan Facilitation Service Fees	*RMB'000*	*RMB'000*
Upfront loan facilitation service fees	163,151	814,151
Post loan facilitation service fees	210,823	455,660
Total	373,974	1,269,811

Other Income

We recorded other income of RMB389.9 million for the Period, an increase of 32.8% compared to RMB293.6 million for the Corresponding Period, primarily due to an increase in technology and platform service fees through our diverse services, partially offset by a swing from guarantee gains of RMB21.5 million to guarantee losses of RMB123.7 million resulting from reduced loan origination volume and asset quality changes under regulatory tightening and constrained market liquidity.

The following table sets forth a breakdown of our other income for the periods indicated.

	Six months ended June 30,	
	2026	2025
Other Income	*RMB'000*	*RMB'000*
Technology and platform service fees	437,041	215,253
Government grants	49,403	33,814
Penalty and other charges	19,615	17,210
(Losses)/gains from guarantee	(123,658)	21,523
Others	7,516	5,782
Total	389,917	293,582

Expenses

Origination and Servicing Expenses

Our origination and servicing expenses decreased by 63.4% to RMB394.2 million for the Period, compared to RMB1,075.9 million for the Corresponding Period, mainly due to decreased customer acquisition costs, resulting from reduced loan origination volume.

Sales and Marketing Expenses

Our sales and marketing expenses decreased by 52.3% to RMB15.0 million for the Period, compared to RMB31.5 million for the Corresponding Period, primarily due to reduced branding and promotional activities as part of the Group's overall cost optimisation in response to tighter credit conditions and reduced business scale.

General and Administrative Expenses

Our general and administrative expenses decreased by 36.4% to RMB137.5 million for the Period, compared to RMB216.0 million for the Corresponding Period, mainly due to a decrease in personnel related expenses as a result of improved operating efficiency.

Research and Development Expenses

Our R&D expenses decreased by 34.6% to RMB38.3 million for the Period, compared to RMB58.5 million for the Corresponding Period, primarily due to overall cost savings arising from the reduction in non-core investments driven by reduced loan origination volume.

Operating Profit

We recorded an operating profit of RMB25.4 million for the Period, a decrease of 90.9% compared to RMB279.4 million for the Corresponding Period, primarily attributable to the further deepening of industry-wide structural adjustment under the evolving regulatory framework, in particular the continued impact of the implementation of the "Notice of Strengthening the Management of the Internet Loan Facilitation Business of Commercial Banks to Enhance the Quality and Efficiency of Financial Services" (《關於加強商業銀行互聯網助貸業務管理提升金融服務質效的通知》) issued by the National Financial Regulatory Administration and constrained market liquidity in the second half of 2025. Accordingly, the Group significantly scaled down its loan origination volume, leading to a substantial decline in revenue and consequently, a decrease in operating profit as compared to the Corresponding Period.

Net Profit

We recorded a net profit of RMB12.0 million for the Period, a decrease of 94.5% compared to RMB216.0 million for the Corresponding Period, which is consistent with our operating profit for the same period.

Non-IFRS Adjusted Operating Profit

Our Non-IFRS adjusted operating profit was RMB30.2 million for the Period, a decrease of 89.3% compared to RMB281.4 million for the Corresponding Period.

Non-IFRS Adjusted Net Profit

Our Non-IFRS adjusted net profit was RMB16.9 million for the Period, a decrease of 92.3% compared to RMB217.9 million for the Corresponding Period.

Non-IFRS Measures

To supplement our historical financial information, which is presented in accordance with International Financial Reporting Standards ("**IFRS**"), we also use Non-IFRS adjusted operating profit and Non-IFRS adjusted net profit as additional financial measures, which are not required by, or presented in accordance with, IFRS. We believe that these Non-IFRS measures facilitate comparisons of operating performance from period to period and company to company by eliminating potential impact of items that our management do not consider to be indicative of our operating performance. We believe that these measures provide useful information to investors and others in understanding and evaluating our consolidated results of operations and financial position in the same manner as they help our management. From time to time in the future, there may be other items that the Company may exclude in reviewing its financial results. Our presentation of the Non-IFRS adjusted operating profit and Non-IFRS adjusted net profit may not be comparable to similarly titled measures presented by other companies. The use of these Non-IFRS measures has limitations as analytical tools, and should not be considered in isolation from, or as substitutes for analysis of, our results of operations or financial position as reported under IFRS.

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
Operating Profit	**25,362**	279,447
Add:		
Share-based compensation expenses	**4,879**	1,906
Non-IFRS Adjusted Operating Profit	**30,241**	281,353
Non-IFRS Adjusted Operating Profit Margin [(1)]	**3.1%**	11.3%

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
Net Profit	**11,976**	215,989
Add:		
Share-based compensation expenses	**4,879**	1,906
Non-IFRS Adjusted Net Profit	**16,855**	217,895
Non-IFRS Adjusted Net Profit Margin [(2)]	**1.7%**	8.7%

Notes:

(1) Non-IFRS Adjusted Operating Profit Margin is calculated by dividing the Non-IFRS Adjusted Operating Profit by the total income.

(2) Non-IFRS Adjusted Net Profit Margin is calculated by dividing the Non-IFRS Adjusted Net Profit by the total income.

Loans to Customers

Our loans to customers represent the fair value and amortised cost of total balance of loans originated by us through our trust lending and direct lending structures. Our loans to customers decreased by 68.4% to RMB1,316.2 million as at June 30, 2026, compared to RMB4,165.7 million as at December 31, 2025, primarily due to the decrease in our trust lending and direct lending loan origination volume in the Chinese mainland by 98.5% to RMB49.6 million for the Period, compared to RMB3,346.7 million for the six months ended December 31, 2025.

Contract Assets

Our contract assets decreased by 60.1% to RMB11.2 million as at June 30, 2026, compared to RMB28.0 million as at December 31, 2025, due to the decrease in our credit-enhanced and pure loan origination volume by 67.1% to RMB5,635.5 million for the Period, compared to RMB17,108.8 million for the six months ended December 31, 2025.

	As at June 30, 2026	As at December 31, 2025
	RMB'000	*RMB'000*
Contract assets	**17,111**	92,787
Less: expected credit losses ("**ECL**") allowance	**(5,951)**	(64,822)
	11,160	27,965

Guarantee Receivables and Guarantee Liabilities

Our guarantee receivables decreased by 65.8% to RMB345.8 million as at June 30, 2026, compared to RMB1,010.2 million as at December 31, 2025. Our guarantee liabilities decreased by 75.8% to RMB369.5 million as at June 30, 2026, compared to RMB1,526.3 million as at December 31, 2025. The changes in guarantee receivables and guarantee liabilities are primarily due to the decrease in our credit-enhanced loan origination volume by 62.1% to RMB5,635.5 million for the Period, compared to RMB14,876.0 million for the six months ended December 31, 2025.

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
Guarantee Receivables		
Opening balance	**1,010,184**	1,113,142
Addition arising from new business	**391,801**	1,760,695
ECL	**(31,475)**	(127,912)
Reversal due to early repayment	**(101,428)**	(110,100)
Payment received from borrowers	**(923,283)**	(1,247,447)
Ending Balance	**345,799**	1,388,378

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
Guarantee Liabilities		
Opening balance	1,526,294	895,801
Addition arising from new business	550,917	1,760,695
Release of the margin	(48,125)	(122,688)
ECL remeasurement	51,249	101,165
Reversal due to early repayment	(101,428)	(110,100)
Payouts during the period, net	(1,609,404)	(1,204,599)
Ending Balance	369,503	1,320,274

Borrowings and Notes payable

Our total borrowings and notes payable, as recorded in our interim condensed consolidated statement of financial position, comprise (i) payable to trust plan holders; (ii) bank borrowings; (iii) borrowings from other financial institutions; and (iv) notes payable. Our payable to trust plan holders decreased by 99.0% to RMB23.5 million as at June 30, 2026, compared to RMB2,461.0 million as at December 31, 2025, primarily due to a decrease in loans originated by us through our trust lending structure for the Period.

As at June 30, 2026, the Group had unsecured borrowings from other financial institutions with a principal amount of HK$200.0 million advanced by Get Nice Finance Company Limited on February 9, 2026.

As at June 30, 2026, the Group had secured borrowings from other financial institutions with a principal amount of HK$34.8 million guaranteed by way of first floating charge over a portfolio of loans to customers with an aggregate amount of HK$43.5 million.

Ace Effort Asia Limited ("**Ace Effort**"), an indirect wholly-owned subsidiary of the Company, issued the following senior secured guaranteed notes, secured by way of first floating charges over a portfolio of loans to customers of VCREDIT Finance Limited, a direct wholly-owned subsidiary of the Company, with an aggregate amount of HK$210.8 million:

Series 4: an aggregate principal amount of HK$21,000,000 with a coupon rate of 8.25% per annum, issued on April 24, 2025 and repaid at maturity on April 23, 2026.

Series 5: an aggregate principal amount of HK$90,000,000 with a coupon rate of 8.75% per annum, issued on July 17, 2025 and due 2026 (the "**Series 5 Notes**").

Series 6: an aggregate principal amount of HK$18,000,000 with a coupon rate of 8.75% per annum, issued on August 27, 2025 and repaid at maturity on February 25, 2026.

Series 7: an aggregate principal amount of HK$58,000,000 with a coupon rate of 8.75% per annum, issued on October 15, 2025 and due 2026 (the "**Series 7 Notes**").

Series 8: an aggregate principal amount of HK$50,000,000 with a coupon rate of 8.75% per annum, issued on December 18, 2025 and due 2026 (the "**Series 8 Notes**").

Series 9: an aggregate principal amount of HK$26,500,000, of which HK$5,000,000 was subscribed by VCREDIT Ventures Limited, a direct wholly-owned subsidiary of the Company, with a coupon rate of 8.75% per annum, issued on March 19, 2026 and due 2027.

Series 10: an aggregate principal amount of HK$16,500,000 with a coupon rate of 8.75% per annum, issued on April 23, 2026 and due 2027 (the "**Series 10 Notes**").

	As at June 30, 2026		As at December 31, 2025	
	RMB'000	%	RMB'000	%
Secured				
Borrowings from other financial institutions	30,308	5.8%	45,301	1.5%
Bank borrowings	–	–	175,102	5.8%
Unsecured				
Borrowings from other financial institutions	173,835	33.0%	–	–
Bank borrowings	93,867	17.8%	127,027	4.2%
Payable to trust plan holders	23,482	4.5%	2,460,987	81.4%
	321,492	61.1%	2,808,417	92.9%
Notes payable	204,991	38.9%	213,879	7.1%
Total	526,483	100.0%	3,022,296	100.0%

Weighted Average Interest Rates of Borrowings and Notes payable	As at June 30, 2026	As at December 31, 2025
Payable to trust plan holders	5.0%	5.0%
Bank borrowings	4.8%	4.8%
Borrowings from other financial institutions	8.7%	8.3%
Notes payable	8.7%	9.1%

Gearing ratio

As at June 30, 2026, our gearing ratio, calculated as total liabilities divided by total assets, was approximately 27.7%, representing a decrease of 29.9% as compared with 57.6% as at December 31, 2025.

As at June 30, 2026, our consolidated debt to equity ratio, calculated as the sum of borrowings, notes payable, lease liabilities and guarantee liabilities divided by total equity, was approximately 0.2x, as compared with 1.2x as at December 31, 2025.

LIQUIDITY AND CAPITAL RESOURCES

We have historically funded our cash requirements principally from cash generated from operating activities and capital contribution from the shareholders of the Company ("**Shareholders**").

Cash Flows

The following table sets forth our cash flows for the periods indicated.

	Six months ended June 30, 2026	2025
	RMB'000	*RMB'000*
Net cash inflow/(outflow) from operating activities	**2,691,203**	(2,001,280)
Net cash inflow/(outflow) from investing activities	**132,872**	(22,848)
Net cash (outflow)/inflow from financing activities	**(2,550,392)**	1,955,034
Net increase/(decrease) in cash and cash equivalents	**273,683**	(69,094)
Cash and cash equivalents at the beginning of the years	**1,395,827**	1,693,437
Effects of exchange rate changes on cash and cash equivalents	**(11,157)**	12,042
Cash and cash equivalents at the end of the period	**1,658,353**	1,636,385

Our cash inflow generated from operating activities primarily consists of principal and interest, refunds of security deposits from financial institutions funding partners, loan facilitation service fees and other service fees received from the consumer finance products we offered. Our cash outflow used in operating activities primarily consists of loan volume originated from direct and trust lending structures, cash payment of guarantee indemnification, security deposits placed with financial institution funding partners, employee salaries and benefits, taxes and surcharges, and other operating expenses. We had net cash inflow generated from operating activities of RMB2,691.2 million for the Period, as compared to net cash outflow used in operating activities of RMB2,001.3 million for the Corresponding Period, primarily due to (i) an increase in cash inflow from our reduced loan volume originated by our trust lending structure for the Period; (ii) a decrease in cash outflow used in payment of operating expenses in line with the decrease in our loan origination volume; (iii) an increase in cash inflow from the recovery of security deposits in financial institution funding partners as a result of a decrease in loan origination volume for our credit enhancement and pure loan facilitation structures; and (iv) an increase in cash inflow from other revenue streams. These factors were partially offset by an increase in cash outflow for guarantee indemnification resulting from volatility in asset quality.

We had net cash inflow from investing activities of RMB132.9 million for the Period, as compared to net cash outflow of RMB22.8 million for the Corresponding Period. For the Period, we had a net cash inflow of RMB127.7 million from a deposit repayment for a terminated equity investment. In addition, we had a cash inflow increase primarily due to a net cash inflow for proceeds from disposal of financial assets designated at fair value through profit or loss of RMB9.0 million for the Period, compared to a net cash outflow for payments of financial assets designated at fair value through profit or loss of RMB9.6 million for the Corresponding Period. Additionally, we had a net cash outflow of RMB3.8 million for payments for property, plant and equipment for the Period, compared to a cash outflow used in payments for property, plant and equipment of RMB8.8 million for the Corresponding Period.

We had net cash outflow for financing activities of RMB2,550.4 million for the Period, as compared to net cash inflow from financing activities of RMB1,955.0 million for the Corresponding Period, mainly because we had a net cash outflow for borrowings and trust plans of RMB2,466.0 million for the Period, as compared to a net cash inflow of RMB2,178.2 million for the Corresponding Period. We also had net cash outflow used in payment of interest expenses of RMB52.9 million for the Period, as compared to a net cash outflow of RMB121.3 million for the Corresponding Period. Additionally, we had a net cash outflow of RMB1.3 million for repayment of notes payable, as compared to a net cash outflow of RMB73.1 million for the Corresponding Period.

Capital Commitments

The Group did not have any significant capital commitments contracted for but not recognised as liabilities as at June 30, 2026.

Charges on Assets

As at June 30, 2026, the Group had a portfolio of loans to customers with an aggregate amount of HK$43.5 million pledged as a floating charge to secure the Group's borrowings from other financial institutions, and a portfolio of loans to customers with an aggregate amount of HK$210.8 million pledged under floating charges to secure the Group's notes payable.

Contingencies

Save as disclosed in this report, the Group did not have any significant contingent liabilities as at June 30, 2026.

Foreign Currency Risk

Foreign currency risk is the risk of loss resulting from changes in foreign currency exchange rates. Fluctuations in exchange rates between Renminbi and other currencies in which we conduct business may affect our financial position and results of operations.

Most of the operations of the Group were carried out in the Chinese mainland in which transactions were denominated in Renminbi. The Board has been closely monitoring the Group's exposure to foreign exchange fluctuations in Renminbi and is of the view that there is no material unfavourable exposure to foreign exchange fluctuations. The Group will constantly review the economic situation, development of the Group's business and its overall foreign exchange risk profile, and will consider appropriate hedging measures in the future as and when necessary.

ACQUISITIONS AND DISPOSALS

Material Investments and Acquisitions

Save as disclosed in this report, the Group did not hold any material investments or make any material acquisitions during the Period.

Future Plans for Material Investments and Capital Assets

Save as disclosed in this report, the Group does not have any present plans for other material investments and capital assets.

EVENT AFTER THE PERIOD

Subsequent to the Period, the proposed acquisition of up to 100% of Banco Português de Gestão, S.A. ("**BPG**") was mutually terminated by the Company and the sellers on August 6, 2026 ("**Termination Date**") as the condition requiring the non-opposition of the European Central Bank to the acquisition of BPG (the "**Regulatory Condition**") had not been satisfied by the extended date of March 4, 2026 (the "**Long Stop Date**") and remained unsatisfied as at the Termination Date.

Pursuant to the termination, the Company and the sellers were mutually released from their obligations under the sale and purchase agreement dated May 5, 2023, as amended (the "**SPA**"). In addition, as compensation for the time elapsed from the signing of the SPA until confirmation that the Regulatory Condition could not be satisfied including the agreements of the sellers to extend the Long Stop Date from its original date of May 4, 2025 to March 4, 2026 to allow more time for the Company to address the complex nature of the application process to satisfy the Regulatory Condition, and the efforts made by the sellers to keep BPG in regular activity in accordance with past practices during the interim period from the signing of the SPA to the Termination Date and the consequential frustration of other business alternatives that could be considered in connection with the sellers participation in BPG, the Company agreed to the sellers retaining 80% (EUR800,000) of the downpayment, instead of returning 100% (EUR1,000,000) as originally agreed under the SPA.

For details of the termination of the SPA, please refer to the Company's announcement dated May 5, 2023, April 1, 2025, October 31, 2025 and August 7, 2026.

INTERIM DIVIDEND

The board (the "**Board**") of directors of the Company (the "**Directors**") does not recommend the payment of an interim dividend for the Period (for the six months ended June 30, 2025: HK5 cents per share of the Company ("**Shares**")).

DIRECTORS' AND EMPLOYEES' REMUNERATION AND POLICY

Directors' remuneration is determined by the remuneration committee of the Company and the Board. No Director has waived or agreed to waive any emoluments.

As at June 30, 2026, the Group had a total of 580 employees.

The Group seeks to attract, retain and motivate high quality staff to be able to continuously develop its business. Remuneration packages are designed to ensure comparability within the market and competitiveness with other companies engaged in the same or similar industry with which the Group competes and other comparable companies. Emoluments are also based on an individual's knowledge, skill, time commitment, responsibilities and performance and by reference to the Group's overall profits, performance and achievements.

The employees of the Group's subsidiaries which operate in the Chinese mainland are required to participate in a central pension scheme operated by the local municipal government. These subsidiaries are required to contribute a certain percentage of their payroll costs to the central pension scheme.

The Group operates a defined scheme under the Mandatory Provident Fund Schemes Ordinance (Chapter 485 of the Laws of Hong Kong) for those employees in Hong Kong who are eligible to participate. Contributions are made based on a percentage of the employees' basic salaries. The assets of the scheme are held separately from those of the Group in independently administered funds. The Group's employer contributions vest fully with the employees when contributed into the scheme.

The employees of the Group's subsidiary which operates in Indonesia participate in the Jaminan Hari Tua scheme ("**JHT Scheme**"), an old-age benefit savings scheme, and Jaminan Pensiun scheme ("**JP Scheme**"), a pension security program, both of which are managed by BPJS Ketenagakerjaan, Indonesia's government-mandated employment social security administration agency. Under the JHT Scheme, both the employer and employees are required to make contributions based on a percentage of the employees' monthly salaries. Contributions are accumulated together with investment returns and are payable upon retirement, termination of employment, permanent disability, death, or other conditions prescribed by the relevant regulations. Under the JP Scheme, both the employer and employees are required to contribute a prescribed percentage of the employees' monthly salaries to provide pension benefits upon retirement, disability, or death.

The Company operates a number of share incentive schemes for the purpose of providing share-based incentives and rewards to eligible persons (see section headed "Share Incentive Schemes" below).

CORPORATE GOVERNANCE CODE

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

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules (the "**Model Code**") as the code of conduct to regulate dealings in the securities of the Company by Directors and senior management of the Company. Each Director has confirmed, following specific enquiry by the Company, that he/she has complied with the required standards set out in the Model Code throughout the Period.

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS IN SHARES AND UNDERLYING SHARES

As at June 30, 2026, the interests and short positions of the Directors and the chief executive of the Company in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "**SFO**")), which are required pursuant to section 352 of the SFO to be entered in the register referred to therein, or which are required to be notified to the Company and The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") pursuant to the Model Code, are as follows:

Long positions in Shares and underlying Shares:

Name of Directors	Nature of interest	Number of Shares	Number of underlying Shares pursuant to share awards	Percentage of total issued Shares (1)
Ma Ting Hung	Personal interest	18,227,000		50.68%
	Beneficiary of a trust (2)		200,000	
	Interest in controlled corporations (3)	229,613,366		
Liu Sai Wang Stephen	Personal interest	1,300,000		13.74%
	Beneficiary of a trust (2)		200,000	
	Interest in controlled corporations (4)	65,742,173		
Liu Sai Keung Thomas	Personal interest	700,000		1.58%
	Beneficiary of a trust (2)		200,000	
	Interest in controlled corporations (5)	6,828,585		
Xue Lan	Personal interest	100,000		0.06%
	Beneficiary of a trust (2)		200,000	

Name of Directors	Nature of interest	Number of Shares	Number of underlying Shares pursuant to share awards	Percentage of total issued Shares [(1)]
Yip Ka Kay	Personal interest	100,000		0.53%
	Beneficiary of a trust [(2)]		200,000	
	Interest in controlled corporations [(6)]	2,286,311		
Fang Yuan	Personal Interest	203,200		0.08%
	Beneficiary of a trust [(2)]		200,000	
Chen Penghui	Personal Interest	100,000		0.06%
	Beneficiary of a trust [(2)]		200,000	
Chen Derek	Beneficiary of a trust [(2)]		200,000	0.04%

Notes:

(1) The calculation is based on the total number of 489,459,789 Shares in issue as at June 30, 2026. The Company has no treasury shares.

(2) These interests are award shares granted under the VCREDIT No.1 Share Award Scheme ("**Share Award Scheme No.1**") (defined below) and held by a trustee of the Share Award Scheme No.1 pending vesting.

(3) Ma Ting Hung controls 100%, and is a director, of each of Skyworld-Best Limited, Wealthy Surplus Limited and Glory Global International Limited, each of which has an interest in 84,719,154 Shares, 99,298,279 Shares and 45,595,933 Shares, respectively.

(4) Liu Sai Wang Stephen controls 50%, and is a director, of Magic Mount Limited, which has an interest in 34,093,858 Shares, and controls 100% of, and is a director of, each of Perfect Castle Development Limited and Union Fair International Limited. Perfect Castle Development Limited has an interest in 27,523,810 Shares. Union Fair International Limited has an interest in 4,124,505 Shares.

(5) Liu Sai Keung Thomas controls 100%, and is a director, of International Treasure Limited, which has an interest in 6,828,585 Shares.

(6) Yip Ka Kay is the sole director and the sole shareholder of NM Strategic Partners, LLC, which manages NM Strategic Focus Fund L.P. and has an interest in 2,286,311 Shares.

Interests in debentures of the Company or its associated corporations

Name of Directors	Nature of interest	Amount of debenture	Amount of debentures of the same class in issue
Liu Sai Keung Thomas	Beneficial owner	HK$1,500,000[(1)]	HK$90,000,000
	Interest of spouse	HK$1,000,000[(2)]	HK$90,000,000
	Interest of spouse	HK$2,500,000[(3)]	HK$50,000,000
	Interest of spouse	HK$2,000,000[(4)]	HK$16,500,000
Liu Sai Wang Stephen	Beneficial owner	HK$2,500,000[(5)]	HK$50,000,000

Notes:

(1) On July 17, 2025, Ace Effort completed the issue and placing of the Series 5 Notes in the aggregate principal amount of HK$90,000,000, with a coupon rate of 8.75% per annum and a maturity date of July 16, 2026. Liu Sai Keung Thomas holds HK$1,500,000 of the Series 5 Notes.

(2) Ms. Zhong Fang ("**Ms. Zhong**"), the spouse of Liu Sai Keung Thomas, has subscribed for HK$1,000,000 of the Series 5 Notes and therefore Liu Sai Keung Thomas is deemed to have an interest in the Series 5 Notes held by Ms. Zhong.

(3) On December 18, 2025, Ace Effort completed the issue and placing of the Series 8 Notes in the aggregate principal amount of HK$50,000,000, with a coupon rate of 8.75% per annum and a maturity date of December 17, 2026. Ms. Zhong has subscribed for HK$2,500,000 of the Series 8 Notes and therefore Liu Sai Keung Thomas is deemed to have an interest in the Series 8 Notes held by Ms. Zhong.

(4) On April 23, 2026, Ace Effort completed the issue and placing of the Series 10 Notes in the aggregate principal amount of HK$16,500,000, with a coupon rate of 8.75% per annum and a maturity date of April 22, 2027. Ms. Zhong has subscribed for HK$2,000,000 of the Series 10 Notes and therefore Liu Sai Keung Thomas is deemed to have an interest in the Series 10 Notes held by Ms. Zhong.

(5) On October 15, 2025, Ace Effort completed the issue and placing of the Series 7 Notes in the aggregate principal amount of HK$58,000,000, with a coupon rate of 8.75% per annum and a maturity date of October 14, 2026. Liu Sai Wang Stephen holds HK$2,500,000 of the Series 7 Notes.

Save as disclosed herein and so far as is known to the Directors, as at June 30, 2026:

(a) none of the Directors or the chief executive of the Company had an interest or a short position in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which are required pursuant to section 352 of the SFO to be entered in the register referred to therein, or which are required pursuant to the Model Code to be notified to the Company and the Stock Exchange; and

(b) none of the Directors was a director or employee of a company which had an interest or a short position in the Shares or underlying Shares which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO.

SHARE INCENTIVE SCHEMES

Share Option Schemes

Post-IPO Share Option Scheme

The Company adopted a post-IPO share option scheme which was approved by the Board on May 10, 2018 (the "**Post-IPO Share Option Scheme**"), pursuant to which the total number of Shares which may be issued upon the exercise of all outstanding share options granted under the Post-IPO Share Option Scheme is 49,730,386 Shares, being not more than 10% of the Shares in issue on June 21, 2018, the date of listing of Shares on the Stock Exchange (the "**Listing Date**"). The Post-IPO Share Option Scheme is subject to the provisions of Chapter 17 of the Listing Rules.

The purpose of the Post-IPO Share Option Scheme is to provide eligible persons, including the Group's employees, directors, officers, consultants, advisors, distributors, contractors, customers, suppliers, agents, business partners and service providers, with the opportunity to acquire proprietary interests in the Company and to encourage selected participants to work towards enhancing the value of the Company and Shares for the benefit of the Company and Shareholders as a whole. The Post-IPO Share Option Scheme provides the Company with a flexible means of retaining, incentivizing, rewarding, remunerating, compensating and/or providing benefits to eligible persons.

No share options have been granted or agreed to be granted under the Post-IPO Share Option Scheme since the Listing Date and up to the date of this report. The vesting period of options granted under the Post-IPO Share Option Scheme will be specified by the Company at the time of grant. As at January 1, 2026, June 30, 2026 and the date of this report, a total of 49,730,386 Shares, representing 10.16% of the Shares in issue, respectively, remained available for future grant and issue under the Post-IPO Share Option Scheme.

Share Award Schemes

The Company adopted the Share Award Scheme No.1 on January 11, 2019, pursuant to which the Company may grant share awards ("**Awards**") in respect of up to 24,974,369 Shares. The Company also adopted the VCREDIT No.2 Share Award Scheme on May 27, 2021 (the "**Share Award Scheme No.2**", together with the Share Award Scheme No.1, the "**Share Award Schemes**"), pursuant to which, the Company may grant Awards in respect of up to 49,305,718 Shares. The Share Award Schemes are discretionary schemes of the Company. The purpose of the Share Award Schemes is to align the interests of eligible persons with those of the Group and to help encourage and retain eligible persons to make contributions to the long-term growth and profits of the Group. The Share Award Schemes are subject to the provisions of Chapter 17 of the Listing Rules.

During the Period, 105,000 Awards have been granted pursuant to the Share Award Scheme No.1. As of June 30, 2026, Awards in respect of a total of 15,335,360 Shares (including forfeited Shares) have been awarded to eligible persons under the Share Award Scheme No.1, and of which 4,200,000 Shares have been awarded to connected persons. As at January 1, 2026, June 30, 2026 and the date of this report, 12,038,009 Shares (including forfeited Shares), 12,023,009 Shares (including forfeited Shares) and 12,023,009 Shares (including forfeited Shares), representing 2.46%, 2.46% and 2.46% of the Shares in issue, respectively, remained available for future grants of Awards under the Share Award Scheme No.1. As Awards granted under Share Award Scheme No.1 will be satisfied by Shares acquired through on-market transactions, no new Shares will be issued in respect of such Awards.

As at June 30, 2026, the trustee of a trust established to administer the Share Award Scheme No.1 in respect of non-connected persons held a total of 3,050,100 Shares and 1,600,000 Shares were held by the trustee of a trust established to administer the Share Award Scheme No.1 in respect of connected persons.

The movements during the Period in the Awards granted under the Share Award Scheme No.1 are as follows:

Grantees	Date of Award	Originally granted	As at January 1, 2026	Granted during the Period	Vested during the Period [2]	Forfeited/ Lapsed during the Period	As at June 30, 2026	Percentage of total issued Shares
Executive Directors:								
Ma Ting Hung	May 13, 2025	300,000[1][a]	300,000	Nil	100,000	Nil	200,000	0.04%
Liu Sai Wang Stephen	May 13, 2025	300,000[1][a]	300,000	Nil	100,000	Nil	200,000	0.04%
Liu Sai Keung Thomas	May 13, 2025	300,000[1][a]	300,000	Nil	100,000	Nil	200,000	0.04%
Xue Lan	May 13, 2025	300,000[1][a]	300,000	Nil	100,000	Nil	200,000	0.04%
Non-executive Director:								
Yip Ka Kay	May 13, 2025	300,000[1][a]	300,000	Nil	100,000	Nil	200,000	0.04%
Independent non-executive Directors:								
Chen Penghui	May 13, 2025	300,000[1][a]	300,000	Nil	100,000	Nil	200,000	0.04%
Chen Derek	May 13, 2025	300,000[1][a]	300,000	Nil	100,000	Nil	200,000	0.04%
Fang Yuan	May 13, 2025	300,000[1][a]	300,000	Nil	100,000	Nil	200,000	0.04%
Sub-total		**2,400,000**	**2,400,000**	**Nil**	**800,000**	**Nil**	**1,600,000**	**0.33%**
Five highest paid individuals during the Period [1]:								
Non-connected person	June 17, 2025	375,000[1][b]	375,000	Nil	125,000	Nil	250,000	0.05%
Sub-total		**375,000**	**375,000**	**Nil**	**125,000**	**Nil**	**250,000**	**0.05%**
Employees:								
Non-connected person	October 3, 2022	200,000[1][c]	50,000	Nil	Nil	Nil	50,000	0.01%
Non-connected person	June 30, 2023	200,000[1][d]	100,000	Nil	Nil	Nil	100,000	0.02%
20 Non-connected persons	May 13, 2025	3,210,000[1][a]	2,445,000	Nil	785,000	90,000	1,570,000	0.32%
2 Non-connected persons	September 16, 2025	225,000[1][e]	225,000	Nil	Nil	Nil	225,000	0.05%
Non-connected person	April 15, 2026	45,000[1][f]	Nil	45,000	Nil	Nil	45,000	0.009%
Non-connected person	April 15, 2026	60,000[1][g]	Nil	60,000	Nil	Nil	60,000	0.01%
Sub-total		**3,940,000**	**2,820,000**	**105,000**	**785,000**	**90,000**	**2,050,000**	**0.42%**
Total		**6,715,000**	**5,595,000**	**105,000**	**1,710,000**	**90,000**	**3,900,000**	**0.80%**

Notes:

(1) The Shares underlying Awards granted under the Share Award Scheme No.1 vest in the tranches as follows:

No.	First Tranche	Second Tranche	Third Tranche	Fourth Tranche
(a)	one-third, on May 13, 2026	one-third, on May 13, 2027	one-third, on May 13, 2028	N/A
(b)	one-third, on June 17, 2026	one-third, on June 17, 2027	one-third, on June 17, 2028	N/A
(c)	one-quarter, on October 3, 2023	one-quarter, on October 3, 2024	one-quarter, on October 3, 2025	one-quarter, on October 3, 2026
(d)	one-quarter, on July 1, 2024	one-quarter, on July 1, 2025	one-quarter, on July 1, 2026	one-quarter, on July 1, 2027
(e)	one-third, on September 16, 2026	one-third, on September 16, 2027	one-third, on September 16, 2028	N/A
(f)	two-thirds, on June 9, 2027	one-third, on June 9, 2028	N/A	N/A
(g)	one-third, on April 15, 2027	one-third, on April 15, 2028	one-third, on April 15, 2029	N/A

(2) A total of 1,710,000 Shares vested during the Period. The weighted average closing price of these Shares before the relevant vesting dates during the Period is HK$1.15.

(3) No Award was cancelled during the Period.

No Awards have been granted pursuant to the Share Award Scheme No.2 since its adoption date and up to the date of this report. Accordingly, as at January 1, 2026, June 30, 2026 and the date of this report, a total of 49,305,718 Shares, representing 10.07% of the Shares in issue, respectively, remained available for future grants of Awards under the Share Award Scheme No.2.

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS IN SHARES AND UNDERLYING SHARES

As at June 30, 2026, the interests and short positions of the substantial shareholders and other persons in Shares or underlying Shares, as recorded in the register required to be kept under section 336 of the SFO, were as follows:

Name of Shareholder	Capacity/Nature of interest	Number of Shares held as long position	Number of underlying Shares pursuant to Awards	Percentage of total issued Shares (1)
Ma Ting Hung	Personal interest	18,227,000		50.68%
	Beneficiary of a trust (2)		200,000	
	Interest in controlled corporations (3)	229,613,366		
Wealthy Surplus Limited	Beneficial interest (3)	99,298,279		20.29%
Skyworld-Best Limited	Beneficial interest (3)	84,719,154		17.31%
Glory Global International Limited	Beneficial interest (3)	45,595,933		9.32%
Liu Sai Wang Stephen	Personal interest	1,300,000		13.74%
	Beneficiary of a trust (2)		200,000	
	Interest in controlled corporations (4)	65,742,173		
Perfect Castle Development Limited	Beneficial interest (4)	27,523,810		5.62%
Kwok Lim Ying	Interest in a controlled corporation (5)	34,093,858		6.97%
Magic Mount Limited	Beneficial interest (4) (5)	34,093,858		6.97%
Kwok Peter Viem	Interest in a controlled corporation (6)	48,746,970		9.96%
Kwok Chang Shiu Feng	Interest in a controlled corporation (6)	48,746,970		9.96%
High Loyal Management Limited	Beneficial interest (6)	48,746,970		9.96%
Cavamont Holdings Limited	Interest in a controlled corporation (7)	41,339,885		8.45%
Cavamont Investments Limited	Interest in a controlled corporation (8)	41,339,885		8.45%
Cavamont Master Fund	Beneficial interest (8)	41,339,885		8.45%

Notes:

(1) The calculation is based on (i) the aggregate number of Shares and, if any, underlying Shares pursuant to share options and share awards and (ii) the total number of 489,459,789 Shares in issue as at June 30, 2026.

(2) These interests are award shares granted under the Share Award Scheme No.1 and are held by a trustee of the Share Award Scheme No.1 pending vesting.

(3) Ma Ting Hung controls 100% of each of Skyworld-Best Limited, Wealthy Surplus Limited and Glory Global International Limited.

(4) Liu Sai Wang Stephen controls 100% of each of Perfect Castle Development Limited and Union Fair International Limited, and 50% of Magic Mount Limited. Perfect Castle Development Limited has an interest in 27,523,810 Shares and Union Fair International Limited has an interest in 4,124,505 Shares.

(5) Kwok Lim Ying, the mother of Liu Sai Wang Stephen, controls 50% of Magic Mount Limited.

(6) Kwok Peter Viem and Kwok Chang Shiu Feng each controls 50% of High Loyal Management Limited.

(7) Cavamont Holdings Limited controls 100% of Cavamont Investments Limited ("**Cavamont Investments**").

(8) Cavamont Investments controls 100% of Cavamont Master Fund.

Save as disclosed herein and in the section headed "Directors' and Chief Executive's Interests in Shares and Underlying Shares" above, and so far as is known to the Directors, as at June 30, 2026, no person had an interest or a short position in the Shares or underlying Shares required to be recorded in the register to be kept under section 336 of the SFO.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the Period.

REVIEW OF ACCOUNTS

The audit committee has reviewed this report with senior management of the Company.

Report on Review of Interim Financial Information

To the Board of Directors of VCREDIT Holdings Limited
(registered by way of continuation in the Cayman Islands with limited liability)

INTRODUCTION

We have reviewed the interim financial information set out on pages 29 to 75, which comprises the interim condensed consolidated statement of financial position of VCREDIT Holdings Limited (the "**Company**") and its subsidiaries (together, the "**Group**") as at June 30, 2026 and the interim condensed consolidated statement of comprehensive income, the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the six-month period then ended, and selected explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 "Interim Financial Reporting". The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

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

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information of the Group is not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting".

PricewaterhouseCoopers
Certified Public Accountants
Hong Kong, August 24, 2026

Interim Condensed Consolidated Statement of Comprehensive Income

For the six months ended June 30, 2026

		Six months ended June 30,	
		2026	2025
	Notes	***RMB'000***	*RMB'000*
		(Unaudited)	(Unaudited)
Continuing operations			
Interest and similar income	*6*	**245,237**	1,089,520
Less: interest expenses	*6*	**(39,920)**	(153,005)
Net interest and similar income	*6*	**205,317**	936,515
Loan facilitation service fees	*7*	**373,974**	1,269,811
Other income	*8*	**389,917**	293,582
Total income		**969,208**	2,499,908
Origination and servicing expenses	*9*	**(394,222)**	(1,075,852)
Sales and marketing expenses	*9*	**(15,025)**	(31,471)
General and administrative expenses	*9*	**(137,451)**	(215,977)
Research and development expenses	*9*	**(38,252)**	(58,459)
Credit impairment losses	*10*	**(84,841)**	(214,738)
Fair value change of loans to customers		**(261,946)**	(624,104)
Other (losses)/gains, net	*11*	**(12,109)**	140
Operating profit		**25,362**	279,447
Share of net loss of associates accounted for using the equity method		**(10,080)**	(3,933)
Profit before income tax		**15,282**	275,514
Income tax	*12*	**(3,306)**	(59,525)
Profit for the interim period		**11,976**	215,989
Profit for the interim period attributable to:			
Owners of the Company		**13,376**	215,990
Non-controlling interests		**(1,400)**	(1)

For the six months ended June 30, 2026

	Notes	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Other comprehensive (loss)/income			
Exchange difference on translation of foreign operations		**(17,301)**	27,856
Total comprehensive (loss)/income for the interim period, net of tax		**(5,325)**	243,845
Total comprehensive income for the interim period attributable to:			
Owners of the Company		**(3,925)**	243,846
Non-controlling interests		**(1,400)**	(1)
		(5,325)	243,845
Basic earnings per share *(RMB yuan)*	*13*	**0.03**	0.44
Diluted earnings per share *(RMB yuan)*	*13*	**0.03**	0.44

The above interim condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

Interim Condensed Consolidated Statement of Financial Position

As at June 30, 2026

	Notes	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Assets			
Cash and cash equivalents	14(a)	1,658,338	1,395,803
Restricted cash	14(b)	501,075	697,160
Loans to customers	15	1,316,191	4,165,673
Contract assets	16	11,160	27,965
Guarantee receivables	17	345,799	1,010,184
Financial investments at fair value through profit or loss	18	70,961	79,810
Investments accounted for using the equity method	19	6,491	16,769
Deferred tax assets	20	905,902	906,685
Right-of-use assets		30,969	33,481
Intangible assets		33,561	39,802
Property and equipment		78,765	89,976
Other assets	21	498,322	864,677
Total assets		5,457,534	9,327,985
Liabilities			
Current tax liabilities		19,958	133,320
Guarantee liabilities	17	369,503	1,526,294
Lease liabilities		33,035	35,528
Borrowings	22	321,492	2,808,417
Notes payable	23	204,991	213,879
Deferred tax liabilities	20	3,124	5,465
Other liabilities	24	557,644	652,790
Total liabilities		1,509,747	5,375,693
Equity			
Share capital	25	40,067	40,067
Share premium	25	5,081,352	5,080,413
Shares held under share award scheme	26	(14,032)	(15,218)
Other reserves		765,776	784,147
Accumulated losses		(1,927,995)	(1,941,371)
Non-controlling interests		2,619	4,254
Total equity		3,947,787	3,952,292
Total liabilities and equity		5,457,534	9,327,985

The above interim condensed consolidated statement of financial position should be read in conjunction with the accompanying notes.

Interim Condensed Consolidated Statement of Changes in Equity

For the six months ended June 30, 2026

	Attributable to owners of the Company							
				Other reserves				
	Share capital	Share premium	Shares held under share award scheme	Share-based payment reserves	Translation reserve	Accumulated losses	Non-controlling interests	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
	Note 25	*Note 25*	*Note 26*					
(Unaudited)								
Balance at January 1, 2026	40,067	5,080,413	(15,218)	679,915	104,232	(1,941,371)	4,254	3,952,292
Profit for the interim period	–	–	–	–	–	13,376	(1,400)	11,976
Exchange difference on translation of foreign operations	–	–	–	–	(17,301)	–	–	(17,301)
Total comprehensive income for the interim period	–	–	–	–	(17,301)	13,376	(1,400)	(5,325)
Transactions with owners in their capacity as owners								
Shares purchases for share awards	–	–	(4,059)	–	–	–	–	(4,059)
Share-based payment	–	–	–	4,879	–	–	–	4,879
Purchase of non-controlling interests	–	235	–	–	–	–	(235)	–
Vesting of share awards	–	704	5,245	(5,949)	–	–	–	–
Total transactions with owners in their capacity as owners	–	939	1,186	(1,070)	–	–	(235)	820
Balance at June 30, 2026	40,067	5,081,352	(14,032)	678,845	86,931	(1,927,995)	2,619	3,947,787

Interim Condensed Consolidated Statement of Changes in Equity

For the six months ended June 30, 2026

	Attributable to owners of the Company							
				Other reserves				
	Share capital	Share premium	Shares held under share award scheme	Share-based payment reserves	Translation reserve	Accumulated losses	Non-controlling interests	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
	Note 25	*Note 25*	*Note 26*					
(Unaudited)								
Balance at January 1, 2025	40,067	5,198,001	(3,189)	673,239	78,957	(1,381,559)	1,411	4,606,927
Profit for the interim period	–	–	–	–	–	215,990	(1)	215,989
Exchange difference on translation of foreign operations	–	–	–	–	27,856	–	–	27,856
Total comprehensive income for the interim period	–	–	–	–	27,856	215,990	(1)	243,845
Transactions with owners in their capacity as owners								
Shares purchases for share awards	–	–	(11,932)	–	–	–	–	(11,932)
Share-based payment	–	–	–	1,906	–	–	–	1,906
Dividends declared	–	(89,333)	–	–	–	–	–	(89,333)
Vesting of share awards	–	105	660	(765)	–	–	–	–
Total transactions with owners in their capacity as owners	–	(89,228)	(11,272)	1,141	–	–	–	(99,359)
Balance at June 30, 2025	40,067	5,108,773	(14,461)	674,380	106,813	(1,165,569)	1,410	4,751,413

The above interim condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

Interim Condensed Consolidated Statement of Cash Flows

For the six months ended June 30, 2026

	Notes	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Cash flows from operating activities			
Cash generated from/(used in) operating activities		**2,743,424**	(1,783,022)
Income tax paid		**(52,221)**	(218,258)
Net cash inflow/(outflow) from operating activities		**2,691,203**	(2,001,280)
Cash flows from investing activities			
Investment in associate accounted for using the equity method		**–**	(3,684)
Payments for property and equipment		**(3,844)**	(8,781)
Payments for intangible assets		**(15)**	(826)
Proceeds from sale of property and equipment		**–**	52
Proceeds from disposal of subsidiaries		**61**	–
Proceeds from/(payments for) financial investments at fair value through profit or loss, net		**9,020**	(9,609)
Proceeds from other investing activities		**127,650**	–
Net cash inflow/(outflow) from investing activities		**132,872**	(22,848)
Cash flows from financing activities			
Proceeds from issuance of notes payable		**33,024**	23,237
(Payments for)/proceeds from borrowings, net		**(2,466,037)**	2,178,161
Including: (payments for)/proceeds from trust plan holders, net		**(2,428,130)**	2,021,041
Repayment for notes payable		**(34,363)**	(96,339)
Interest expenses paid		**(52,865)**	(121,295)
Payments for shares repurchased		**(4,059)**	(11,932)
Payments for lease liabilities		**(26,092)**	(16,798)
Net cash (outflow)/inflow from financing activities		**(2,550,392)**	1,955,034
Net increase/(decrease) in cash and cash equivalents		**273,683**	(69,094)
Cash and cash equivalents at the beginning of the period	*14(a)*	**1,395,827**	1,693,437
Effects of exchange rate changes on cash and cash equivalents		**(11,157)**	12,042
Cash and cash equivalents at the end of the period	*14(a)*	**1,658,353**	1,636,385

The above interim condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes.

Notes to the Interim Condensed Consolidated Financial Information

1 GENERAL INFORMATION

VCREDIT Holdings Limited (the "**Company**") was incorporated in the British Virgin Islands (the "**BVI**") on July 24, 2007 as an exempted company with limited liability under the laws of the BVI.

Pursuant to a shareholders' resolution dated February 6, 2018, the Company re-domiciled to the Cayman Islands by way of continuation as an exempted company with limited liability under the Companies Law, Cap. 22 (Law 3 of 1961) of the Cayman Islands, as amended or supplemented. The re-domiciliation was completed on February 26, 2018. The current address of the Company's registered office is at Harneys Fiduciary (Cayman) Limited, 4th Floor, Harbour Place, 103 South Church Street, P.O. Box 10240, Grand Cayman KY1-1002, Cayman Islands.

The Company is an investment holding company. The Company together with its subsidiaries (the "**Group**") is a technology-driven consumer financial service provider in the mainland of People's Republic of China (the "**Chinese mainland**" or the "**PRC**") and the Hong Kong Special Administrative Region of the People's Republic of China ("**Hong Kong**"). The Group offers tailored consumer finance products to prime and near-prime borrowers, who are underserved by traditional financial institutions, by facilitating transactions between borrowers and financial institutions or lending to borrowers.

The Company's shares have been listed on the Main Board of The Stock Exchange of Hong Kong Limited since June 21, 2018 by way of its initial public offering. As at June 30, 2026, the number of ordinary shares of the Company ("**Shares**") in issue was 489,459,789, with a par value of HK$0.10 per Share.

The interim condensed consolidated financial information is presented in Renminbi ("**RMB**"), unless otherwise stated.

The interim condensed consolidated financial information has been approved and authorised for issue by the board of directors of the Company on August 24, 2026.

2 BASIS OF PREPARATION OF THE INTERIM REPORT

These interim condensed consolidated financial information for the six-month reporting period ended June 30, 2026 has been prepared in accordance with International Accounting Standard ("**IAS**") 34 "Interim Financial Reporting" issued by the International Accounting Standards Board.

The interim condensed consolidated financial information does not include all of the notes normally included in annual consolidated financial statements. Accordingly, the interim condensed consolidated financial information should be read in conjunction with the annual consolidated financial statements for the year ended December 31, 2025, which have been prepared in accordance with IFRS Accounting Standards, and any public announcements made by the Group during the six months ended June 30, 2026.

3 NEW STANDARDS AND AMENDMENTS

3.1 New standards and amendments adopted by the Group

Except as described below, the accounting policies and method of computation used in the preparation of the interim condensed consolidated financial information are consistent with those used in the annual financial statements for the year ended December 31, 2025.

The following standards and interpretations apply for the first time to financial reporting periods commencing on or after January 1, 2026:

		Effective for the annual periods beginning on or after
Amendment to IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments, and Contracts Referencing Nature-dependent Electricity	January 1, 2026
Accounting Standards – Volume 11	Annual Improvements to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7	January 1, 2026

The Group adopted the above amendment on January 1, 2026 and noted no material impact on the Group's financial position or performance.

3.2 New standards and amendments that have relevance to the Group but not yet adopted by the Group

		Effective for the annual periods beginning on or after
IFRS 18 (i)	Presentation and Disclosure in Financial Statements	January 1, 2027 (early adoption is permitted)
IFRS 19 (ii)	Subsidiaries without Public Accountability: Disclosures	January 1, 2027
Amendments to IAS 21 (iii)	Translation to a Hyperinflationary Presentation Currency	January 1, 2027 (early adoption is permitted)
IFRS 20 (iv)	Regulatory Assets and Regulatory Liabilities	January 1, 2029 (early adoption is permitted)

3 NEW STANDARDS AND AMENDMENTS (continued)

3.2 New standards and amendments that have relevance to the Group but not yet adopted by the Group (continued)

(i) IFRS 18: Presentation and Disclosure in Financial Statements

IFRS 18 will replace IAS 1 Presentation of Financial Statements, introducing new requirements that will help to achieve comparability of the financial performance of similar entities and provide more relevant information and transparency to users. Even though IFRS 18 will not impact the recognition or measurement of items in the financial statements, its impacts on presentation and disclosure are expected to be pervasive, in particular those related to the statement of financial performance and providing management-defined performance measures within the financial statements.

Management is currently assessing the detailed implications of applying the new standard on the Group's consolidated financial statements. From the high-level preliminary assessment performed, the following potential impacts have been identified:

- Although the adoption of IFRS 18 will have no impact on the Group's net profit, the Group expects that grouping items of income and expenses in the consolidated statement of comprehensive income into the new categories might impact how operating profit is calculated and reported.

- The line items presented on the primary financial statements might change as a result of the application of the concept of "useful structured summary" and the enhanced principles on aggregation and disaggregation.

- The Group does not expect there to be a significant change in the information that is currently disclosed in the notes because the requirement to disclose material information remains unchanged; however, the way in which the information is grouped might change as a result of the aggregation/disaggregation principles. In addition, there will be significant new disclosures required for:

  - o management-defined performance measures;

  - o a break-down of the nature of expenses for line items presented by function in the operating category of the consolidated statement of comprehensive income – this break-down is only required for certain nature expenses; and

  - o for the first annual period of application of IFRS 18, a reconciliation for each line item in the consolidated statement of comprehensive income between the restated amounts presented by applying IFRS 18 and the amounts previously presented applying IAS 1.

3 NEW STANDARDS AND AMENDMENTS (continued)

3.2 New standards and amendments that have relevance to the Group but not yet adopted by the Group (continued)

(i) IFRS 18: Presentation and Disclosure in Financial Statements (continued)

The Group is in the process of determining the impact of applying IFRS 18 on the Group's financial statements. The Group has prepared a transition plan and is on track to report its first IFRS 18-compliant interim financial statements for the period ended June 30, 2027 and annual financial statements for the period ended December 31, 2027.

The Group currently presents an operating profit subtotal and is performing a detailed assessment to determine the appropriate classification of items to ensure that the operating profit subtotal will comply with the requirements of IFRS 18. The new aggregation and disaggregation requirements of IFRS 18 will lead into changes to present the most useful structured summary.

The Group currently reports a non-IFRS adjusted profit measure to the investors, and expects that this measure will meet the definition of a management-defined performance measure. The Group is performing an assessment of other measures that are currently being reported outside the financial information and whether or not these meet the definition of a management-defined performance measure.

At the subsequent reporting period, the Group will provide an update on the progress towards transition to IFRS 18.

(ii) IFRS 19: Subsidiaries without Public Accountability: Disclosures

IFRS 19 is a voluntary standard for eligible subsidiaries, whose reduced disclosure requirements balance the information needs of the users of eligible subsidiaries' financial statements with cost savings for preparers.

A subsidiary is eligible if:

- It does not have public accountability; and
- It has an ultimate or intermediate parent that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.

VCREDIT Holdings Limited, as the parent entity preparing consolidated financial statements under IFRS Accounting Standards, is not itself eligible to apply IFRS 19 in either its separate or its consolidated financial statements. The Group is evaluating which of its subsidiaries would meet the eligibility criteria in IFRS 19. At the date of these interim financial statements, the Group has not yet decided whether to permit subsidiaries to apply IFRS 19 in their stand-alone financial statements; this decision is expected to be finalised in the second half of 2026. Adoption by an eligible subsidiary would have no impact on the consolidated financial statements of the Group.

3 NEW STANDARDS AND AMENDMENTS (continued)

3.2 New standards and amendments that have relevance to the Group but not yet adopted by the Group (continued)

(iii) Amendments to IAS 21: Translation to a Hyperinflationary Presentation Currency

These amendments specify the translation procedures for an entity whose presentation currency is that of a hyperinflationary economy.

The entity applies the amendments if:

- Its functional currency is that of a non-hyperinflationary economy and it is translating its results and financial position into the currency of a hyperinflationary economy, or

- It is translating into the currency of a hyperinflationary economy the results and financial position of a foreign operation whose functional currency is that of a non-hyperinflationary economy.

The amendments aim to improve the usefulness of the resulting information in a cost-effective manner and reduce diversity in practice.

The Group's presentation currency is the RMB, which is not a currency of a hyper-inflationary economy. Accordingly, the amendments are not expected to have any impact on the Group's consolidated financial statements. The Group will continue to monitor the IAS 29 indicators for the economies in which it operates.

(iv) IFRS 20: Regulatory Assets and Regulatory Liabilities

IFRS 20 supersedes IFRS 14 and will affect the financial statements of entities that are subject to rate regulation. Rate regulation can significantly affect the amount and timing of an entity's revenue, profit and cash flows by specifying: (a) how much compensation an entity is entitled to charge customers for regulatory goods or services supplied in a period; and (b) when the entity can include that compensation in the regulated rates charged to customers.

IFRS 20 supplements the information that an entity provides by applying IFRS 15. It requires an entity to provide information that gives insights into the total amount of compensation to which the entity is entitled for regulatory goods or services supplied in each reporting period. The resulting information better matches revenue to the costs incurred supplying those goods and services.

3 NEW STANDARDS AND AMENDMENTS (continued)

3.2 New standards and amendments that have relevance to the Group but not yet adopted by the Group (continued)

(iv) IFRS 20: Regulatory Assets and Regulatory Liabilities (continued)

If there is a difference between when a company supplies regulatory goods and services and when it charges customers for those goods and services pursuant to a regulatory agreement, revenue reported by applying IFRS 15 might not fully reflect the company's performance in a period. IFRS 20 calls this a "difference in timing". The new standard requires entities to account for the effects of differences in timing in their financial statements by recognising regulatory assets and regulatory liabilities and the resulting regulatory income and regulatory expense.

The Group does not currently operate businesses within the scope of IFRS 20. Its revenue streams are not subject to regulatory agreements that create timing differences between supply and billing. Accordingly, IFRS 20 is not expected to affect the Group's financial statements.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

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

5 RISK MANAGEMENT

5.1 Financial risk factors

The Group's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance. Risk management is carried out by the senior management of the Group.

The interim condensed consolidated financial information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the consolidated financial statements for the year ended December 31, 2025.

There had been no significant changes in the risk management policies since December 31, 2025.

5 RISK MANAGEMENT (continued)

5.1 Financial risk factors (continued)

Measurement of expected credit losses ("ECL")

The estimation of credit exposure for risk management purposes is complex and requires the use of models, as the exposure varies with changes in market conditions, expected cash flows and the passage of time. The assessment of credit risk of a portfolio of assets entails further estimations as to the likelihood of defaults occurring, of the associated loss ratios and of default correlations between counterparties. The Group measures credit risk using Probability of Default ("**PD**"), Exposure at Default and Loss Given Default. This is consistent with the models applied in the consolidated financial statements for the year ended December 31, 2025.

The assessment of ECL incorporates forward-looking information in respect of PD. The Group has performed historical analysis and identified the key economic variables impacting credit risk and ECL for its credit exposures in the Chinese mainland, which is Chinese mainland Consumer Price Index ("**CPI**") and Chinese mainland Gross Domestic Product ("**GDP**").

Key economic variables	**Scenario**	**As at June 30, 2026**	As at December 31, 2025
Chinese mainland CPI	Base	**0.76%**	0.33%
	Upside	**0.90%**	0.40%
	Downside	**0.50%**	0.00%
Chinese mainland GDP	Base	**4.80%**	4.80%
	Upside	**5.00%**	5.00%
	Downside	**4.50%**	4.00%

The weightings assigned to base, upside and downside economic scenario at June 30, 2026 were 80%, 10% and 10%, respectively (December 31, 2025: 80%, 10% and 10%, respectively).

5 RISK MANAGEMENT (continued)

5.1 Financial risk factors (continued)

Sensitivity analysis

The ECL allowance is sensitive to the weightings assigned to each economic scenario.

For CPI and GDP in the Chinese mainland, assuming a 10% increase in the weight of the upside scenario and a 10% reduction in the weight of the base scenario, the Group's ECL allowance as at June 30, 2026 would be reduced by RMB3.08 million (December 31, 2025: RMB3.20 million); assuming a 10% increase in the weight of the downside scenario and a 10% reduction in the weight of the base scenario, the Group's ECL allowance as at June 30, 2026 would be increased by RMB2.06 million (December 31, 2025: RMB14.19 million).

5.2 Fair value measurement of financial instruments

The Group's main financial instruments carried at fair value are loans to customers at fair value through profit or loss and financial investments at fair value through profit or loss.

Fair value hierarchy

To provide an indication about the reliability of the inputs used in determining fair value, the Group classifies its financial instruments into the three levels prescribed under the accounting standards.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives) is based on quoted (unadjusted) market prices at the end of the reporting period. The quoted marked price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

5 RISK MANAGEMENT (continued)

5.2 Fair value measurement of financial instruments (continued)

Fair value hierarchy (continued)

The following table presents the Group's financial assets and financial liabilities measured and recognised at fair value as at June 30, 2026 and December 31, 2025, respectively, on a recurring basis:

	Valuation techniques	As at June 30, 2026			
		Level 1 *RMB'000*	Level 2 *RMB'000*	Level 3 *RMB'000*	Total *RMB'000*
(Unaudited)					
Assets					
Loans to customers					
– Loans to customers at fair value through profit or loss	Discounted cash flow method [(i)]	–	–	882,949	882,949
Financial investments at fair value through profit or loss					
– Private equity fund	Net asset value	–	–	31,000	31,000
– Unlisted equity	Market comparable companies	–	–	10,810	10,810
– Revenue based financing product	Discounted cash flow method [(i)]	–	–	24,530	24,530
– Others	Quoted market price or discounted cash flow method [(i)]	1,614	–	3,007	4,621
		1,614	–	952,296	953,910

	Valuation techniques	As at December 31, 2025			
		Level 1 *RMB'000*	Level 2 *RMB'000*	Level 3 *RMB'000*	Total *RMB'000*
(Audited)					
Assets					
Loans to customers					
– Loans to customers at fair value through profit or loss	Discounted cash flow method [(i)]	–	–	3,838,950	3,838,950
Financial investments at fair value through profit or loss					
– Private equity fund	Net asset value	–	–	29,783	29,783
– Unlisted equity	Market comparable approach	–	–	19,099	19,099
– Revenue based financing product	Discounted cash flow method [(i)]	–	–	27,805	27,805
– Others	Discounted cash flow method [(i)]	–	–	3,123	3,123
		–	–	3,918,760	3,918,760

(i) The key unobservable input used in the discounted cash flow method is the risk-adjusted discount rate.

5 RISK MANAGEMENT (continued)

5.2 Fair value measurement of financial instruments (continued)

Fair value hierarchy (continued)

The following table presents the changes in level 3 asset instruments for the six months ended June 30, 2026 and 2025, respectively:

	Loans to customers RMB'000 (Unaudited)	Financial investments at fair value through profit or loss RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
At January 1, 2026	**3,838,950**	**79,810**	**3,918,760**
Additions	**249,595**	**13,301**	**262,896**
Derecognition	**(2,943,650)**	**(17,894)**	**(2,961,544)**
Losses recognised in profit or loss within fair value change of loans to customers	**(261,946)**	**–**	**(261,946)**
Losses recognised in profit or loss within other gains, net	**–**	**(4,528)**	**(4,528)**
Foreign exchange difference	**–**	**(1,342)**	**(1,342)**
At June 30, 2026 (i)	**882,949**	**69,347**	**952,296**
At January 1, 2025	6,106,530	54,376	6,160,906
Additions	10,078,988	20,917	10,099,905
Derecognition	(7,396,010)	(11,308)	(7,407,318)
Losses recognised in profit or loss within fair value change of loans to customers	(624,104)	–	(624,104)
Gains recognised in profit or loss within other gains, net	–	4,379	4,379
Foreign exchange difference	–	(127)	(127)
At June 30, 2025	8,165,404	68,237	8,233,641

(i) The net unrealised losses attributable to level 3 financial instruments as at June 30, 2026 amounted to RMB792.36 million (As at December 31, 2025: RMB1,567.92 million).

There were no transfers between the levels of the fair value hierarchy in the six months ended June 30, 2026. There were no changes made to any of the valuation techniques applied in the six months ended June 30, 2026.

The Group's policy is to recognise transfers into and out of fair value hierarchy levels as at the end of the reporting period.

5 RISK MANAGEMENT (continued)

5.2 Fair value measurement of financial instruments (continued)

Fair value measurements using significant unobservable inputs

The Group has a team that performs the valuations of financial assets required for financial reporting purposes, including level 3 fair values. The team manages the valuation exercise of the investments on a case by case basis. The team would use valuation techniques to determine the fair value of the Group's level 3 instruments once every month. External valuation experts will be involved when necessary.

As at June 30, 2026, the level 3 instruments were mainly loans to customers at fair value through profit or loss. As the loans to customers are not traded in an active market, its fair value has been determined using the discounted cash flow method whereby the discount rate adjustment technique is applied. The discount rate used to determine the present value was a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the assets as at each reporting date. The management determined the risk-free interest rates based on the yield of China Government Bonds with a maturity equal to periods from the respective reporting date to expected cash flow date. The determination of risk premiums to derive the risk-adjusted discount rates involved critical estimates and judgements.

The table below illustrates the impact on profit before income tax for the six months ended June 30, 2026 and 2025, if the risk-adjusted discount rate had increased/decreased by 100 basis points with all other variables held constant.

Expected changes in profit before income tax	**Six months ended June 30,**	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
+100 basis points	**(272)**	(21,922)
– 100 basis points	**274**	22,177

Fair values of other financial instruments

The Group also has a number of financial instruments which are not measured at fair value in the interim condensed consolidated statement of financial position such as guarantee receivables, other receivables, notes payable, borrowings and other payables. For these instruments, the fair values are not materially different from their carrying amounts, since the interest rate is close to current market rates, or the instruments are short-term in nature.

5.3 Operation risk

Operation risk is the risk of loss resulting from inadequate or failure of proper internal controls on business processes, employees and systems or from uncontrollable external events. The Group is exposed to many types of operation risks in the conduct of its business. The Group attempts to manage operation risk by establishing clear policies and requiring well documented business processes to ensure that transactions are properly authorised, supported and recorded.

5 RISK MANAGEMENT (continued)

5.3 Operation risk (continued)

The National Financial Regulatory Administration (the "**NFRA**", formerly known as the China Banking and Insurance Regulatory Commission), jointly with other regulatory authorities, issued the Circular on Issuing Supplementary Provisions on Supervision of Financing Guarantee Companies (the "**Circular**") on October 24, 2019 to further regulate certain financial guarantee activities. The Group has acknowledged the requirements set forth in the Circular and noted the potential non-compliance risk to the certain current business model for its trust scheme operations and loan facilitation services going forward. Such potential non-compliance could subject the Group to penalties and/or it being required to change its current business models.

The Group has established its own financial guarantee company and restructuring future credit enhancement arrangements, to cope with the implications of the Circular. Taking into consideration current market practice and the implementation status of the related regulatory requirements, the Group has assessed and does not believe that it is probable there will be a material outflow of resources during the process of complying with the new regulations. The Group will pay close attention to market developments and will continue to monitor the impact to its operations and financial position.

The NFRA issued the "Notice on Strengthening the Management of Commercial Banks' Internet Loan Facilitation Business and Enhancing the Quality and Efficiency of Financial Services" (the "**Notice**") on April 1, 2025 to further standardize and regulate online facilitated loan business activities of certain financial institutions, including list based management of loan facilitation services provider, monitoring on overall loan pricing and disclosing required fee information to borrowers. The Notice came into effect on October 1, 2025. The existing and future lending operations of the Group may be subject to the implementation of such Notice and such Notice will, in turn, impact the Group's business-volume growth and profitability. The Group has acknowledged and is fully aware of the latest regulatory requirements and is taking action to fulfill the requirements.

The NFRA and the People's Bank of China jointly issued the "Provisions on Disclosing the Comprehensive Financing Cost of Personal Loans" (the "**Provisions**") on March 3, 2026 to protect the legitimate rights of financial consumers and improve the quality and efficiency of financial services. The Provisions specify that lenders shall present to borrowers a clear statement of comprehensive financing costs, including various fees charged by cooperative institutions. They also require that the responsibilities and obligations of each party in implementing the requirement shall be clearly defined in the cooperation agreements between lenders and cooperative institutions. The Provisions will come into effect on August 1, 2026. The Group has acknowledged and is fully aware of the regulatory requirements under the Provisions and is taking action to fulfill the requirements.

6 NET INTEREST AND SIMILAR INCOME

	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Interest and similar income		
Loans to customers at fair value through profit or loss	187,928	1,067,748
Loans to customers at amortised cost	57,309	21,772
	245,237	1,089,520
Less: interest expenses		
Payable to trust plan holders	(19,659)	(130,117)
Notes payable	(9,623)	(9,639)
Borrowings from other financial institutions	(7,211)	(478)
Bank borrowings	(3,047)	(12,771)
Others	(380)	–
	(39,920)	(153,005)
Net interest and similar income	205,317	936,515

7 LOAN FACILITATION SERVICE FEES

	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Upfront loan facilitation service fees	163,151	814,151
Post loan facilitation service fees	210,823	455,660
	373,974	1,269,811

Note: The Group considers the upfront loan facilitation services and post loan facilitation services as distinct performance obligations. Upfront loan facilitation service fees are recognised at loan inception. Post loan facilitation service fees are recognised over the term of the loan, which approximates the pattern of when the underlying services are performed. The unsatisfied performance obligations as at June 30, 2026 were RMB6.41 million. Management expected that 100.00% of the transaction price allocated to the unsatisfied contracts as at June 30, 2026 would be recognised as revenue within the next 12 months (As at December 31, 2025: the unsatisfied performance obligations were RMB106.50 million, and management expected that 100.00% of the transaction price allocated to the unsatisfied contracts would be recognised as revenue within the next 12 months).

8 OTHER INCOME

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Technology and platform service fees	**437,041**	215,253
Government grants [(i)]	**49,403**	33,814
Penalty and other charges	**19,615**	17,210
(Losses)/gains from guarantee	**(123,658)**	21,523
Others	**7,516**	5,782
	389,917	293,582

(i) For the six months ended June 30, 2026, RMB32.73 million was granted to support the technical innovation, RMB14.69 million was granted to support the development of digital economy, and the rest was mainly granted to encourage stable business development (for the six months ended June 30, 2025, RMB33.59 million was granted to support the development of digital economy and the rest was mainly granted to encourage stable business development).

9 EXPENSES BY NATURE

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Loan origination and servicing expenses	**(306,300)**	(992,566)
Employee benefit expenses	**(156,455)**	(224,798)
Professional service fees	**(34,556)**	(47,639)
Office expenses	**(32,409)**	(40,389)
Depreciation and amortisation	**(15,640)**	(17,144)
Tax and surcharge	**(9,697)**	(11,742)
Depreciation of right-of-use assets	**(9,429)**	(15,360)
Branding expenses	**(4,789)**	(15,163)
Others	**(15,675)**	(16,958)
Total origination and servicing expenses, sales and marketing expenses, general and administrative expenses, and research and development expenses	**(584,950)**	(1,381,759)

10 CREDIT IMPAIRMENT LOSSES

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Loans to customers at amortised cost	**(44,524)**	(18,908)
Guarantee receivables	**(31,475)**	(127,912)
Contract assets	**(10,189)**	(63,965)
Other assets	**985**	(3,281)
Restricted cash	**353**	(672)
Cash and cash equivalents	**9**	–
	(84,841)	(214,738)

11 OTHER (LOSSES)/GAINS, NET

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Bank interest income	**4,529**	14,992
Bank charges	**(593)**	(1,097)
Interest expense on lease liabilities	**(1,227)**	(985)
Exchange losses	**(5,735)**	(17,149)
(Losses)/gains from financial assets and other long-term assets	**(9,083)**	4,379
	(12,109)	140

12 INCOME TAX

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Current income tax	**(4,864)**	(140,195)
Deferred income tax	**1,558**	80,670
	(3,306)	(59,525)

12 INCOME TAX (continued)

The tax on the Group's profit before income tax differs from the theoretical amount that would arise using the statutory tax rate applicable to profit of the consolidated entities as follows:

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Profit before income tax:	**15,282**	275,514
Tax calculated at PRC statutory income tax rate of 25%	**(3,820)**	(68,878)
Tax effects of:		
– Differential income tax rates applicable to the Company and subsidiaries [(i)]	**(14,012)**	20,398
– Super deduction for research and development expenses	**4,617**	8,779
– Expenses not deductible for income tax purpose	**(725)**	(1,935)
Share-based compensation	**(403)**	(477)
Others	**(322)**	(1,458)
– Withholding tax on distributed profits	**–**	(3,438)
– Net effect on recognition of deferred tax	**9,453**	(13,821)
– Others	**1,181**	(630)
	(3,306)	(59,525)

(i) The Group's main applicable taxes and tax rates are as follows:

Cayman Islands

The Company re-domiciled to the Cayman Islands by way of continuation as an exempted company with limited liability from the BVI prior to listing on the Main Board of The Stock Exchange of Hong Kong Limited. The Company is governed by the laws of the Cayman Islands after completion of the continuation. Accordingly, the Company is not subject to income tax under Cayman Islands' law.

Chinese mainland

The PRC Enterprise Income Tax Law (the "**EIT Law**") applies an income tax rate of 25% to all enterprises but grants preferential tax treatments to certain enterprises that meet relevant requirements and qualifications.

In November 2023, Vision Credit Financial Technology Co., Ltd., an indirect wholly-owned subsidiary of the Company, was approved as High and New Technology Enterprises under the EIT Law and can enjoy the preferential income tax rate of 15%.

From January 1, 2023 to December 31, 2025, enterprises that are established in Qianhai Shenzhen-Hong Kong Modern Service Industry Cooperation Zone and comply with the tax preferential catalog are entitled to a preferential income tax rate of 15% according to the notices issued by State Taxation Administration of the PRC in March 2024. Guangdong Weishi Data Technology Co., Ltd., an indirect wholly-owned subsidiary of the Company, meets the above conditions and can enjoy the corresponding tax preferences from January 1, 2024.

12 INCOME TAX (continued)

(i) The Group's main applicable taxes and tax rates are as follows: (continued)

Chinese mainland (continued)

Hangzhou Vision Credit Information Technology Co., Ltd., an indirect wholly-owned subsidiary of the Company, is recognized as a nationally encouraged software enterprise in the Chinese mainland, which is eligible to enjoy the "two-year exemption and three-year halved reduction" enterprise income tax preference policy in accordance with the relevant regulations. Its income tax shall be exempted for the first two consecutive tax years, and then halved at the statutory enterprise income tax rate of 25% for the subsequent three consecutive tax years from January 1, 2025.

In addition, certain indirectly owned subsidiaries of the Company are subject to "Small Low-profit Enterprise" under the EIT Law, whose preferential income tax rate was 20%. As of June 30, 2026, the annual taxable income amount of subsidiaries of the Company that are subject to "Small Low-profit Enterprise" was calculated at a reduced rate of 25% when it does not exceed RMB3.00 million.

Hong Kong

Under the current Hong Kong Inland Revenue Ordinance, the Company's subsidiaries incorporated in Hong Kong are subject to 16.5% income tax on their taxable income generated from operations in Hong Kong. Additionally, payments of dividends by the subsidiaries incorporated in Hong Kong to the Company are not subject to any Hong Kong withholding tax. Commencing from the year of assessment of 2018/2019, the first HK$2.00 million of profits earned by the Company's subsidiaries incorporated in Hong Kong will be taxed at half the current tax rate (i.e. 8.25%) while the remaining profits will continue to be taxed at the existing 16.5% tax rate.

Withholding Tax on Undistributed Profits

Under the EIT Law, dividends, interests, rent, royalties and gains on transfers of property payable by a foreign-invested enterprise in the PRC to its parent company who is a non-resident enterprise will be subject to withholding tax of 10%, unless such non-resident enterprise's jurisdiction of incorporation has a tax treaty with the PRC that provides for a reduced rate of withholding taxes. The withholding tax rate is 5% for the parent company incorporated in certain qualified jurisdictions if the parent company is the beneficial owner of the dividend and approved by the PRC tax authority to enjoy the preferential tax benefit.

The Group has investments in PRC subsidiaries where the carrying values for financial reporting exceed the tax basis. Except for the planned but yet to be distributed earnings, the Company has not provided deferred tax on the portion of the excess that the Company believe is indefinitely reinvested in PRC subsidiaries for withholding tax purposes.

Pillar Two model rules

The Organisation for Economic Co-operation and Development published Pillar Two model rules in December 2021, with the effect that a jurisdiction may enact domestic tax laws ("**Pillar Two legislation**") to implement the Pillar Two model rules on a globally agreed common approach. Pillar Two legislation applies to a member of a multinational group within the scope of the Pillar Two model rules, which the Group is reasonably expected to fall into. It imposes a top-up tax on profits arising in a jurisdiction whenever the effective tax rate determined by the Pillar Two model rules on a jurisdictional basis is below a minimum rate of 15%.

Pillar Two legislation in Hong Kong came into effect on January 1, 2025. The Group has reviewed its corporate structure in light of the introduction of Pillar Two model rules in various jurisdictions and engaged external tax specialists in assessing its tax exposure. As at June 30, 2026, the Group mainly operates in the Chinese mainland and Hong Kong. It is estimated that the Group's income tax would not be materially different. Thus, the Group does not recognise any relevant current tax or deferred tax for the six months ended June 30, 2026.

The Group will continue to evaluate the potential impact of the Pillar Two model rules.

13 EARNINGS PER SHARE

	Six months ended June 30,	
	2026	2025
	(Unaudited)	(Unaudited)
Earnings attributable to owners of the Company *(RMB'000)*	**13,376**	215,990
Weighted average number of Shares for calculation of the basic earnings per share *('000)*	**486,917**	487,126
Weighted average number of Shares for calculation of the diluted earnings per share *('000)*	**487,262**	490,297
Basic earnings per share *(RMB yuan)*	**0.03**	0.44
Diluted earnings per share *(RMB yuan)*	**0.03**	0.44

(a) Basic earnings per share is calculated by dividing the profit of the Group attributable to owners of the Company by the weighted average number of Shares outstanding during the period.

(b) For the six months ended June 30, 2026 and 2025, respectively, diluted earnings per share is calculated by adjusting the weighted average number of Shares outstanding by the assumption of the conversion of all potential dilutive Shares arising from share awards granted by the Company (collectively forming the denominator for computing diluted earnings per share). No adjustment is made to earnings (numerator).

	Six months ended June 30,	
	2026	2025
	Number of Shares	Number of Shares
	('000)	*('000)*
	(Unaudited)	(Unaudited)
Weighted average number of Shares for calculation of the basic earnings per share	**486,917**	487,126
Adjustments for share awards granted	**345**	3,171
Weighted average number of Shares for the purpose of the diluted earnings per share calculation	**487,262**	490,297

14 CASH AND BANK BALANCES

(a) Cash and cash equivalents

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Cash at bank	1,655,538	1,382,565
Cash held through platform (i)	2,806	13,258
Cash on hand	9	4
	1,658,353	1,395,827
Less: ECL allowance	(15)	(24)
	1,658,338	1,395,803

(i) Cash held through platform is the cash balance held by the Group in third party payment companies.

(b) Restricted cash

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Deposits to funding partners (i)	188,429	314,107
Deposits for borrowings (ii)(iii)	–	175,200
Other restricted cash (iii)	314,434	209,994
	502,863	699,301
Less: ECL allowance	(1,788)	(2,141)
	501,075	697,160

(i) Deposits to funding partners are deposited in designated bank accounts that are restricted by the loan facilitation service contracts between the funding partners and the Group. According to these contracts, the Group cannot withdraw deposits without permission of the funding partners.

(ii) Deposits for borrowings are pledges for secured borrowings (refer to Note 22).

(iii) As at June 30, 2026, in cooperation with the judicial investigation into a third party by judicial authorities, certain accounts of the Group amounting to RMB313.27 million were subject to temporary protective measures (as at December 31, 2025: RMB313.25 million).

The estimated time for the accounts to be unfrozen is ultimately subject to the progress of the litigation where the Group is an outside party, though the possibility of a loss on these funds remains remote.

15 LOANS TO CUSTOMERS

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Loans to customers at fair value through profit or loss (a)	**882,949**	3,838,950
Loans to customers at amortised cost (b)	**433,242**	326,723
	1,316,191	4,165,673

(a) Loans to customers at fair value through profit or loss

As at June 30, 2026 and December 31, 2025, all loans to customers at fair value through profit or loss were unsecured.

Contractual terms of loans to customers at fair value through profit or loss:

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Within 1 year (including 1 year)	**869,920**	3,802,819
1 to 2 years (including 2 years)	**13,029**	36,131
	882,949	3,838,950

Remaining contractual maturities of loans to customers at fair value through profit or loss:

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Overdue (i)	**678,377**	730,892
Within 1 year (including 1 year)	**201,061**	3,090,475
1 to 2 years (including 2 years)	**3,511**	17,583
	882,949	3,838,950

(i) As at June 30, 2026, the fair value of loans to customers which have been delinquent less than 30 days was RMB3.96 million, and the fair value of loans to customers delinquent for above 30 days was RMB674.42 million (December 31, 2025: RMB38.24 million and RMB692.66 million, respectively).

15 LOANS TO CUSTOMERS (continued)

(b) Loans to customers at amortised cost

	As at June 30, 2026 *RMB'000* (Unaudited)	As at December 31, 2025 *RMB'000* (Audited)
Loans to customers at amortised cost	**484,716**	361,310
Accrued interest	**3,981**	5,836
	488,697	367,146
Less: ECL allowance	**(55,455)**	(40,423)
	433,242	326,723

As at June 30, 2026 and December 31, 2025, all loans to customers at amortised cost were unsecured.

Contractual terms of loans to customers at amortised cost:

	As at June 30, 2026 *RMB'000* (Unaudited)	As at December 31, 2025 *RMB'000* (Audited)
Within 1 year (including 1 year)	**176,818**	160,298
1 to 2 years (including 2 years)	**198,724**	144,874
Over 2 years	**113,155**	61,974
	488,697	367,146

Remaining contractual maturities of loans to customers at amortised cost:

	As at June 30, 2026 *RMB'000* (Unaudited)	As at December 31, 2025 *RMB'000* (Audited)
Overdue	**25,393**	15,825
Within 1 year (including 1 year)	**443,763**	332,656
1 to 2 years (including 2 years)	**19,541**	12,665
Over 2 years	**–**	6,000
	488,697	367,146

15 LOANS TO CUSTOMERS (continued)

(b) Loans to customers at amortised cost (continued)

Movement of gross carrying amount and ECL allowance

Loans to customers at amortised cost	Six months ended June 30, 2026 Stage 1 Current *RMB'000* (Unaudited)	Stage 2 1–30 days past due *RMB'000* (Unaudited)	Stage 3 30–180 days past due *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Opening balance at January 1, 2026	351,322	7,345	8,479	367,146
New financial assets originated	429,469	–	–	429,469
Transfer for the period:				
From stage 1 to stage 2	(10,539)	10,539	–	–
From stage 1 to stage 3	(73,029)	–	73,029	–
From stage 2 to stage 1	412	(412)	–	–
From stage 2 to stage 3	–	(5,974)	5,974	–
Assets derecognised (including final repayment)	(219,383)	(1,950)	(41,026)	(262,359)
Assets written off	–	–	(29,432)	(29,432)
Foreign exchange difference	(14,948)	(313)	(866)	(16,127)
Ending balance at June 30, 2026	463,304	9,235	16,158	488,697

ECL allowance	Six months ended June 30, 2026 Stage 1 Current *RMB'000* (Unaudited)	Stage 2 1–30 days past due *RMB'000* (Unaudited)	Stage 3 30–180 days past due *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Opening balance at January 1, 2026	(28,601)	(3,864)	(7,958)	(40,423)
New financial assets originated	(32,486)	–	–	(32,486)
Transfer for the period:				
From stage 1 to stage 2	842	(5,476)	–	(4,634)
From stage 1 to stage 3	5,832	–	(69,107)	(63,275)
From stage 2 to stage 1	(33)	214	–	181
From stage 2 to stage 3	–	3,104	(5,653)	(2,549)
Assets derecognised (including final repayment)	17,483	1,013	38,822	57,318
Changes to risk parameters (model inputs)	462	108	(1,794)	(1,224)
Assets written off	–	–	29,432	29,432
Foreign exchange difference	1,199	163	843	2,205
Ending balance at June 30, 2026	(35,302)	(4,738)	(15,415)	(55,455)

15 LOANS TO CUSTOMERS (continued)

(b) Loans to customers at amortised cost (continued)

Movement of gross carrying amount and ECL allowance (continued)

Loans to customers at amortised cost	Six months ended June 30, 2025			
	Stage 1 Current *RMB'000* (Unaudited)	Stage 2 1–30 days past due *RMB'000* (Unaudited)	Stage 3 30–180 days past due *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Opening balance at January 1, 2025	149,727	2,699	9,458	161,884
New financial assets originated	207,883	–	–	207,883
Transfer for the period:				
From stage 1 to stage 2	(3,510)	3,510	–	–
From stage 1 to stage 3	(16,213)	–	16,213	–
From stage 2 to stage 1	540	(540)	–	–
From stage 2 to stage 3	–	(1,814)	1,814	–
From stage 3 to stage 2	–	7	(7)	–
From stage 3 to stage 1	167	–	(167)	–
Assets derecognised (including final repayment)	(130,488)	(1,100)	(364)	(131,952)
Assets written off	–	–	(11,010)	(11,010)
Foreign exchange difference	(2,867)	(42)	(333)	(3,242)
Ending balance at June 30, 2025	205,239	2,720	15,604	223,563

15 LOANS TO CUSTOMERS (continued)

(b) Loans to customers at amortised cost (continued)

Movement of gross carrying amount and ECL allowance (continued)

ECL allowance	Stage 1 Current RMB'000 (Unaudited)	Stage 2 1–30 days past due RMB'000 (Unaudited)	Stage 3 30–180 days past due RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
	Six months ended June 30, 2025			
Opening balance at January 1, 2025	(12,036)	(881)	(8,443)	(21,360)
New financial assets originated	(18,397)	–	–	(18,397)
Transfer for the period:				
From stage 1 to stage 2	272	(1,122)	–	(850)
From stage 1 to stage 3	1,254	–	(13,893)	(12,639)
From stage 2 to stage 1	(42)	173	–	131
From stage 2 to stage 3	–	580	(1,554)	(974)
From stage 3 to stage 2	–	(2)	6	4
From stage 3 to stage 1	(13)	–	143	130
Assets derecognised (including final repayment)	10,083	352	317	10,752
Changes to risk parameters (model inputs)	3,589	38	(692)	2,935
Assets written off	–	–	11,010	11,010
Foreign exchange difference	217	13	293	523
Ending balance at June 30, 2025	(15,073)	(849)	(12,813)	(28,735)

As at June 30, 2026, a portfolio of loans to customers at amortised cost totalling HK$43.50 million was pledged as a floating charge to secure the Group's borrowings from other financial institutions (refer to Note 22) (As at December 31, 2025: HK$62.50 million).

As at June 30, 2026, a portfolio of loans to customers at amortised cost totalling HK$210.80 million was pledged as a floating charge to secure the Group's notes payable (refer to Note 23) (As at December 31, 2025: HK$215.40 million).

16 CONTRACT ASSETS

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Contract assets	17,111	92,787
Less: ECL allowance	(5,951)	(64,822)
	11,160	27,965

Movement of gross carrying amount and ECL allowance

Contract assets	Six months ended June 30, 2026			
	Current RMB'000 (Unaudited)	1–30 days past due RMB'000 (Unaudited)	30–180 days past due RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
Opening balance at January 1, 2026	27,799	4,161	60,827	92,787
New assets originated	9,663	–	–	9,663
Transfer for the period	(14,274)	(680)	14,954	–
Assets derecognised (including final repayment)	(12,660)	(3,448)	(171)	(16,279)
Assets written off	–	–	(69,060)	(69,060)
Ending balance at June 30, 2026	10,528	33	6,550	17,111

ECL allowance	Six months ended June 30, 2026			
	Current RMB'000 (Unaudited)	1–30 days past due RMB'000 (Unaudited)	30–180 days past due RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
Opening balance at January 1, 2026	(3,160)	(3,506)	(58,156)	(64,822)
New assets originated	(429)	–	–	(429)
Transfer for the period	880	572	(19,155)	(17,703)
Assets derecognised (including final repayment)	781	2,900	158	3,839
Changes to risk parameters (model inputs)	1,825	6	2,273	4,104
Assets written off	–	–	69,060	69,060
Ending balance at June 30, 2026	(103)	(28)	(5,820)	(5,951)

16 CONTRACT ASSETS (continued)

Movement of gross carrying amount and ECL allowance (continued)

Contract assets	Six months ended June 30, 2025			
	Current	1–30 days past due	30–180 days past due	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Opening balance at January 1, 2025	451,545	7,660	28,854	488,059
New assets originated	1,025,479	–	–	1,025,479
Transfer for the period	(61,426)	5,649	55,777	–
Assets derecognised (including final repayment)	(837,448)	(908)	(5,417)	(843,773)
Assets written off	–	–	(37,681)	(37,681)
Ending balance at June 30, 2025	578,150	12,401	41,533	632,084

ECL allowance	Six months ended June 30, 2025			
	Current	1–30 days past due	30–180 days past due	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Opening balance at January 1, 2025	(41,280)	(6,539)	(28,729)	(76,548)
New assets originated	(92,046)	–	–	(92,046)
Transfer for the period	5,636	(4,739)	(55,268)	(54,371)
Assets derecognised (including final repayment)	76,837	762	5,265	82,864
Changes to risk parameters (model inputs)	(2,385)	298	1,675	(412)
Assets written off	–	–	37,681	37,681
Ending balance at June 30, 2025	(53,238)	(10,218)	(39,376)	(102,832)

Note: The Group recognises upfront loan facilitation service fees at loan inception and post loan facilitation service fees over the term of the loan. Contract assets represent the Group's right to consideration in exchange for services that the Group has provided. The Group's contract assets as at June 30, 2026 would be realised within the next 12 months as the weighted average term of the arrangements where the Group is not the loan originator was less than 12 months. The Group determined there is no significant financing component for its arrangements where the Group is not the lender.

17 GUARANTEE RECEIVABLES AND GUARANTEE LIABILITIES

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Guarantee receivables	472,179	1,308,379
Less: ECL allowance	(126,380)	(298,195)
	345,799	1,010,184

A summary of the Group's guarantee receivables movement for the six months ended June 30, 2026 and 2025 is presented below:

	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Guarantee receivables		
Opening balance	1,010,184	1,113,142
Addition arising from new business	391,801	1,760,695
ECL	(31,475)	(127,912)
Reversal due to early repayment	(101,428)	(110,100)
Payment received from borrowers	(923,283)	(1,247,447)
Ending balance	345,799	1,388,378

Movement of gross carrying amount and ECL allowance

Guarantee receivables	Six months ended June 30, 2026 Stage 1 Current *RMB'000* (Unaudited)	Stage 2 1–30 days past due *RMB'000* (Unaudited)	Stage 3 30–180 days past due *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
Opening balance at January 1, 2026	1,074,572	49,306	184,501	1,308,379
New financial assets originated	391,801	–	–	391,801
Transfer for the period:				
From stage 1 to stage 2	(15,307)	15,307	–	–
From stage 1 to stage 3	(176,487)	–	176,487	–
From stage 2 to stage 1	59	(59)	–	–
From stage 2 to stage 3	–	(4,298)	4,298	–
From stage 3 to stage 2	–	7	(7)	–
Assets derecognised (including final repayment)	(907,601)	(49,248)	(67,862)	(1,024,711)
Assets written off	–	–	(203,290)	(203,290)
Ending balance at June 30, 2026	367,037	11,015	94,127	472,179

17 GUARANTEE RECEIVABLES AND GUARANTEE LIABILITIES (continued)

Movement of gross carrying amount and ECL allowance (continued)

ECL allowance	**Six months ended June 30, 2026**			
	Stage 1	**Stage 2**	**Stage 3**	
	Current	**1–30 days past due**	**30–180 days past due**	**Total**
	RMB'000	***RMB'000***	***RMB'000***	***RMB'000***
	(Unaudited)	**(Unaudited)**	**(Unaudited)**	**(Unaudited)**
Opening balance at January 1, 2026	**(98,716)**	**(37,937)**	**(161,542)**	**(298,195)**
New financial assets originated	**(35,993)**	**–**	**–**	**(35,993)**
Transfer for the period:				
From stage 1 to stage 2	**1,425**	**(11,868)**	**–**	**(10,443)**
From stage 1 to stage 3	**16,429**	**–**	**(179,716)**	**(163,287)**
From stage 2 to stage 1	**(5)**	**46**	**–**	**41**
From stage 2 to stage 3	**–**	**3,332**	**(3,780)**	**(448)**
From stage 3 to stage 2	**–**	**(5)**	**6**	**1**
Assets derecognised (including final repayment)	**84,488**	**38,183**	**59,686**	**182,357**
Changes to risk parameters (model inputs)	**(2,244)**	**(356)**	**(1,103)**	**(3,703)**
Assets written off	**–**	**–**	**203,290**	**203,290**
Ending balance at June 30, 2026	**(34,616)**	**(8,605)**	**(83,159)**	**(126,380)**

Guarantee receivables	Six months ended June 30, 2025			
	Stage 1	Stage 2	Stage 3	
	Current	1–30 days past due	30–180 days past due	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Opening balance at January 1, 2025	1,200,671	20,988	71,084	1,292,743
New financial assets originated	1,760,695	–	–	1,760,695
Transfer for the period:				
From stage 1 to stage 2	(31,005)	31,005	–	–
From stage 1 to stage 3	(83,355)	–	83,355	–
From stage 2 to stage 1	97	(97)	–	–
From stage 2 to stage 3	–	(17,610)	17,610	–
From stage 3 to stage 2	–	11	(11)	–
Assets derecognised (including final repayment)	(1,346,436)	(3,215)	(7,896)	(1,357,547)
Assets written off	–	–	(78,972)	(78,972)
Ending balance at June 30, 2025	1,500,667	31,082	85,170	1,616,919

17 GUARANTEE RECEIVABLES AND GUARANTEE LIABILITIES (continued)

Movement of gross carrying amount and ECL allowance (continued)

ECL allowance	Six months ended June 30, 2025			
	Stage 1	Stage 2	Stage 3	
	Current	1–30 days past due	30–180 days past due	Total
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Opening balance at January 1, 2025	(98,920)	(16,199)	(64,482)	(179,601)
New financial assets originated	(150,282)	–	–	(150,282)
Transfer for the period:				
From stage 1 to stage 2	2,600	(23,885)	–	(21,285)
From stage 1 to stage 3	6,991	–	(82,930)	(75,939)
From stage 2 to stage 1	(8)	75	–	67
From stage 2 to stage 3	–	13,566	(15,902)	(2,336)
From stage 3 to stage 2	–	(8)	10	2
Assets derecognised (including final repayment)	112,926	2,477	7,130	122,533
Changes to risk parameters (model inputs)	(1,395)	74	649	(672)
Assets written off	–	–	78,972	78,972
Ending balance at June 30, 2025	(128,088)	(23,900)	(76,553)	(228,541)

A summary of the Group's guarantee liabilities movement for the six months ended June 30, 2026 and 2025 is presented below:

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Guarantee liabilities		
Opening balance	**1,526,294**	895,801
Addition arising from new business	**550,917**	1,760,695
Release of the margin	**(48,125)**	(122,688)
ECL remeasurement	**51,249**	101,165
Reversal due to early repayment	**(101,428)**	(110,100)
Payouts during the period, net	**(1,609,404)**	(1,204,599)
Ending balance	**369,503**	1,320,274

Note: The outstanding loan balance for which the Group provided financial guarantee in Stage 1, Stage 2 and Stage 3 was RMB5,558.25 million, RMB6.85 million and RMB449.70 million, respectively, as at June 30, 2026 (December 31, 2025: RMB11,515.20 million, RMB121.55 million and RMB454.69 million, respectively).

18 FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	As at June 30, 2026 *RMB'000* (Unaudited)	As at December 31, 2025 *RMB'000* (Audited)
Private equity fund	31,000	29,783
Revenue based financing product	24,530	27,805
Unlisted equity	10,810	19,099
Others	4,621	3,123
	70,961	79,810

19 INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Set out below are the associates of the Group which, in the opinion of the directors, are material to the Group. Hong Kong is their principal place of business, and the proportion of ownership interest is the same as the proportion of voting rights held.

Name of entity	Country of incorporation	% of ownership interest	Investment date
Sino Genius International Limited	BVI	29.90	December 16, 2022
EXIO Group Limited	Cayman Islands	12.60	January 19, 2024, June 21, 2024, January 20, 2025, September 22, 2025

The following table sets forth the movement of Group's investments accounted for using the equity method:

	Six months ended June 30, 2026 *RMB'000* (Unaudited)	2025 *RMB'000* (Unaudited)
Opening balance	16,769	21,585
Addition	–	3,684
Share of net loss	(10,080)	(3,933)
Foreign exchange difference	(198)	(131)
Ending balance	6,491	21,205

20 DEFERRED INCOME TAX

	As at June 30, 2026		As at December 31, 2025	
	Deductible/ (taxable) temporary differences	**Deferred income tax assets/ (liabilities)**	Deductible/ (taxable) temporary differences	Deferred income tax assets/ (liabilities)
	RMB'000	***RMB'000***	*RMB'000*	*RMB'000*
	(Unaudited)	**(Unaudited)**	(Audited)	(Audited)
Deferred income tax assets				
ECL allowance (i)	**172,736**	**36,880**	393,202	84,822
Fair value change of loans to customers (i)	**4,272,805**	**912,251**	3,446,978	743,589
Guarantee liabilities (i)	**369,503**	**78,889**	1,526,294	329,255
Tax losses (iii)	**421,078**	**87,126**	360,684	79,615
Lease liabilities	**22,932**	**3,586**	28,881	4,519
Others	**14,602**	**3,601**	10,074	2,519
	5,273,656	**1,122,333**	5,766,113	1,244,319
Deferred income tax liabilities				
Unrealised gains (ii)	**(936,696)**	**(213,000)**	(1,458,277)	(333,300)
Right-of-use assets	**(21,283)**	**(3,336)**	(27,204)	(4,259)
With holding tax	**(61,713)**	**(3,086)**	(91,713)	(4,586)
Others	**(533)**	**(133)**	(3,822)	(954)
	(1,020,225)	**(219,555)**	(1,581,016)	(343,099)
Net deferred income tax assets	**4,253,431**	**902,778**	4,185,097	901,220

(i) The temporary differences arise mainly from the ECL allowance for contract assets, guarantee receivables, loans to customers at amortised cost, financial guarantee contracts and fair value change of loans to customers which are not yet recognized by tax authorities.

(ii) Unrealised gains mainly arise from the timing difference of revenue recognition between the Group and its subsidiaries.

(iii) Deferred income tax assets are recognised for tax losses carried forwards and deductible temporary differences to the extent that realisation of the related tax benefits through the future taxable profits is probable.

As at June 30, 2026, the deferred tax assets include an amount of RMB87.13 million which relates to carried-forward tax losses of the Group's subsidiaries. The Group has concluded that the deferred tax assets will be recoverable using the estimated future taxable income based on the approved business plans and budgets for certain subsidiaries. These subsidiaries were expected to generate taxable income in future.

The losses of the Group's subsidiaries registered in Hong Kong can be carried forward indefinitely and have no expiry date. For the subsidiaries registered in the Chinese mainland, the losses can be carried forward for no longer than 5 financial years.

20 DEFERRED INCOME TAX (continued)

The above net deferred income tax assets are disclosed separately on the consolidated statement of financial position based on different taxation authorities as follows:

	As at June 30, 2026 *RMB'000* (Unaudited)	As at December 31, 2025 *RMB'000* (Audited)
Deferred income tax assets	905,902	906,685
Deferred income tax liabilities	(3,124)	(5,465)
Net deferred income tax assets	902,778	901,220

The movements of the deferred income tax account are as following:

	ECL allowance *RMB'000* (Unaudited)	Fair value change *RMB'000* (Unaudited)	Guarantee liabilities *RMB'000* (Unaudited)	Unrealised gains *RMB'000* (Unaudited)	Tax loss *RMB'000* (Unaudited)	Right-of-use assets *RMB'000* (Unaudited)	Lease liabilities *RMB'000* (Unaudited)	Withholding tax *RMB'000* (Unaudited)	Others *RMB'000* (Unaudited)	Total *RMB'000* (Unaudited)
As at January 1, 2026	84,822	743,589	329,255	(333,300)	79,615	(4,259)	4,519	(4,586)	1,565	901,220
Recognised in the profit or loss	(47,942)	168,662	(250,366)	120,300	7,511	923	(933)	1,500	1,903	1,558
As at June 30, 2026	36,880	912,251	78,889	(213,000)	87,126	(3,336)	3,586	(3,086)	3,468	902,778
As at January 1, 2025	120,567	725,232	206,023	(427,413)	10,765	(6,138)	6,321	(15,000)	2,068	622,425
Recognised in the profit or loss	35,124	(373,761)	537,783	(118,508)	(1,599)	3,061	(3,164)	2,062	(328)	80,670
As at June 30, 2025	155,691	351,471	743,806	(545,921)	9,166	(3,077)	3,157	(12,938)	1,740	703,095

21 OTHER ASSETS

	As at June 30, 2026 *RMB'000* (Unaudited)	As at December 31, 2025 *RMB'000* (Audited)
Due from business partners	281,699	234,004
Security deposits in financial institutions	137,249	437,409
Prepayments	36,480	44,436
Rental deposits	4,262	7,275
Reservation and deposit of equity investment	–	135,338
Others	43,505	12,502
	503,195	870,964
Less: ECL allowance	(4,873)	(6,287)
	498,322	864,677

22 BORROWINGS

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Secured		
Borrowings from other financial institutions (i)	30,308	45,301
Bank borrowings (ii)	–	175,102
Unsecured		
Borrowings from other financial institutions (iii)	173,835	–
Bank borrowings (iv)	93,867	127,027
Payable to trust plan holders (v)	23,482	2,460,987
	321,492	2,808,417

(i) As at June 30, 2026, the Group had secured borrowings from other financial institutions with a principal amount of HK$34.80 million guaranteed by way of first floating charge over a portfolio of loans to customers at amortised cost totalling HK$43.50 million (refer to Note 15(b)). The terms of the borrowings are within 2 years or less and the weighted average interest rate of the borrowings during the six months ended June 30, 2026 was 8.09% (during the six months ended June 30, 2025: 8.81%).

(ii) As at June 30, 2026, all of the Group's secured bank borrowings had been settled. The weighted average interest rate of the borrowings during the six months ended June 30, 2026 was 4.26% (during the six months ended June 30, 2025: 4.37%).

(iii) As at June 30, 2026, the Group had drawn down a total of HK$200.00 million in principal amount of unsecured borrowings from other financial institutions. The terms of the borrowings were within 12 months and the weighted average interest rate of the borrowings during the six months ended June 30, 2026 was 8.75%.

(iv) As at June 30, 2026, the Group had drawn down a total of HK$108.00 million in principal amount of unsecured bank borrowings. The terms of the borrowings are within 12 months or less and the weighted average interest rate of the borrowings during the six months ended June 30, 2026 was 5.18% (during the six months ended June 30, 2025: 6.10%).

(v) As at June 30, 2026, the Group had drawn down a total of RMB16.00 million in principal amount of unsecured payable to trust plan holders. The terms of payable to trust plan holders are within 12 months and the weighted average interest rate of the borrowings during the six months ended June 30, 2026 was 5.05% (during the six months ended June 30, 2025: 5.00%).

22 BORROWINGS (continued)

22.1 Interest rates of borrowings

	As at June 30, 2026 *RMB'000* **(Unaudited)**	As at December 31, 2025 *RMB'000* (Audited)
Payable to trust plan holders	**3.80%**	3.80%~5.70%
Bank borrowings	**4.63%~4.69%**	4.10%~6.50%
Borrowings from other financial institutions	**6.03%~10.03%**	6.03%~10.03%

22.2 Contractual maturities of borrowings

	As at June 30, 2026 *RMB'000* **(Unaudited)**	As at December 31, 2025 *RMB'000* (Audited)
Within 1 year (including 1 year)	**275,266**	309,826
1 to 2 years (including 2 years)	**46,226**	2,498,591
	321,492	2,808,417

22.3 Borrowings by repayment schedule

	As at June 30, 2026 *RMB'000* **(Unaudited)**	As at December 31, 2025 *RMB'000* (Audited)
Within 1 year (including 1 year)	**321,492**	2,774,095
1 to 2 years (including 2 years)	**–**	34,322
	321,492	2,808,417

23 NOTES PAYABLE

	Six months ended June 30,	
	2026	2025
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Opening balance	**213,879**	184,840
Issuance (i)	**33,024**	23,237
Accrued interest	**9,623**	9,639
Interest paid	**(8,972)**	(8,982)
Principal repayment (ii)	**(34,363)**	(96,339)
Foreign exchange difference	**(8,200)**	(2,038)
Ending balance (iii)	**204,991**	110,357

(i) On March 19, 2026, Ace Effort Asia Limited ("**Ace Effort**"), an indirect wholly-owned subsidiary of the Company, completed the issuance and placing of the Series 9 Senior Secured Notes (the "**Series 9 Notes**") in the aggregate principal amount of HK$26,500,000, of which HK$5,000,000 was subscribed by VCREDIT Ventures Limited, a direct wholly-owned subsidiary of the Company, with a coupon rate of 8.75% per annum and a duration of 364 days.

On April 23, 2026, Ace Effort completed the issuance and placing of the Series 10 Senior Secured Notes (the "**Series 10 Notes**", together with the Series 9 Notes, the "**Notes**") in the aggregate principal amount of HK$16,500,000, with a coupon rate of 8.75% per annum and a duration of 364 days.

The issuance of the Notes aims at supporting the money lending business of the Group.

The Company, as well as VCREDIT Finance Limited, a direct wholly-owned subsidiary of the Company and the immediate parent company of Ace Effort, has unconditionally and irrevocably guaranteed the due payment of all sums expressed to be payable by Ace Effort under the Notes. The payment obligations and the performance of all the obligation of Ace Effort under the Notes were also secured by way of first floating charge over a portfolio of loans to customers at amortised cost of the Group.

The Notes constitute direct, general, unconditional, unsubordinated and unsecured obligations of Ace Effort which will at all times rank pari passu without any preference or priority among themselves and at least pari passu with all other present and future unsecured and unsubordinated obligations of Ace Effort, save for such obligations as may be preferred by provisions of law that are both mandatory and of general application.

(ii) On February 25, 2026 the Series 6 Senior Secured Notes issued by Ace Effort in 2025 became due and the Group repaid the outstanding principal amount of HK$18,000,000.

On April 23, 2026, the Series 4 Senior Secured Notes issued by Ace Effort in 2025 became due and the Group repaid the outstanding principal amount of HK$21,000,000.

(iii) As at June 30, 2026, the outstanding principal of notes payable was HK$236.00 million and was secured by way of floating charges over a portfolio of loans to customers at amortised cost totalling HK$210.80 million (refer to Note 15(b)).

24 OTHER LIABILITIES

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Due to business partners	202,469	253,998
Accrued service fees	189,994	217,300
Repayment from borrowers to be settled	67,120	49,019
Contract liabilities	46,603	18,790
Employee benefit liability	18,122	54,004
Others	33,336	59,679
	557,644	652,790

25 SHARE CAPITAL AND SHARE PREMIUM

	Number of Shares ('000)	Share capital RMB'000	Share premium RMB'000
(Unaudited)			
As at January 1, 2026	489,459	40,067	5,080,413
Vesting of share awards	–	–	704
Purchase of non-controlling interests	–	–	235
As at June 30, 2026	489,459	40,067	5,081,352
As at January 1, 2025	489,459	40,067	5,198,001
Vesting of share awards	–	–	105
Dividends declared	–	–	(89,333)
As at June 30, 2025	489,459	40,067	5,108,773

26 SHARES HELD UNDER SHARE AWARD SCHEME

	As at June 30, 2026		As at December 31, 2025	
	Shares'000 (Unaudited)	*RMB'000* (Unaudited)	*Shares'000* (Audited)	*RMB'000* (Audited)
Shares held under share award scheme	(4,650)	(14,032)	(3,960)	(15,218)

These shares are held by the trustees of VCREDIT No.1 Share Award Scheme Trusts for the purpose of the share award scheme mentioned in Note 27.

Movements in shares held under share award scheme during the interim period are as follows:

	Six months ended June 30, 2026		2025	
	Shares'000 (Unaudited)	*RMB'000* (Unaudited)	*Shares'000* (Unaudited)	*RMB'000* (Unaudited)
Opening balance	(3,960)	(15,218)	(680)	(3,189)
Vesting of share awards	1,710	5,245	100	660
Acquisition of Shares by the VCREDIT No.1 Share Award Scheme Trusts	(2,400)	(4,059)	(3,348)	(11,932)
Ending balance	(4,650)	(14,032)	(3,928)	(14,461)

27 SHARE-BASED PAYMENTS

Share award schemes

Movement in the number of share awards for the six months ended June 30, 2026 and 2025 is as follows:

	Six months ended June 30, 2026 Number of share awards *('000)*	2025 Number of share awards *('000)*
(Unaudited)		
Opening balance	4,570	400
Granted	105	5,985
Vested	(1,710)	(100)
Forfeited	(90)	–
Ending balance	2,875	6,285

The fair value of each share award at its grant date, determined by reference to the market price of the Shares, is recognised over the vesting period as employee benefit expense.

28 RELATED PARTY TRANSACTIONS

All related party transactions that took place during the six months ended June 30, 2026 were similar in nature to those disclosed in the annual financial statements for the year ended December 31, 2025, except for those mentioned below.

On January 30, 2026, an unsecured borrowing of HK$30.00 million in principal amount was drawn down from the Group's director, with a fixed interest rate of 8.75%. The term of the borrowing was 12 months, and the Group repaid the principal and interest on March 30, 2026 in advance. The interest expense of the borrowing amounted to RMB0.38 million during the six months ended June 30, 2026.

29 CONSOLIDATED STRUCTURED ENTITIES

The Group has consolidated certain structured entities which are primarily trust plans. When assessing whether to consolidate structured entities, the Group reviews all facts and circumstances to determine whether the Group, as the manager, is acting as an agent or a principal. The factors considered include scope of the manager's decision-making authority, rights held by other parties, remuneration to which it is entitled and exposure to variability of returns. For those trust plans where the Group provides financial guarantee, the Group therefore has the obligation to fund the losses, if any, in accordance with the guarantee agreements even if the Group does not have any investment in those products. The Group concludes that these structured entities shall be consolidated.

As at June 30, 2026, remaining injected funds of the trust plans consolidated by the Group amounted to RMB22.31 million (December 31, 2025: RMB2,687.77 million).

Interests held by other interest holders are included in payable to trust plan holders.

30 BUSINESS SEGMENTS

30.1 Description of segments

The Group is a diversified group which derives its income from a variety of sources. The senior management assesses the performance of the Group's business operations from both a product and a geographic perspective, and it has identified two reportable segments:

- Chinese mainland and other business segments – mainly offering technology-driven consumer financial service and other related services to individual borrowers in the Chinese mainland;

- Consumer financial business in Hong Kong – mainly offering consumer financial loan services to individual borrowers in Hong Kong.

30 BUSINESS SEGMENTS (continued)

30.2 Segment information

The table below shows the segment information for the reportable segments for the six months ended June 30, 2026 and 2025.

Six months ended June 30, 2026	**Chinese mainland and other business segments** *RMB'000* (Unaudited)	**Consumer financial business in Hong Kong** *RMB'000* (Unaudited)	**Elimination** [(ii)] *RMB'000* (Unaudited)	**Total** *RMB'000* (Unaudited)
Interest and similar income	191,064	56,569	(2,396)	245,237
Less: interest expenses	(22,706)	(19,716)	2,502	(39,920)
Net interest and similar income	168,358	36,853	106	205,317
Loan facilitation service fees	373,974	–	–	373,974
Other income	389,622	1,409	(1,114)	389,917
Total income	931,954	38,262	(1,008)	969,208
Operating expenses	(560,178)	(25,886)	1,114	(584,950)
Credit impairment losses	(40,316)	(44,525)	–	(84,841)
Fair value change of loans to customers	(261,946)	–	–	(261,946)
Other (losses)/gains, net	(10,795)	(1,314)	–	(12,109)
Total operating cost	(873,235)	(71,725)	1,114	(943,846)
Operating profit/(loss) [(i)]	58,719	(33,463)	106	25,362

30 BUSINESS SEGMENTS (continued)

30.2 Segment information (continued)

Six months ended June 30, 2025	Chinese mainland and other business segments RMB'000 (Unaudited)	Consumer financial business in Hong Kong RMB'000 (Unaudited)	Elimination (ii) RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
Interest and similar income	1,071,272	21,679	(3,431)	1,089,520
Less: interest expenses	(147,244)	(9,187)	3,426	(153,005)
Net interest and similar income	924,028	12,492	(5)	936,515
Loan facilitation service fees	1,269,811	–	–	1,269,811
Other income	293,681	1,419	(1,518)	293,582
Total income	2,487,520	13,911	(1,523)	2,499,908
Operating expenses	(1,352,141)	(31,136)	1,518	(1,381,759)
Credit impairment losses	(195,931)	(18,807)	–	(214,738)
Fair value change of loans to customers	(624,104)	–	–	(624,104)
Other (losses)/gains, net	887	(747)	–	140
Total operating cost	(2,171,289)	(50,690)	1,518	(2,220,461)
Operating profit/(loss) (i)	316,231	(36,779)	(5)	279,447

(i) Operating profit/(loss) is used as a measure to assess the performance of the segments. This excludes discontinued operations and the effects of other items of income and expenses, which might have an impact on the quality of earnings, such as share of net loss of associates accounted for using the equity method and income tax.

(ii) Intra-group transactions between segments are carried out at arm's length and are eliminated on consolidation. The amounts with respect to segment income and operating cost are measured consistently with the Group's external reporting.

31 COMMITMENTS

The Group did not have any other significant commitments as at June 30, 2026 (December 31, 2025: Nil), other than those mentioned above.

32 DIVIDENDS

During the six months ended June 30, 2026, no dividends were declared or paid (during the six months ended June 30, 2025, a final dividend of HK20 cents per Share for the year ended December 31, 2024, amounting to approximately HK$97.89 million, was declared and paid).

No interim dividends had been declared by the Company for the six months ended June 30, 2026 (for the six months ended June 30, 2025: an interim dividend of HK5 cents per Share was declared and subsequently paid).

33 CONTINGENT LIABILITY

Other than as disclosed in previous notes, the Group did not have any significant contingent liabilities as at June 30, 2026.

34 SUBSEQUENT EVENTS

Up to the date of this report, the Group had no material events for disclosure after the end of the reporting period.