国民烘焙大师

中华老字号
China Time-honored Brand

嘉士利集團有限公司
JIASHILI GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)
Stock Code : 1285

INTERIM REPORT 2026

一粒米 · 一碗麵 · 一塊餅乾

每一份美味都源自精選天然原料

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FINANCIAL HIGHLIGHTS

The board (the "Board") of directors (the "Directors") of Jiashili Group Limited (the "Company" or "Jiashili") is pleased to present the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively, the "Group", "we" or "our") for the six months ended June 30, 2026 (the "Reporting Period") together with the comparative figures for the corresponding period in 2025.

SUMMARY OF FINANCIAL RESULTS

(All amounts are expressed in thousands of Renminbi ("RMB") except per share data)

	For the six months ended June 30, (Unaudited)		
	2026	2025	Change (+/-)
Revenue	**810,430**	750,100	+8.0%
Gross profit	**227,387**	205,642	+10.6%
Earnings before interest, tax, depreciation and amortisation* (EBITDA)	**144,298**	79,164	+82.3%
Profit attributable to owners of the Company	**60,558**	11,816	+412.5%
Earnings per share			
— Basic (RMB cents)	**14.59**	2.85	+411.9%

	As at June 30, 2026 (Unaudited)	As at December 31, 2025 (Audited)	Change (+/-)
Total assets	**2,230,263**	2,282,589	-2.3%
Total liabilities	**1,147,100**	1,221,040	-6.1%
Total equity	**1,083,163**	1,061,549	+2.0%

* Include profit/loss before tax but excluding finance costs and total depreciation and amortisation.

CHAIRMAN'S STATEMENT

Dear Shareholders,

STICKING TOGETHER TO OUR CORPORATE MISSIONS IS THE DRIVE OF OUR SUCCESS

The Group's consolidated revenue has increased year-on-year by 8.0% to approximately RMB810.4 million as compared with the same period in 2025. Accordingly, profit attributable to owners of the Company for the Reporting Period amounted to approximately RMB60.6 million surged by 412.5% year-on-year mainly due to the increase in revenue of our biscuits segments by approximately 44.0 million or 8.0% from corresponding period last year. The snack and leisure food industry is full of challenges in the first half of 2026 and we expect it will be continuing in the second half of this year. Despite those challenges and uncertainties surrounded us say for an example constant changing customers' preferences; global economic uncertainties; and fluctuations in raw materials prices, we believed the resilience and the strength of the Jiashili model will gives me even greater confidence in the Group's ability to adapt to changing circumstances, the benefits of the Group's diversification, the dedication of our people, and the depth of our partnerships with customers, all of which continue to support the longer term growth of the business. I am confident these elements will continue to support future performance.

STRATEGIC PRIORITIES

We continue to pursue a strategy of developing the business through a combination of organic growth, operational improvements and acquisition growth. We are looking forward to the future as the Group will continue to focus our efforts in the following areas, to drive further growth of the Group's business and thereby creating greater value for its shareholders: (i) capture the opportunities of consumer upgrades through continuous product innovations, thereby adhering to its diversified and good value-for-money product strategies, focusing on enhancement of product quality, optimisation of product portfolio and strengthening market position of our key products in terms of operation; (ii) expand our distribution channels, strengthen our traditional distribution network, and further develop other new market access such as snack food branded stores and other channels in order to increase market penetration and (iii) explore investment opportunities in consumer goods companies with fast-growing potential and synergy with the Group's business, alliances with strategic investment partners to facilitate long-term development and business growth of the Group.

OUTLOOK

Jiashili Group is very well positioned and continues to write its success story. Product diversification and the continuous strengthening of the brand are proving to be strategic decisions with foresight. Our people are a key asset of the Group and it is their commitment to providing customers with a reliable service. Looking ahead to the second half of 2026, with the further strengthening of domestic demand, the consumption trend will be transformed into new development momentum, driving the iterative evolution of the consumer goods industry and making the trend of the strong gets stronger prominent. The Group will continue to seize the opportunity of development and continue to improve product quality and promote product upgrade in response to the market trend of healthy consumption. The Group will strive to ensure that it continues to achieve satisfactory results by implementing prudent measures and improving operational efficiency to sustain the profit margin without compromising the product quality. The Group expects the demand for the Group's products will be increasing in the second half of 2026 and will bring satisfactory sales performance and profitability to the group in the highly competitive market.

I would like to thank all of my wonderful colleagues, who have worked tirelessly to help deliver our missions and values-Jiashili, benefit the nation and benefit to all people 嘉士利、利國家、利大家. My thanks also go to my exceptional member of the Board and management team for their continued leadership across the Group, which has been particularly important again in this difficult period. Last but not least, I would like to extend on the Company behalf, my heartfelt gratitude to the shareholders, customers, suppliers and business partners and associates of the Group for their continuing support and confidence in the Company.

Jiashili Group Limited
Huang Xianming
Chairman of the Board
August 31, 2026

MANAGEMENT DISCUSSION AND ANALYSIS

REVIEW OF THE COMPANY PERFORMANCE FOR THE FIRST HALF OF 2026

Industry Overview

In the first half of 2026, China's leisure snack industry maintained steady growth, though at a moderated pace. The industry has transitioned from a period of rapid expansion to a phase of competition for existing market share alongside structural adjustment. Consumer demand is evolving from "mere indulgence" toward "quality, health, and diversity". Leisure snacks have transcended the traditional boundary of "snacks," covering diverse consumption scenarios including home, office, travel, social gatherings, fitness, and meal replacement, with consumption frequency and penetration rates continuing to rise. Key industry characteristics in the first half of 2026 include: deepening health trend — zero-additive, low-sugar, and low-fat have become baseline industry standards; accelerating channel restructuring — new channels such as snack discount stores, instant retail, and content e-commerce continue to divert traffic from traditional channels; shifting competitive focus — from price wars to product flavor innovation and supply chain efficiency. Brand loyalty is eroding. Young consumers' snack purchasing habits are shifting from long-term repeat purchases of fixed brands toward "small-ticket, high-frequency, rapid trial" patterns. Brands must build consumer loyalty through continuous product innovation, emotional connection, and community engagement. The competitive focus has expanded from "innovation" to "channel reach," requiring brands to capture consumers through diversified flavors and categories while upgrading from product sales to emotional connection.

Business Review

Jiashili's biscuits have been brand lasted for around 70 years since 1956. Our products are distributed to 31 Provinces and Municipalities and 310 prefecture-level cities with more than 660 stock keeping units offered to market in the country. It is also a household name and has won the love of all ethnic groups. Apart from distributing domestically, the Group also exports its products to other countries. The products produced and distributed by the Group can be summarized into the following product ranges:

I. Biscuits: Sweet and salty single piece, sandwich, wafers and other biscuits series.

II. Pasta: Spaghetti and macaroni.

III. Flour: Wheat flour.

IV. Others: Other products include such as crackers, cookies, candies, bread, egg-roll mooncakes and other products.

Operation Review

During the Reporting Period, the Group's revenue amounted to approximately RMB810.4 million (first half of 2025: approximately RMB750.1 million), representing an increase of 8.0% as compared with the corresponding period of last year. Gross profit of the Group has increased from approximately RMB205.6 million to approximately RMB227.4 million in the first half of 2026, representing an increase of 10.6% from the corresponding period of last year. The gross profit margin of the Group has slightly increased to 28.1% in the first half of 2026, representing an increase of 0.7 percentage point from the same period last year. The profit attributable to owners of the Company amounted to approximately RMB60.6 million (first half of 2025: profit approximately RMB11.8 million), representing a surge of 412.5% as compared with the corresponding period of last year. Our objectives are to produce quality, popular and preferred biscuits and leisure snack products where you can share anytime, anywhere. Over the year, we have been adhering to the business philosophy of "Jiashili, benefit the nation and benefit to all people" to provide delicious and high quality biscuits to the customers in China.

Our business model

With rising income levels and increasingly divergent consumption habits, the trend of consumption upgrade is positive, imposing higher demands on the innovation capabilities of enterprises. The Group attaches great importance to innovation, focusing on brand, product and marketing innovation to consolidate its core competitiveness as a leader in the industry. During the first half of 2026, the Group accelerated the research and development of new products, product upgrade and digital marketing to seize the opportunities brought by new traffic and new scenarios. In terms of digital marketing, the Group has increased its online investment, leveraging the appeal of its spokesperson to expand traffic, and through big data analysis, the Group has been able to precipitate the brand's own fan base, optimize its product portfolio and increase the conversion rate of transactions. The Group has drawn the attention of young consumers with stereoscopic marketing, such as achieving deeper communication with consumers and expanding word-of-mouth promotion through TikTok, Xiaohongshu and other social media. The Group's online business is committed to enriching customers' purchasing channels and creating a convenient, safe and efficient business model that continuously brings more convenience to consumers. While maintaining the traditional e-commerce business foundation, we have strategically deployed our resources into the field of universal interest-based e-commerce, which is represented by platforms like Douyin Shop and Kuaishou. In terms of operation, the Group continued to strengthen its channel advantages to adapt to the market trends, and improved channel efficiency to the fullest by upgrading channel quality and expanding emerging channels. In terms of channel quality, the Group enhanced the operational efficiency of our sales team in a comprehensive manner through a number of measures such as team structural optimization, distributor reorganization and incentive policy optimization. In terms of channel expansion, we proactively deployed traditional channel, modern channel and new retail channel by means of rational matching of products, teams and channels. On the traditional channel side, our leading position in the industry was consolidated thanks to our in-depth and delicate efforts and the precise and targeted sales plans formulated. On the modern channel side, we expanded the coverage of our outlets and increased high-end product promotions, resulting in further improvement in our penetration rate. On the emerging channel side, we delved into new platforms and strengthened resource allocation.

Financial Review

During the Reporting Period, Group's revenue has recorded an increase by 8.0% year-on-year to RMB810.4 million. Breakdown of the revenue by products category (excluding hotel business) for the Reporting Period and the comparative figures for the same period last year are as follows:

Revenue by products	For the six months ended June 30, 2026 RMB (million)	2025 RMB (million)	% of changes in revenue 2026 vs 2025 (increase/ decrease) +/-
Sweet Single piece biscuits	**235.7**	211.6	+11.4%
Salty Single piece biscuits	**44.4**	15.3	+190.2%
Sandwich biscuits	**169.8**	197.9	-14.2%
Wafers	**53.1**	54.9	-3.3%
Coarse grain biscuits	**17.9**	16.0	+11.9%
Other biscuits	**76.2**	57.4	+32.8%
Biscuits series	**597.1**	553.1	+8.0%
Pasta	**92.6**	87.0	+6.4%
Flour	**70.7**	77.6	-8.9%
Others	**40.1**	22.2	+80.6%
Total	**800.5**	739.9	+8.2%

Revenue from the biscuits segment amounted to approximately RMB597.1 million, representing an increase of 8.0% as compared with the corresponding period of last period (first half of 2025: approximately RMB553.1 million). The overall increase in the biscuit segment in the first half of 2026 were mainly primarily attributable to the success of the Group's marketing and pricing strategy and the continuing market acceptance of our products despite of macroeconomic pressures, profound shifts in consumer behavior, and intense intra-industry competition. Revenue from the pasta business amounted to approximately RMB92.6 million, representing an increase of 6.4% as compared with the corresponding period of last year. Our brand name of pasta and macaroni i.e. "Kangli康力" and "OPSMYPASTA來一頓" has received much wider market acceptance in China and Hong Kong. The pasta and macaroni segment in China has experienced steady growth in recent years, driven by urbanisation, evolving dietary habits, and a growing appetite for international cuisines. Pasta product including spaghetti, macaroni, penne, and instant pasta are gaining traction, particularly among younger, health conscious and cosmopolitan consumers. Revenue from flour business amounted to approximately RMB70.7 million representing a decline of 8.9% as compared with the corresponding period of last year. It is the Group's policy of actively seeking to expand different mix of products with different brands and flavors to meet customer's demands. Others represent miscellaneous products offerings other than biscuits series, such as bread, moon-cake, candies and cookies but excluding hotel service business. During the Reporting Period, revenue from others has increased by 80.6% to approximately RMB40.1 million as compared with the same period last year.

Cost of sales and gross profit

In the first half of 2026, The Group's overall gross profit has increased from approximately RMB205.6 million to approximately RMB227.4 million compared with the same period last year. In addition, the Group's gross profit margin has slightly increased by 0.7 percentage point as compared with the corresponding period in 2025. The year-on-year increase in the Group's gross profit margin was mainly due to the ease of input costs on certain raw materials particularly the decline in purchasing costs of palm oil, sugar and flour leading to a drop of approximately 16% of overall procurement cost from the corresponding period of last year. The Group will strive to imposed stringent measures and controls to keep our production and manufacturing cost remain competitive. The gross profit of biscuits products was amounted to approximately RMB189.3 million in the Reporting Period representing an increase of 8.4% as compared with the corresponding period of last year, while the gross profit margin of biscuits segments has increased by 0.1 percentage point to 31.7% in the Reporting Period (first half of 2025: 31.6%). The gross profit of pasta business segment in the Reporting Period was amounted to approximately RMB20.4 million representing a surge of 8.4% as compared with the corresponding period of last year, while the gross profit margin of pasta business segment was slightly increased by 0.4 percentage point to 22.0% in the Reporting Period (first half of 2025: 21.6%).

Other income

During the Reporting Period other income has decreased by 41.5% to approximately RMB14.5 million from approximately RMB24.8 million as compared with the same period last year. The decrease was primarily due to the decrease in interest receivables arising from the decrease in loan receivables and decreased in receipts of government grants.

Selling and distribution expenses

Selling and distribution expenses primarily composed of advertising and promotion expenses, delivery and transportation expenses and selling administration expenses. During the Reporting Period, the selling and distribution expenses was amounted to approximately RMB85.4 million or decreased by 23.1% year-on-year. Among of them advertising and promotion expenses as a percentage of revenue was 2.3% (first half of 2025: 4.4%) which was mainly due to the change of our promotional strategy. Delivery and distribution expenses as a percentage of revenue was 3.7% (first half of 2025: 4.2%), roughly the same as for the corresponding period of last year. The Group strive for efficient distribution strategy to save cost while at the same time meet customer demand in quicker delivery.

The selling and distribution expenses were generally in line with Group's policy to expand and broaden our consumer base in an efficient fashion.

Administrative expenses

Administrative expenses are mainly consists of staff costs and welfare, office expenses and entertainment expenses, legal and professional fees, tax expenses and rental expenses. During the Reporting Period, the amounts of administrative expenses was approximately RMB53.8 million, representing a slight increase of approximately RMB0.5 million or 1.0% over the same period last year.

Inventories

The Group's inventories consist mainly of raw materials (consists of palm oil, sugar and flour), packaging materials and finished goods. The inventories balance as at June 30, 2026 has slightly decreased by approximately RMB1.4 million to approximately RMB200.1 million (December 31, 2025: approximately RMB201.5 million) as compared to the beginning of the Reporting Period, which was attributable to the early preparation of products for the 2026 Lunar Chinese New Year sales. Accordingly, the inventory turnover days[1] for the Reporting Period was 63 days, decreased by 4 days as compared with that as at December 31, 2025.

Trade, bills and other receivables

The Group's trade, bills and other receivables refer to the Group's trade receivable balance from its customers, primarily including channel distributors and supermarkets together with bills receivables and other deposits and prepayments. The Group's trade, bills and other receivables as at June 30, 2026 was approximately RMB263.5 million, increased by 26.9% from approximately RMB207.6 million as at December 31, 2025. Accordingly, the trade, bills and other receivables turnover days[2] for the Reporting Period was 53 days, increased by 11 days as compared with that as at December 31, 2025.

Financial and liquidity position

We finance our operations and capital expenditure primarily by internally generated cash flows as well as banking facilities provided by our principal bankers. As at June 30, 2026, the Group had bank balances and cash amounted to approximately RMB376.9 million (as at December 31, 2025: approximately RMB448.5 million). Total bank borrowings as at June 30, 2026 amounted to approximately RMB760.0 million, an increase of 13.0% from December 31, 2025 as to finance our expansion and investment in the Reporting Period. As at June 30, 2026 the gross gearing ratio (defined as total bank borrowings over total equity) was 70.2% (as at December 31, 2025: 63.4%). As at June 30, 2026 the net gearing ratio (defined as total bank borrowings minus bank balances and cash over total equity) was 35.4% (as at December 31, 2025: 21.1%). The Group will from time to time adopt prudent financial management policy to address changing financial conditions.

As at June 30, 2026, the Group's net current assets was approximately RMB99.7 million (as at December 31, 2025: net current liabilities was approximately RMB41.1 million). The current ratio of the Group as at June 30, 2026 was 1.11 (as at December 31, 2025: 0.96). The Board believed that we are in a strong and healthy position and has sufficient resources to support our working capital requirements and meet our foreseeable capital expenditure.

PROSPECT

After years of development, the biscuit market has become more mature. Product upgrading will become an important driver for market development, and companies with high-end advantages will reap more market share. As a household name in China's market, Jiashili has great brand awareness, with a comprehensive product portfolio covering a variety of consumption scenarios and consumption groups. In terms of channels, Jiashili focused on the main channels for young consumers, expanding the retail store chain coverage and broadening consumer groups through channel coverage. In terms of terminal management, it standardized the shelf image and introduced smaller-sized packaging suitable for sales in the convenience channel to drive rapid expansion of channel penetration. The Group's first half performance for 2026 was promising amid of facing many difficulties and challenges but we should remain focus, in view of the highly competitive nature of the industry. The Group will continue to remain vigilant and adaptable to market shifts. Nevertheless, the Group will focus on streamlining the operations and enhancing brand awareness as well as to continue to maintain and improve product quality. The Group will leverage operational efficiencies and cost saving initiative to ensure that a better performance is achieved. The Group is cautiously optimistic that the business operations for the second half of this year to be satisfactory.

OTHER INFORMATION

HUMAN RESOURCES AND REMUNERATION OF EMPLOYEES

As at June 30, 2026 the Group had total of 2,230 full-time employees (excluding part-time and short term labour) (June 30, 2025: 2,146). The Group's employees are remunerated with reference to their positions, performance, experience and prevailing salary trends in the market. The remuneration package of our employees includes fixed salary, commissions and allowances (where applicable), and performance based year-end bonuses having regard to the performance of the Group and individual. For the six months ended June 30, 2026, the total employee benefits expenses (including Directors' and chief executive's remuneration) were approximately RMB124.0 million (for the six months ended June 30, 2025: approximately RMB123.2 million).

CORPORATE GOVERNANCE PRACTICES

The Board is committed to maintaining and ensuring high standards of corporate governance practices. In the opinion of the Directors, the Company has adopted the principles and applicable code provisions of Corporate Governance Code (the "CG Code") contained in Appendix 14 to the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong (the "Listing Rules") as its own code of corporate governance. Since the date of its listing and up to the date of this announcement, the Company has complied with the code provisions under the CG Code except for deviation during the Reporting Period which is summarised as below.

Code Provision C.2.1

As stipulated in the Code provision C.2.1 of the Code, the role of chairman and chief executive should be separated and should not be performed by the same individual. As the duties of chairman and chief executive of the Company are performed by Mr. Huang Xianming ("Mr. Huang"), the Company has deviated from the Code provision C.2.1 of the CG Code. As all major decisions are made in consultation with all members of the Board, and currently there are four independent non-executive Directors on the Board offering independent advises and providing fresh perspectives to the Company. In regard of this, the Board is of the view that it is appropriate this management structure is effective for the Group's operations and sufficient checks and balances are in place and in the best interests of the Company for Mr. Huang to hold both positions as it helps to maintain the continuity of the policies and the stability of the operations of the Company. The Board will also continue to review and monitor the practices of the Company for the purpose of complying with the CG Code and maintaining a high standard of corporate governance practices of the Company.

COMPLIANCE WITH MODEL CODE FOR DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 to the Listing Rules (the "Model Code") as its own code of conduct for dealing in securities of the Company by the Directors. Having made specific enquiries of all Directors, all Directors confirmed that they have complied with the required standard of dealings as set out in the Model Code throughout the Reporting Period.

AUDIT COMMITTEE

The audit committee comprises three independent non-executive Directors, namely Mr. Kam Robert, Mr. Wan Ngar Yin, David and Mr. Ma Xiaoqiang. The audit committee together with the management, has reviewed constantly the accounting principles and practices adopted by the Group, discussed auditing, internal control and financial reporting matters and reviewed the financial results of the Group. The audit committee has reviewed and discussed the interim results of the Group for the six months ended June 30, 2026. The audit committee has no disagreement with the accounting treatment adopted by the Company.

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

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities during the first half of 2026.

INTERIM DIVIDEND

The Board has resolved to declare payment of an interim dividend of HK$10.00 cents per ordinary share for the Reporting Period to shareholders whose names appear on the register of members of the Company on September 15, 2026 (six months ended June 30, 2025: HK$5.00 cents).

CLOSURE OF REGISTER OF MEMBERS

In order to determine the interim dividend for the six months ended June 30, 2026 (the "2026 Interim Dividend"), the register of members of the Company will be closed from Monday, September 14, 2026 to Tuesday, September 15, 2026, both dates inclusive, during which period no transfer of shares of the Company will be registered. The record date for entitlement to the 2026 Interim Dividend is Tuesday, September 15, 2026. In order to qualify for the entitlement to receive the 2026 Interim Dividend, all transfers of shares accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Tricor Investor Services Limited at 17 Floor, Far East Finance Centre, 16 Harcourt Road, Hong Kong, not later than 4:30 p.m. on Friday, September 11, 2026. The payment date of the 2026 Interim Dividend is expected to be on Wednesday, September 30, 2026.

DIRECTORS' INTERESTS OR SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR THE ASSOCIATED CORPORATION

As at June 30, 2026, the interests or short positions of our Directors and chief executive of our Company in the shares, underlying shares and debentures of our Company or any associated corporation (within the meaning of Part XV of Securities and Futures Ordinance (the "SFO")) which have to be notified to our Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions in which they are taken or deemed to have taken under such provisions), or required, pursuant to section 352 of the SFO, to be entered in the register referred to therein are as follows:

Name of Directors	Company/name of associated corporation	Capacity	Number and class of securities	Approximate percentage of Issued share capital
Mr. Huang Xianming ("Mr. Huang")	The Company	Interests of controlled corporation(2)	310,472,000 (L)(1)	74.81%
Mr. Huang	Kaiyuan Investments Limited ("Kaiyuan")	Interests of controlled corporation(3)	100 (L)(1)	100%
Mr. Huang	Great Logistics Global Limited ("Great Logistics")	Beneficial owner	1 (L)(1)	100%

Notes:

(1) The Letter "L" denotes our Directors' long position in the shares or the relevant associated corporation.

(2) The relevant shares are held by Kaiyuan, which is in turn held as to 80% by Great Logistics, a company wholly-owned by Mr. Huang, and the remaining 20% of Kaiyuan are held by four entities wholly-owned by Mr. Huang's family comprising, Ms. Huang Cuihong, Ms. Huang Rujun, Ms. Huang Rujiao and Ms. Huang Xianxian.

(3) Kaiyuan is held as to 80% by Great Logistics and 20% by four entities, which are all wholly-owned by Mr. Huang's family comprising, Ms. Huang Cuihong, Ms. Huang Rujun, Ms. Huang Rujiao and Ms. Huang Xianxian.

INTERESTS AND SHORT POSITIONS OF THE SUBSTANTIAL SHAREHOLDERS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

As at June 30, 2026, the following persons have an interest or a short position in the shares required to be disclosed to our Company and the Stock Exchange pursuant to the provisions of Division 2 and 3 of Part XV of the SFO as recorded in the register to be kept by the Company pursuant to Section 336 of the SFO:

Name of shareholders	Capacity/Nature of interest	Number of shares held	Approximate percentage of issued share capital
Mr. Huang	Interest in controlled corporation(1), interest in family member(2)/Long position	310,472,000	74.81%
Ms. Huang Cuihong	Interest in controlled corporation(1); interest in family member(2)/Long position	310,472,000	74.81%
Ms. Huang Xianxian	Interest in controlled corporation(1); interest in family member(2)/Long position	310,472,000	74.81%
Ms. Huang Rujiao	Interest in controlled corporation(1); interest in family member(2)/Long position	310,472,000	74.81%
Ms. Huang Rujun	Interest in controlled corporation(1); interest in family member(2)/Long position	310,472,000	74.81%
Great Logistics	Interest in controlled corporation(1); interest in family member(2)/Long position	310,472,000	74.81%
Great Logistics	Beneficial interest/Long position	34,304,000	8.26%
Grand Wing Investments Limited ("Grand Wing")	Interest in controlled corporation(1); interest in family member(2)/Long position	276,168,000	66.55%
Intelligent Pro Investments Limited ("Intelligent Pro")	Interest in controlled corporation(1); interest in family member(2)/Long position	276,168,000	66.55%
Jade Isle Global Limited ("Jade Isle")	Interest in controlled corporation(1);interest in family member(2)/Long position	276,168,000	66.55%

Name of shareholders	Capacity/Nature of interest	Number of shares held	Approximate percentage of issued share capital
Kaiyuan	Beneficial interest/Long position	276,168,000	66.55%
Prestige Choice Investments (Overseas) Limited ("Prestige Choice Overseas")	Interest in controlled corporation[1]; interest in family member[2]/Long position	276,168,000	66.55%
Central Huijin Investment Limited	Interest in controlled corporation/Long position	20,945,000	5.05%

Notes:

(1) Kaiyuan was held as to 80% by Mr. Huang (through his investment holding company Great Logistics) and as to 5% by each of Ms. Huang Cuihong, Ms. Huang Xianxian, Ms. Huang Rujiao and Ms. Huang Rujun, through their investment holding companies, namely Jade Isle, Prestige Choice Overseas, Grand Wing and Intelligent Pro respectively.

(2) In addition to Mr. Huang, Huang's Family consist of Ms. Huang Cuihong, Ms. Huang Xianxian, Ms. Huang Rujiao and Ms. Huang Rujun. Ms. Huang Cuihong is the spouse of Mr. Huang, while Ms. Huang Xianxian, Ms. Huang Rujiao and Ms. Huang Rujun are the sisters of Mr. Huang, and therefore they are deemed to be parties acting in concert with Mr. Huang and are deemed to be interested in the shares in the Company in which Mr. Huang is interested, and Mr. Huang is deemed to be interested in the shares in which Huang's Family is interested, and vice versa.

Save as disclosed above, as at the date of this report, no person, other than the Directors or chief executive of the Company had, or was deemed or taken to have, an interest or short position in the Shares or underlying Shares which fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO as recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO.

REPORT ON REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Deloitte. 德勤

TO THE BOARD OF DIRECTORS OF JIASHILI GROUP LIMITED
嘉士利集團有限公司
(incorporated in the Cayman Islands with limited liability)

INTRODUCTION

We have reviewed the condensed consolidated financial statements of Jiashili Group Limited (the "Company") and its subsidiaries set out on pages 14 to 42, which comprise the condensed consolidated statement of financial position as of June 30, 2026 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended, and notes to the condensed consolidated financial statements. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34") as issued by the International Accounting Standards Board. The directors of the Company are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with IAS 34. Our responsibility is to express a conclusion on these condensed consolidated financial statements 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 Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" as issued by the Hong Kong Institute of Certified Public Accountants. A review of these condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Deloitte Touche Tohmatsu
Certified Public Accountants
Hong Kong

August 31, 2026

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended June 30, 2026

	NOTES	Six months ended June 30, 2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Revenue	3 & 4	**810,430**	750,100
Cost of sales		**(583,043)**	(544,458)
Gross profit		**227,387**	205,642
Other income	5	**14,478**	24,808
Selling and distribution expenses		**(85,354)**	(111,065)
Administrative expenses		**(53,790)**	(53,276)
Other expenses	6	**(30,427)**	(39,134)
Impairment losses (including reversals of impairment losses) on financial assets	21	**4,776**	854
Other gains and losses	7	**17,578**	699
Finance costs	8	**(10,576)**	(11,319)
Share of results of associates		**55**	(543)
Profit before tax		**84,127**	16,666
Income tax expense	9	**(24,020)**	(7,448)
Profit for the period	11	**60,107**	9,218
Other comprehensive expense			
Item that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations		**(381)**	(412)
Total comprehensive income for the period		**59,726**	8,806
Profit (loss) for the period attributable to:			
Owners of Jiashili Group Limited (the "Company")		**60,558**	11,816
Non-controlling interests		**(451)**	(2,598)
		60,107	9,218
Total comprehensive income (expense) for the period attributable to:			
Owners of the Company		**60,177**	11,404
Non-controlling interests		**(451)**	(2,598)
		59,726	8,806
Earnings per share	13		
— Basic (RMB cents)		**14.59**	2.85

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At June 30, 2026

	NOTES	**June 30, 2026 RMB'000 (unaudited)**	December 31, 2025 RMB'000 (audited)
NON-CURRENT ASSETS			
Property, plant and equipment	14	**648,406**	658,202
Right-of-use assets	14	**218,872**	223,871
Investment properties	14	**14,180**	16,495
Intangible assets	14	**66,240**	73,202
Goodwill		**54,197**	54,197
Interests in associates	15	**20,672**	20,668
Financial assets at fair value through profit or loss ("FVTPL")	16	**146,542**	155,256
Loan receivables	17	**640**	72,959
Loan to a non-controlling shareholder of a subsidiary	19b	**—**	640
Deferred tax assets		**4,253**	7,059
Other receivables and deposits	18	**33,643**	32,132
		1,207,645	1,314,681
CURRENT ASSETS			
Inventories		**200,069**	201,473
Trade, bills and other receivables	18	**263,528**	207,563
Loan receivables	17	**113,435**	47,595
Amounts due from associates	20a	**42,270**	24,702
Amounts due from non-controlling shareholders of subsidiaries	20b	**15,660**	15,237
Amount due from a related party	20c	**86**	97
Loans to associates	19a	**3,778**	3,839
Loans to non-controlling shareholders of subsidiaries	19b	**—**	80
Income tax recoverable		**6,845**	6,491
Pledged/restricted bank deposits		**68**	—
Cash and cash equivalents		**376,879**	448,536
		1,022,618	955,613
Assets classified as held for sale		**—**	12,295
		1,022,618	967,908

	NOTES	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
CURRENT LIABILITIES			
Trade and other payables	22	**245,138**	245,292
Contract liabilities		**46,828**	198,818
Income tax payables		**16,057**	23,243
Bank borrowings	24	**606,958**	533,398
Amount due to a non-controlling shareholder of a subsidiary	23	**43**	3
Amounts due to related parties	23	**8**	38
Amounts due to associates	23	**1,830**	976
Deferred income		**1,692**	1,704
Lease liabilities		**4,411**	5,174
		922,965	1,008,646
Liabilities associated with assets classified as held for sale		**—**	407
		922,965	1,009,053
NET CURRENT ASSETS (LIABILITIES)		**99,653**	(41,145)
TOTAL ASSETS LESS CURRENT LIABILITIES		**1,307,298**	1,273,536
NON-CURRENT LIABILITIES			
Deferred tax liabilities		**1,798**	1,548
Deferred income		**27,591**	28,121
Bank borrowings	24	**153,037**	139,276
Lease liabilities		**41,709**	43,042
		224,135	211,987
NET ASSETS		**1,083,163**	1,061,549
CAPITAL AND RESERVES			
Share capital	25	**3,285**	3,285
Reserves		**1,053,963**	1,030,428
Equity attributable to owners of the Company		**1,057,248**	1,033,713
Non-controlling interests		**25,915**	27,836
TOTAL EQUITY		**1,083,163**	1,061,549

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended June 30, 2026

	Attributable to owners of the Company									
	Share capital RMB'000	**Share premium** RMB'000 (note a)	**Contribution reserve** RMB'000	**Statutory reserve** RMB'000 (note b)	**Translation reserve** RMB'000	**Other reserve** RMB'000 (note c)	**Accumulated profits** RMB'000	**Sub-Total** RMB'000	**Non-controlling interests** RMB'000	**Total** RMB'000
At January 1, 2025 (audited)	3,285	123,618	18,333	232,061	(1,572)	(165,702)	773,594	983,617	30,305	1,013,922
Profit (loss) for the period	–	–	–	–	–	–	11,816	11,816	(2,598)	9,218
Other comprehensive expense for the period	–	–	–	–	(412)	–	–	(412)	–	(412)
Total comprehensive (expense) income for the period	–	–	–	–	(412)	–	11,816	11,404	(2,598)	8,806
Dividends recognised as distribution (note 12)	–	(37,889)	–	–	–	–	–	(37,889)	–	(37,889)
Dividends paid to a non-controlling shareholder of a subsidiary	–	–	–	–	–	–	–	–	(1,470)	(1,470)
At June 30, 2025 (unaudited)	3,285	85,729	18,333	232,061	(1,984)	(165,702)	785,410	957,132	26,237	983,369
At January 1, 2026 (audited)	**3,285**	**66,785**	**18,333**	**246,310**	**(2,062)**	**(165,702)**	**866,764**	**1,033,713**	**27,836**	**1,061,549**
Profit (loss) for the period	**–**	**–**	**–**	**–**	**–**	**–**	**60,558**	**60,558**	**(451)**	**60,107**
Other comprehensive expense for the period	**–**	**–**	**–**	**–**	**(381)**	**–**	**–**	**(381)**	**–**	**(381)**
Total comprehensive (expense) income for the period	**–**	**–**	**–**	**–**	**(381)**	**–**	**60,558**	**60,177**	**(451)**	**59,726**
Dividends recognised as distribution (note 12)	**–**	**(36,642)**	**–**	**–**	**–**	**–**	**–**	**(36,642)**	**–**	**(36,642)**
Dividends paid to a non-controlling shareholder of a subsidiary	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**(1,470)**	**(1,470)**
Disposal of investment in a subsidiary	**–**	**–**	**–**	**(26,839)**	**–**	**–**	**26,839**	**–**	**–**	**–**
At June 30, 2026 (unaudited)	**3,285**	**30,143**	**18,333**	**219,471**	**(2,443)**	**(165,702)**	**954,161**	**1,057,248**	**25,915**	**1,083,163**

Notes:

(a) The application of the share premium account is governed by the Company's Articles of Association and the Companies Law of Cayman Islands, which provides that the share premium account may be applied in paying distributions or dividends to members, provided immediately following the date on which distribution or dividend is proposed to be paid, the Company will be able to pay its debts as they fall due in the ordinary course of business.

(b) Statutory reserve comprises statutory surplus reserve and discretionary surplus reserve of the group entities established in the People's Republic of China (the "PRC"), which are non-distributable and the transfer to these reserves is determined according to the relevant laws in the PRC and by the directors of the relevant group entities in accordance with their Articles of Association. Statutory surplus reserve amounting to approximately RMB150,971,000 (unaudited) and RMB157,365,000 (unaudited), and discretionary surplus reserve amounting to approximately RMB68,500,000 (unaudited) and RMB74,696,000 (unaudited) as at June 30, 2026 and 2025, respectively, can be used to make up for previous years' losses, convert into additional capital and expand the existing operations of the relevant group entities.

(c) Other reserve represents the share capital and share premium of the acquiree less the payment consideration pursuant to a group reorganisation or a business combination under common control, which is accounted for as deemed distributions recognised in equity directly.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended June 30, 2026

	Six months ended June 30, 2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
OPERATING ACTIVITIES		
Operating cash flows before movements in working capital	**117,059**	76,774
Decrease in inventories	**1,404**	38,821
Increase in trade, bills and other receivables	**(61,747)**	(22,136)
(Increase) decrease in amounts due from associates	**(17,999)**	3,817
Decrease in trade and other payables	**(38,296)**	(144,631)
Decrease in contract liabilities	**(151,990)**	(55,530)
Others	**458**	(1,567)
Cash used in operations	**(151,111)**	(104,452)
Income tax paid	**(28,504)**	(18,707)
NET CASH USED IN OPERATING ACTIVITIES	**(179,615)**	(123,159)
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(24,832)**	(20,503)
Purchase of right-of-use assets	**(808)**	—
Deposits paid for acquisition of unlisted equity investments	**—**	(19,400)
New loan receivables advanced	**(3,000)**	—
Loan advance to an associate	**—**	(1,500)
Repayment of loan receivables	**17,790**	1,000
Interest received	**4,523**	6,267
Net cash inflow on disposal of a subsidiary	**41,680**	—
Others	**(45)**	1,647
NET CASH FROM (USED IN) INVESTING ACTIVITIES	**35,308**	(32,489)
FINANCING ACTIVITIES		
New bank borrowings raised	**398,300**	503,020
Repayment of bank borrowings	**(310,979)**	(390,889)
Repayment of other borrowing	**—**	(1,640)
Interest paid on borrowings	**(9,614)**	(11,651)
Dividends paid	**—**	(37,889)
Dividends paid to a non-controlling shareholder of a subsidiary	**(1,470)**	(1,470)
Others	**(3,207)**	(3,511)
NET CASH FROM FINANCING ACTIVITIES	**73,030**	55,970
NET DECREASE IN CASH AND CASH EQUIVALENTS	**(71,277)**	(99,678)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	**448,536**	379,129
Effect of foreign exchange rate changes	**(380)**	(28)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	**376,879**	279,423

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended June 30, 2026

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting* issued by the International Accounting Standards Board ("IASB") as well as the applicable disclosure requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

2. ACCOUNTING POLICIES

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

The accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended June 30, 2026 are the same as those presented in the Group's annual consolidated financial statements for the year ended December 31, 2025.

Application of Amendments to IFRS Accounting Standards

In the current interim period, the Group has applied the following amendments to IFRS Accounting Standards as issued by the IASB, for the first time, which are mandatorily effective for the Group's annual period beginning on 1 January 2026 for the preparation of the Group's condensed consolidated financial statements:

Amendments to IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to IFRS 9 and IFRS 7	Contracts Referencing Nature-dependent Electricity
Amendments to IFRS Accounting Standards	Annual Improvements to IFRS Accounting Standards — Volume 11

The application of the amendments to IFRS Accounting Standards in the current interim period has had no material impact on the Group's financial positions and performance for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

3. REVENUE FROM CONTRACTS WITH CUSTOMERS

The Group's food products revenue and hotel service revenue are recognised at a point in time and over time, respectively.

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Sales channels		
Distributors	**745,061**	687,611
Supermarkets	**25,270**	1,298
Retail customers	**40,099**	61,191
Total	**810,430**	750,100
Timing of revenue recognition		
A point in time	**803,848**	742,917
Over time (note a)	**6,582**	7,183
Total	**810,430**	750,100
Geographical markets		
Chinese Mainland (country of domicile)	**809,019**	749,090
Others (note b)	**1,411**	1,010
Total	**810,430**	750,100

Notes:

(a) The Group provides hotel services to retail customers in Kaiping City, Guangdong Province, the PRC. Hotel revenue from room rental is recognised over time during the period of stay for the hotel guests. Revenue from other ancillary services is generally recognised at the point in time when the services are rendered.

(b) Others represent export sales to locations other than Chinese Mainland.

3. REVENUE FROM CONTRACTS WITH CUSTOMERS *(continued)*

Revenue from major products and service

The following is an analysis of the Group's revenue from its major products and service.

	Six months ended June 30, 2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Revenue by products		
Biscuit		
— Sweet single piece biscuits	235,650	211,557
— Salty single piece biscuits	44,443	15,260
— Sandwich biscuits	169,753	197,895
— Wafers	53,094	54,863
— Coarse grain biscuits	17,876	16,037
— Other biscuits	76,256	57,440
	597,072	553,052
Pasta	92,552	86,985
Flour	70,717	77,629
Others (note)	40,112	22,258
	800,453	739,924
Revenue by services		
Hotel services	9,977	10,176
Total	810,430	750,100

Note: Others represent miscellaneous products other than biscuits, pasta and flour, such as fresh breads, mooncakes, candies and soymilk.

4. SEGMENT REPORTING

Information reported to the executive directors of the Group, being the chief operating decision maker ("CODM"), for the purpose of resource allocation and assessment of segment performance focuses on types of goods or services delivered or provided.

The CODM reviews operating results and financial information on a product category by product category basis.. The CODM assesses the performance of the operating segments based on a measure of segment profit or loss which represents the gross profit of each operation segment.

4. SEGMENT REPORTING *(continued)*

Specifically, the Group's reportable segments under IFRS 8 *Operating Segments* are as follows:

1. Biscuit products
2. Pasta products
3. Flour products

In addition to the above reportable segments, none of the other operating segments met the quantitative thresholds for the reportable segments in both current and prior year. Accordingly, these were grouped in "Others".

Segment revenue and results

The following is an analysis of the Group's revenue and results by reportable segments.

Six months ended June 30, 2026

	Biscuit products RMB'000 (unaudited)	Pasta products RMB'000 (unaudited)	Flour products RMB'000 (unaudited)	Others RMB'000 (unaudited)	Total RMB'000 (unaudited)
Segment revenue					
External sales	597,072	92,552	70,717	50,089	810,430
Inter-segment sales	1,704	38	66,228	88	68,058
	598,776	92,590	136,945	50,177	878,488
Segment results	189,305	20,361	9,247	8,474	227,387
Other income					14,478
Selling and distribution expenses					(85,354)
Administrative expenses					(53,790)
Other expenses					(30,427)
Impairment losses (including reversals of impairment losses or impairment gains) on financial assets					4,776
Other gains and losses					17,578
Share of results of associates					55
Finance costs					(10,576)
Profit before tax					84,127

4. SEGMENT REPORTING *(continued)*

Segment revenue and results *(continued)*

Six months ended June 30, 2025

	Biscuit products RMB'000 (unaudited)	Pasta products RMB'000 (unaudited)	Flour products RMB'000 (unaudited)	Others RMB'000 (unaudited)	Total RMB'000 (unaudited)
Segment revenue					
External sales	553,052	86,985	77,629	32,434	750,100
Inter-segment sales	2,430	28	53,304	3,864	59,626
	555,482	87,013	130,933	36,298	809,726
Segment results	174,619	18,783	11,946	294	205,642
Other income					24,808
Selling and distribution expenses					(111,065)
Administrative expenses					(53,276)
Other expenses					(39,134)
Impairment losses (including reversals of impairment losses or impairment gains) on financial assets					854
Other gains and losses					699
Share of results of associates					(543)
Finance costs					(11,319)
Profit before tax					16,666

Segment assets and liabilities

The consolidated assets and consolidated liabilities of the Group are regularly reviewed by CODM as a whole. Therefore, the measure of total segment assets and total segment liabilities by operating and reportable segments is not presented.

5. OTHER INCOME

	Six months ended June 30, 2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Government grants (note)	**1,644**	4,411
Interest income on:		
— bank deposits	**687**	870
— loan receivables	**3,832**	3,930
— loans to non-controlling shareholders of subsidiaries	**—**	115
— loans to associates	**33**	2
— advance to a third party	**235**	—
Sales of scrap and packaging materials	**4,539**	11,040
Rental income	**1,784**	3,280
Other non-operating income	**1,724**	1,160
	14,478	24,808

Note: Government grants represents incentive subsidies received from local government for improvement of working capital and compensation for research and development expenses incurred as well as government subsidies for the compensation of capital expenditures on the plant and machinery and right-of-use assets which are deferred and released to profit or loss over the estimated useful lives of the respective assets since they are ready to use.

6. OTHER EXPENSES

	Six months ended June 30, 2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Research expenses	**25,141**	23,860
Donation expenses	**1,145**	4,460
Cost of scrap and packaging materials sold	**2,918**	8,118
Building lease expenses	**994**	1,497
Other non-operating expenses	**229**	1,199
	30,427	39,134

7. OTHER GAINS AND LOSSES

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Net foreign exchange losses	**(240)**	(3)
Losses on disposal of property, plant and equipment	**(250)**	(624)
Gain on disposal of a subsidiary (note 10)	**26,782**	—
Fair value (losses) gains on financial assets at FVTPL	**(8,714)**	1,326
	17,578	699

8. FINANCE COSTS

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Interest expenses on:		
Bank borrowings	**9,466**	10,092
Other borrowing	**—**	84
Lease liabilities	**1,110**	1,143
	10,576	11,319

9. INCOME TAX EXPENSE

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(unaudited)	(unaudited)
PRC Enterprise Income Tax ("EIT") — Current tax	**20,964**	10,604
Deferred tax	**3,056**	(3,156)
	24,020	7,448

No provision for Hong Kong Profits Tax has been made for the six months ended June 30, 2026 and 2025 as the Group has no assessable profits arising in Hong Kong.

9. INCOME TAX EXPENSE *(continued)*

Guangdong Jiashili Food Group Company Limited* (廣東嘉士利食品集團有限公司) ("Guangdong Jiashili") and Guangdong Kangli Food Group Co. Limited* (廣東康力食品集團有限公司) ("Kangli") were accredited as a High-New Technology Enterprise by the Science and Technology Bureau of Guangdong Province (廣東省科學技術廳) and relevant authorities in the PRC with effect from January 2025 and 2023 for a term of three years, respectively. Guangdong Jiashili and Kangli were registered with the local tax authority to be eligible to the reduced 15% EIT rate for three years from 2025 to 2027 and 2023 to 2025. As at the report date, Kangli has not yet renewed the High-New Technology Enterprise accreditation.

Guangdong Kailan Flour Co. Limited* 廣東開蘭麵粉有限公司 ("Kailan Flour") engages in manufacture and sale of flour. According to Cai Shui 2008 No.149, a joint circular of Ministry of Finance and State Administration of Taxation, wheat preliminary processing for flour is in the scope of EIT exemption. Kailan Flour is registered with Kaiping Administration for Market Regulation to be eligible for grain processing, and thus is in the scope of such EIT exemption.

For other group entities in the PRC, under the Law of the PRC on EIT (the "EIT Law") and Implementation Regulations of the EIT Law, the EIT rate was 25% for both periods.

According to Cai Shui 2008 No. 1, a joint circular of Ministry of Finance and State Administration of Taxation, dividend distributed out of the profits generated since January 1, 2008 by a PRC entity to a non-PRC tax resident shall be subject to withholding EIT pursuant to Articles 3 and 19 of the EIT Law.

The Company's subsidiaries that are PRC tax resident are required to withhold the PRC withholding EIT of 10% on dividend payment to their non-PRC resident immediate holding company, unless such dividend payment is qualified for the 5% reduced tax rate under the Arrangement between Mainland China and Hong Kong for the Avoidance of Double Taxation and the Prevention of Fiscal Evasion with respect to Taxes on Income (the "PRC-HK DTA").

Jiashili (Hong Kong) Limited ("Jiashili HK") is qualified as a Hong Kong tax resident. During the six months ended June 30, 2025, Jiashili HK has obtained the Hong Kong resident certificate for the calendar year 2024 which is valid for three years ending December 31, 2026. Jiashili HK enjoys a reduced withholding tax rate of 5%, under State Administration of Taxation Bulletin [2018] No. 9 (國家稅務總局公告2018年第9號) on dividend income for the six months ended June 30, 2026 and 2025, pursuant to the PRC-HK DTA.

* English name for identification purpose only.

10. DISPOSAL OF A SUBSIDIARY

In November 2024 and April 2025, the Group entered into an equity transfer agreement and a revised equity transfer agreement with a third party, respectively, to dispose of its 100% equity interest in Jiangsu Jiashili Food Co. Limited* 江蘇嘉士利食品有限公司 ("Jiangsu Jiashili"). Jiangsu Jiashili is engaged in leasing of factory building in the PRC. The assets of Jiangsu Jiashili were classified as assets held for sale as at December 31, 2025. The disposal was completed in April 2026, on which date the Group lost control over Jiangsu Jiashili.

10. DISPOSAL OF A SUBSIDIARY *(continued)*

The net assets of Jiangsu Jiashili at the date of disposal were as follows:

	RMB'000
Net assets disposed	**21,408**
Gain on disposal of a subsidiary (note 7)	**26,782**
Total consideration	**48,190**
Satisfied by:	
Cash	**42,233**
Deferred cash consideration (Note)	**5,957**
	48,190

Note: The deferred consideration was/will be settled in cash by the buyer subsequent to the end of the current interim period.

* English name for identification purpose only.

11. PROFIT FOR THE PERIOD

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Profit for the period has been arrived at after charging:		
Directors' and chief executive's remuneration	**1,762**	2,062
Other employee benefits expenses:		
— Salaries and allowances	**109,728**	108,891
— Contributions to retirement benefits scheme	**12,480**	12,227
Total employee benefits expenses	**123,970**	123,180
Depreciation of property, plant and equipment	**36,404**	38,182
Depreciation of right-of-use assets	**5,807**	5,729
Depreciation of investment properties	**422**	529
Amortisation of intangible assets	**6,962**	6,739
Total depreciation and amortisation	**49,595**	51,179
Expenses relating to short-term leases	**380**	454
Cost of inventories recognised as expenses (including recognition of allowance on inventories amounting to RMB151,000 (six months ended June 30, 2025: nil))	**576,245**	539,208

12. DIVIDENDS

During the six months ended June 30, 2026, a final dividend of HK10 cents per share in respect of the year ended December 31, 2025, amounting to HK$41,500,000 (equivalent to approximately RMB36,642,000) (six months ended June 30, 2025, a final dividend of HK10 cents per share in respect of the year ended December 31, 2024, amounting to HK$41,500,000 (equivalent to approximately RMB37,889,000)) was recognised as distribution to the owners of the Company.

The final dividend in respect of the year ended December 31, 2025 was paid in cash subsequent to the end of the current interim period.

Subsequent to the end of the current interim period, the directors of the Company have resolved to declare an interim dividend of HK10 cents per share for the six months ended June 30, 2026 (six months ended June 30, 2025: HK5 cents).

13. EARNINGS PER SHARE

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

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Earnings		
Profit for the period attributable to owners of the Company for the purposes of basic earnings per share	**60,558**	11,816

	Six months ended June 30,	
	2026	2025
	'000	'000
Number of shares		
Number of ordinary shares for the purpose of basic earnings per share	**415,000**	415,000

No diluted earnings per share for both six months ended June 30, 2026 and 2025 were presented as there were no potential ordinary shares in issue for both periods.

14. PROPERTY, PLANT AND EQUIPMENT, RIGHT-OF-USE ASSETS, INVESTMENT PROPERTIES AND INTANGIBLE ASSETS

During the six months ended June 30, 2026, the Group had addition of approximately RMB25,255,000 (six months ended June 30, 2025: RMB22,089,000) on property, plant and equipment in order to upgrade its operating capacities.

During the six months ended June 30, 2026, the Group disposed of certain plant and equipment with an aggregate carrying amount of RMB273,000 (six months ended June 30, 2025: RMB2,274,000) for cash consideration of RMB23,000 (six months ended June 30, 2025: RMB1,650,000), resulting in a loss on disposal of RMB250,000 (six months ended June 30, 2025: RMB624,000).

14. PROPERTY, PLANT AND EQUIPMENT, RIGHT-OF-USE ASSETS, INVESTMENT PROPERTIES AND INTANGIBLE ASSETS *(continued)*

During the six months ended June 30, 2026, the Group had transfer of approximately RMB1,893,000 (six months ended June 30, 2025: RMB nil) on investment properties to property, plant and equipment.

During the six months ended June 30, 2026, the Group entered into a new lease agreement to obtain land use right with lease term of 37 years. On the date of lease commencement, the Group recognised right-of-use assets of RMB808,000. During the six months ended June 30, 2025, the Group had no addition on right-of-use assets.

During the six months ended June 30, 2026 and 2025, the Group had no addition on intangible assets.

15. INTERESTS IN ASSOCIATES

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Cost of investments in associates — unlisted	**24,121**	24,121
Share of post-acquisition results of associates	**(3,438)**	(3,493)
Exchange adjustments	**(11)**	40
	20,672	20,668

Details of the Group's associates at the end of the reporting periods are as follow:

Name of associates	**Place of incorporation/ establishment/ principal place of business**	**Proportion of ownership interest held by the Group**		**Proportion of voting rights held by the Group**		**Principal activities**
		June 30, 2026	December 31, 2025	**June 30, 2026**	December 31, 2025	
Hong Kong Ruishiyue (International) Food Co., Limited ("HK Ruishiyue") 香港瑞士樂(國際)食品有限公司	Hong Kong	**5%**	5%	**33%**	33%	Investment holding and manufacture and sale of candies and biscuits
Chengdu Tianjianjun Agricultural Technology Co., Limited* 成都天健君農業科技有限公司("Tianjianjun")	The PRC	**35%**	35%	**20%**	20%	Manufacture and sale of rice
Henan Jiashili Brand Marketing Co., Limited* 河南嘉士利品牌營銷有限公司 ("Henan Brand Marketing")	The PRC	**20%**	20%	**20%**	20%	Marketing business
Jiangmen Shiborun Food Co., Limited* 江門市施博潤食品有限公司 ("Shiborun")	The PRC	**30%**	30%	**30%**	30%	Manufacture and sale of materials of biscuits

* English name for identification purpose only.

16. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Financial assets designated at FVTPL:		
— unlisted equity investment in the PRC (note a)	22,742	26,400
— unlisted investment fund in the PRC (note b)	123,800	128,856
	146,542	155,256

Notes:

(a) The Group entered into a capital increase agreement with other two independent third parties to invest in 佛山市三水區運發有限公司 Foshan Sanshui Yunfa Co., Limited* ("Yunfa"), which engages in transportation services in the PRC. The unlisted equity investment is classified as a non-current asset and accounted for as a financial asset at FVTPL.

As at June 30, 2026, the fair value of Yunfa is amounting to RMB22,742,000 (December 31, 2025: RMB26,400,000) with fair value loss recognised in profit or loss of RMB3,658,000 (six months ended June 30, 2025: gain of RMB1,024,000) for the current period.

(b) The Group entered into a limited partnership agreement for setting up an unlisted investment fund, 青島嘉匯股權投資基金合夥企業(有限合夥) Tsingtao Jia Hui Equity Investment Fund (Limited Partnership)* ("Jia Hui LLP"), with three independent third parties. The unlisted investment fund is classified as a non-current asset and accounted for as a financial asset at FVTPL.

As at June 30, 2026, the fair value of Jia Hui LLP is amounting to RMB123,800,000 (December 31, 2025: RMB128,856,000) with fair value loss recognised in profit or loss of RMB5,056,000 (six months ended June 30, 2025: gain of RMB302,000) for the current period.

The fair value of the financial assets at FVTPL at June 30, 2026 and December 31, 2025 have been arrived at on the basis of valuation carried out by Asset Appraisal Limited ("Asset Appraisal"), an independent qualified professional valuer not connected with the Group. Asset Appraisal is a registered firm of the Hong Kong Institute of Surveyors, and has appropriate qualifications and experience.

* English name for identification purpose only.

17. LOAN RECEIVABLES

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Fixed-rate loan receivables	161,351	175,665
Less: allowance for expected credit loss ("ECL")	(47,276)	(55,111)
Loan receivables, net	114,075	120,554
Analysed as		
Current	113,435	47,595
Non-current	640	72,959
	114,075	120,554

The effective interest rate of the loan receivables is ranged from 0.0% to 18.0% (December 31, 2025: 0.0% to 18.0%) per annum.

As at June 30, 2026, included in the Group's loan receivables balance are debtors with aggregate gross amount of RMB58,045,000 (December 31, 2025: RMB56,235,000) have been past due 90 days or more. The directors of the Company consider credit risks have increased significantly and those past due more than 90 days are considered as credit-impaired.

As at June 30, 2026, the gross amount of loan receivables amounting to RMB29,202,000 (December 31, 2025: RMB29,512,000) is secured by collaterals including retail stores properties and parking spaces (December 31, 2025: retail stores properties and parking spaces). The Group is not permitted to sell or repledge the collaterals in the absence of default by the borrower. The Group has recognised a loss allowance of RMB4,131,000 (December 31, 2025: RMB8,438,000) for the loan receivables.

The exposure of the Group's fixed-rate loan receivables to their contractual maturity dates are as follows:

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Fixed-rate loan receivables		
Within 1 year	160,551	89,265
Over 1 year but within 2 years	200	86,400
Over 2 years but within 5 years	600	—
	161,351	175,665

18. TRADE, BILLS AND OTHER RECEIVABLES AND OTHER RECEIVABLES AND DEPOSITS

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Trade and bills receivables	86,274	73,276
Less: allowance for ECL	(14,534)	(11,487)
Total trade and bills receivables, net	71,740	61,789
Prepayments for purchase of goods and raw materials (note a)	88,207	49,932
Other tax recoverable (note b)	41,376	39,407
Other receivables, net of allowance (note c)	29,375	25,634
Other prepayments (note d)	17,808	15,606
Deposits paid for acquisition of unlisted equity investments	19,400	19,400
Deposits paid for acquisition of right-of-use assets and property, plant and equipment	13,450	11,961
Other deposits (note e)	15,815	15,966
	297,171	239,695
Less: amount shown under current assets	(263,528)	(207,563)
Amount shown under non-current assets as other receivables and deposits (note f)	33,643	32,132

Trade and bills receivables

The following is an analysis of trade and bills receivables by age, net of allowance for ECL, presented based on the date of delivery of goods, which approximated the respective revenue recognition, at the end of the reporting period:

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Within 2 months	60,399	54,604
Over 2 months but within 3 months	6,533	2,776
Over 3 months but within 6 months	3,422	3,044
Over 6 months but within 1 year	1,173	1,331
Over 1 year	213	34
	71,740	61,789

18. TRADE, BILLS AND OTHER RECEIVABLES AND OTHER RECEIVABLES AND DEPOSITS *(continued)*

Trade and bills receivables *(continued)*

As at June 30, 2026, total bills receivables amounting to RMB1,022,000 (December 31, 2025: RMB2,230,000) are held by the Group for future settlement of trade receivables. The Group continues to recognise their full carrying amounts at the end of the reporting period. All bills receivables held by the Group are with a maturity period of less than one year.

Prepayments, other receivables and deposits

Notes:

(a) Prepayments for purchase of goods mainly comprised of prepayments for candy and biscuit for trading and raw materials mainly comprised of prepayments for sugar, palm oil, flour, wheat and packaging materials.

(b) The amount mainly comprised of value added tax deductible to be certified.

(c) Other receivables net of allowance mainly represent deferred cash consideration of disposal of a subsidiary, advances to staff and other miscellaneous temporary payment on behalf of third parties, which are unsecured and non-interest bearing.

During the six months ended June 30, 2026, the Group has reversed an impairment loss of RMB298,000 (six months ended June 30, 2025: RMB4,000,000) on other receivables in the profit or loss.

(d) Other prepayments represent prepaid logistic fee and fuel, water, electricity charges and other miscellaneous fee for production.

(e) Other deposits represent logistic deposits, rental and utility deposits and other miscellaneous deposits, which are unsecured and non-interest bearing.

(f) The amount mainly represents deposits paid for acquisition of unlisted equity investments, right-of-use assets and property, plant and equipment and other rental and utility deposits due after one year and therefore, classified as non-current.

19. LOANS TO ASSOCIATES AND NON-CONTROLLING SHAREHOLDERS OF SUBSIDIARIES

a) Loans to associates

The amount represents loan advanced to associates with aggregated principal value of RMB4,100,000 (December 31, 2025: RMB4,100,000) and relevant accrued interest of RMB4,000 (December 31, 2025: RMB4,000). Included in the carrying amount of loans to associates as at June 30, 2026 is accumulated impairment losses of RMB326,000 (December 31, 2025: RMB265,000). During the period ended June 30, 2026, an impairment loss under ECL model of RMB61,000 (six months ended June 30, 2025: RMB98,000) was recognised in the profit or loss for the loans to associates. The amounts are non-trade in nature and repayable within one year and therefore classified as current (December 31, 2025: current).

b) Loans to non-controlling shareholders of subsidiaries

The amounts represent loans advanced to non-controlling shareholders of subsidiaries, with aggregated principal value of RMB18,000,000 (December 31, 2025: RMB18,900,000) and interest receivables of RMB2,594,000 (December 31, 2025: RMB2,594,000), of which RMB20,594,000 (December 31, 2025: RMB20,594,000) has been past due more than 90 days and considered credit-impaired as at the report date. Included in the carrying amount of loans to non-controlling shareholders of subsidiaries as at June 30, 2026 is accumulated impairment losses of RMB20,594,000 (December 31, 2025: RMB20,774,000).

19. LOANS TO ASSOCIATES AND NON-CONTROLLING SHAREHOLDERS OF SUBSIDIARIES *(continued)*

b) Loans to non-controlling shareholders of subsidiaries *(continued)*

During the six months ended June 30, 2026, a non-controlling shareholder of a subsidiary became a third party due to the transfer of equity in the subsidiary, the corresponding loan to a non-controlling shareholder of a subsidiary with carrying amount of RMB720,000 was reclassified to loan receivables.

20. AMOUNTS DUE FROM ASSOCIATES, NON-CONTROLLING SHAREHOLDERS OF SUBSIDIARIES AND A RELATED PARTY

a) Amounts due from associates

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Trade receivables	**8,829**	14,559
Less: allowance for ECL	**(1,372)**	(941)
Total trade receivables, net	**7,457**	13,618
Prepayment for purchase of goods	**3,493**	4,084
Distribution deposits	**31,320**	7,000
	42,270	24,702

The amounts are unsecured, non-interest bearing and in the opinion of the directors of the Company, the amounts will be repaid or utilised to set off the Group's future purchase or sales from the associates within one year.

The following is an analysis of trade receivables by age, presented based on the delivery of goods, which approximated the respective revenue recognition dates at the end of the reporting period.

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Within 2 months	**4,250**	13,193
Over 2 months but within 3 months	**3,207**	425
	7,457	13,618

20. AMOUNTS DUE FROM ASSOCIATES, NON-CONTROLLING SHAREHOLDERS OF SUBSIDIARIES AND A RELATED PARTY *(continued)*

b) Amounts due from non-controlling shareholders of subsidiaries

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Trade receivables	**30,241**	29,861
Less: allowance for ECL	**(14,622)**	(14,624)
Total trade receivables, net	**15,619**	15,237
Other receivables, net of allowance	**41**	—
Amounts due from non-controlling shareholders of subsidiaries, net	**15,660**	15,237

The amounts are unsecured, non-interest bearing and repayable on demand. The amounts are expected to be recovered within one year.

The following is an analysis of trade receivables by age, net of allowance for ECL, presented based on the delivery of goods, which approximated the respective revenue recognition dates at the end of the reporting period.

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Within 2 months	**12,454**	15,237
Over 2 months but within 3 months	**3,165**	—
	15,619	15,237

c) Amount due from a related party

The amount is unsecured, non-interest bearing and repayable on demand.

21. IMPAIRMENT ASSESSMENT ON FINANCIAL ASSETS SUBJECT TO ECL MODEL

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Impairment losses (reversed) recognised in respect of		
— loans to non-controlling shareholders of subsidiaries	**(180)**	—
— loans to associates	**61**	98
— loan receivables	**(7,835)**	325
— amounts due from associates	**431**	—
— amounts due from non-controlling shareholders of subsidiaries	**(2)**	280
— trade receivables	**3,047**	2,443
— other receivables	**(298)**	(4,000)
	(4,776)	(854)

The basis of determining the inputs, assumptions and the estimation techniques used in the condensed consolidated financial statements for the six months ended June 30, 2026 are the same as those followed in the preparation of the Group's annual financial statements for the year ended December 31, 2025.

22. TRADE AND OTHER PAYABLES

	June 30, 2026	December 31, 2025
	RMB'000	RMB'000
	(unaudited)	(audited)
Trade payables	**107,318**	134,980
Accrued expenses	**29,316**	30,836
Transportation fee payables	**8,519**	11,206
Payroll and welfare payables	**24,519**	29,086
Dividend payables (note 12)	**36,047**	—
Other tax payables	**9,569**	8,033
Other payables	**29,850**	31,151
	245,138	245,292

22. TRADE AND OTHER PAYABLES *(continued)*

Trade payables

The following is an analysis of trade payables by age, presented based on the invoice date at the end of each reporting period:

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Within 3 months	**102,677**	132,594
Over 3 months but within 6 months	**1,803**	551
Over 6 months but within 1 year	**1,203**	477
Over 1 year	**1,635**	1,358
	107,318	134,980

23. AMOUNTS DUE TO A NON-CONTROLLING SHAREHOLDER OF A SUBSIDIARY, RELATED PARTIES AND ASSOCIATES

The amounts are unsecured, non-interest bearing and repayable on demand.

24. BANK BORROWINGS

During the six months ended June 30, 2026, the Group obtained new bank borrowings amounting to RMB398,300,000 (six months ended June 30, 2025: RMB503,020,000) and repaid bank borrowings amounted to RMB310,979,000 (six months ended June 30, 2025: RMB390,889,000). At June 30, 2026, the borrowings carry interest at fixed rates ranging from 1.30% to 2.76% (December 31, 2025: 1.40% to 2.76%) per annum or variable rates ranging from 2.30% to 3.05% (December 31, 2025: 2.35% to 3.10%) per annum.

25. SHARE CAPITAL

The movements in the Company's authorised and issued ordinary share capital are as follows:

	Number of shares	Share capital HK$
Authorised:		
At January 1, 2025 (audited), June 30, 2025 (unaudited), January 1, 2026 (audited) and June 30, 2026 (unaudited)		
— Ordinary shares of HK$0.01 each	8,000,000,000	80,000,000
Issued and fully paid:		
At January 1, 2025 (audited), June 30, 2025 (unaudited), January 1, 2026 (audited) and June 30, 2026 (unaudited)		
— Ordinary shares of HK$0.01 each	415,000,000	4,150,000

	At June 30, 2026 (unaudited) and December 31, 2025 (audited) RMB'000
Presented in the condensed consolidated financial statements	**3,285**

26. CAPITAL COMMITMENTS

	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)
Capital expenditure in respect of acquisition of property, plant and equipment contracted for but not provided in the condensed consolidated financial statements	**19,253**	19,131

27. RELATED PARTY DISCLOSURES

Related Party Transactions

	Relationship	Six months ended June 30, 2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Sale of goods (note a)			
Shenzhen Jianiushi Food Co. Limited* 深圳嘉牛士有限公司 ("Jianiushi")	Non-controlling shareholder of a subsidiary	26,148	23,127
Henan Brand Marketing	Associate	29,362	2,199
Guangdong Ruishiyue Food Co., Limited* 廣東瑞士樂食品有限公司 ("GD Ruishiyue")	Associate (note b)	–	142
Guangdong Zhongchen Electronic Technology Co., Limited* 廣東中晨電子科技有限公司	Entity controlled by ultimate controlling shareholder	214	14
Tianjianjun	Associate	–	12
Guangdong Zhongchen Industrial Group Co. Limited* ("Zhongchen Industrial") 廣東中晨實業集團有限公司	Entity controlled by ultimate controlling shareholder	–	681
		55,724	26,175
Purchase of goods (note a)			
GD Ruishiyue	Associate (note b)	4,293	2,167
Zhongchen Industrial	Entity controlled by ultimate controlling shareholder	515	681
Tianjianjun	Associate	29	500
Henan Brand Marketing	Associate	–	223
Shiborun	Associate	1,068	–
		5,905	3,571
Interest income (note c)			
Tianjianjun	Associate	22	–
Henan Brand Marketing	Associate	11	2
Jianiushi	Non-controlling shareholder of a subsidiary	–	115
		33	117

* English name for identification purpose only.

27. RELATED PARTY DISCLOSURES *(continued)*

Related Party Transactions *(continued)*

Notes:

(a) The amounts represent the sales and purchases of biscuits, flour, pasta and confectioneries. The transactions were entered into in the normal course of business of the Group at terms mutually agreed between the parties.

(b) GD Ruishiyue is the subsidiary of HK Ruishiyue.

(c) The amounts represent the interest income on loans to associates and a non-controlling shareholder of a subsidiary.

Related party balances

Details of balances with the Group's related parties are set out in notes 19, 20 and 23.

Key management personnel

The remuneration of key management personnel including the directors' remuneration during the six months ended June 30, 2026 and 2025 were as follows:

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Short-term benefits	**2,575**	2,504
Post-employment benefits	**42**	15
	2,617	2,519

28. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENT

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

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

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active market for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that included lowest level of inputs that are significant to the fair value measurement are not based on observable market data (unobservable inputs).

Financial assets	Fair value as at		Fair value hierarchy	Valuation techniques and key inputs	Relationship of unobservable inputs to fair value
	June 30, 2026 RMB'000 (unaudited)	December 31, 2025 RMB'000 (audited)			
Financial assets at FVTPL-unlisted equity investment in the PRC (note a)	22,742	26,400	Level 3	Market approach. The market value is identified by similar market transaction after appropriate adjustment.	Discount for lack of marketability ("DLOM") of 25%, (December 31, 2025: 25%). The higher the DLOM, the lower the fair value. (note a)
Financial assets at FVTPL-unlisted investment fund in the PRC (note b)	123,800	128,856	Level 3	Asset based approach. The net asset value is identified by subtracting the total liabilities of these investments from fair value of the total assets.	The unit rate of land use right of approximately RMB2,000 per sq.m (December 31, 2025: RMB2,000 per sq.m). The higher the unit rate, the higher the fair value. (note b)

28. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENT *(continued)*

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

Notes:

(a) An increase in DLOM would result in a decrease in the fair value measurement of Yunfa, and vice versa. A 3% (2025: 3%) increase in DLOM, holding all other variables constant, would decrease the fair value of Yunfa by approximately RMB227,000 (December 31, 2025: RMB264,000).

(b) An increase in the unit rate of land use right of the unlisted investment fund would result in an increase in the fair value measurement of the unlisted investment fund, and vice versa. A 3% (2025: 3%) increase in the unit rate of land use right, holding all other variables constant, would increase the fair value of the unlisted investment fund by approximately RMB1,186,000 (December 31, 2025: RMB1,186,000).

There were no transfers between Level 1, 2 and 3 in both periods.

Reconciliation of Level 3 fair value measurements

	Financial assets at FVTPL RMB'000
As at January 1, 2025 (audited)	154,806
Unrealised fair value change recognised in profit or loss	1,326
As at June 30, 2025 (unaudited)	156,132
As at January 1, 2026 (audited)	155,256
Unrealised fair value change recognised in profit or loss	(8,714)
As at June 30, 2026 (unaudited)	146,542

(ii) Fair value of the Group's financial assets and financial liabilities that are not measured at fair value on a recurring basis

The directors of the Company consider that the carrying amounts of other financial assets and financial liabilities at amortised cost recognised in the condensed consolidated financial statements approximate their fair values.