



CONCH VENTURE

CHINA CONCH VENTURE HOLDINGS LIMITED

中國海螺創業控股有限公司



(Incorporated in the Cayman Islands with limited liability)

Stock Code: 586



2026中期報告

INTERIM REPORT

This Interim Report, in both Chinese and English versions, is available on the Company's website at www.conchventure.com (the "Company Website"). Shareholders who have chosen or have been deemed consented to receive the corporate communications of the Company (the "Corporate Communications") via the Company Website and who for any reason have difficulty in receiving or gaining access to the Corporate Communications posted on the Company Website will promptly upon request be sent the Corporate Communications in printed form free of charge.

Shareholders may at any time change their choice of the means of receipt of the Corporate Communications (either in printed form or via the Company Website).

Shareholders may send their requests at any time to receive the Interim Report and/or to change their choice of the means of receipt of the Corporate Communications by notice in writing to the share registrar of the Company, Computershare Hong Kong Investor Services Limited at Shops 1712–1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong.



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DEFINITIONS

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

Anhui CV Group:	安徽海創集團股份有限公司 (Anhui Conch Venture Group Co., Ltd.*)
Articles of Association:	the articles of association of the Company
associated corporation(s):	has the meaning ascribed thereto under the SFO
Audit Committee:	the audit committee of the Board
Board:	the board of Directors of the Company
BOT:	build-operate-transfer, a type of business arrangement used in the construction of a facility
CG Code:	the Corporate Governance Code set out in Appendix C1 to the Listing Rules
China/PRC:	the People's Republic of China
Company/Conch Venture:	中國海螺創業控股有限公司 (China Conch Venture Holdings Limited)
Conch Cement:	安徽海螺水泥股份有限公司 (Anhui Conch Cement Company Limited*), a company whose shares are listed on the Main Board of the Stock Exchange (stock code: 00914) and the Shanghai Stock Exchange (stock code: 600585)
Conch Holdings:	安徽海螺集團有限責任公司 (Anhui Conch Holdings Co., Ltd.*)
Conch Venture Wuhu:	蕪湖海創實業有限責任公司 (Wuhu Conch Venture Enterprise Limited*)
Director(s):	the director(s) of the Company
Group:	the Company and its subsidiaries
HKD:	the lawful currency of Hong Kong
Hong Kong:	the Hong Kong Special Administrative Region of the PRC

DEFINITIONS

Listing Rules:	the Rules Governing the Listing of Securities on the Stock Exchange (as amended from time to time)
Management:	the operating management of the Company
Model Code:	the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 to the Listing Rules
Remuneration and Nomination Committee:	the remuneration and nomination committee of the Board
Reporting Period:	from 1 January 2026 to 30 June 2026
RMB:	the lawful currency of the PRC
SA Conch:	安徽海螺集團有限責任公司工會委員會 (The Staff Association of Anhui Conch Holdings Co., Ltd.*)
SFO:	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (as amended from time to time)
Shareholder(s):	the shareholder(s) of the Company
Stock Exchange:	The Stock Exchange of Hong Kong Limited
Strategy, Sustainability and Risk Management Committee:	the strategy, sustainability and risk management committee of the Board



1. CORPORATE INFORMATION

(I)	REGISTERED CHINESE NAME OF THE COMPANY:	中國海螺創業控股有限公司
	CHINESE ABBREVIATION:	海螺創業
	REGISTERED ENGLISH NAME OF THE COMPANY:	CHINA CONCH VENTURE HOLDINGS LIMITED
	ENGLISH ABBREVIATION:	CONCH VENTURE
(II)	EXECUTIVE DIRECTORS:	Mr. GUO Jingbin (<i>Chairman</i>) Mr. JI Qinying (<i>Vice-Chairman & Chief Executive Officer</i>) Mr. WANG Xuesen Mr. HE Guangyuan Mr. WAN Changbao
(III)	NON-EXECUTIVE DIRECTOR:	Mr. LYU Wenbin
(IV)	INDEPENDENT NON-EXECUTIVE DIRECTORS:	Mr. CHAN Chi On (alias Derek CHAN) Mr. CHAN Kai Wing Ms. CHENG Yanlei
(V)	AUDIT COMMITTEE:	Mr. CHAN Chi On (alias Derek CHAN) (<i>Chairman</i>) Mr. CHAN Kai Wing Ms. CHENG Yanlei
(VI)	REMUNERATION AND NOMINATION COMMITTEE:	Mr. CHAN Kai Wing (<i>Chairman</i>) Mr. CHAN Chi On (alias Derek CHAN) Ms. CHENG Yanlei Mr. LYU Wenbin
(VII)	STRATEGY, SUSTAINABILITY AND RISK MANAGEMENT COMMITTEE:	Mr. GUO Jingbin (<i>Chairman</i>) Mr. JI Qinying Mr. CHAN Chi On (alias Derek CHAN) Mr. LYU Wenbin
(VIII)	COMPANY SECRETARY:	Mr. CHEN Xingqiang
(IX)	AUTHORISED REPRESENTATIVES:	Mr. GUO Jingbin Mr. JI Qinying

1. CORPORATE INFORMATION

(X)	REGISTERED OFFICE OF THE COMPANY:	Cricket Square, Hutchins Drive P.O. Box 2681, Grand Cayman KY1-1111 Cayman Islands
(XI)	ADDRESS OF THE HEAD OFFICE IN THE PRC:	1011 Jiuhua South Road Wuhu City, Anhui Province, China
(XII)	POSTAL CODE:	241070
(XIII)	EMAIL ADDRESS OF THE COMPANY:	hlcy@conchventure.com
(XIV)	WEBSITE OF THE COMPANY:	www.conchventure.com
(XV)	PRINCIPAL PLACE OF BUSINESS IN HONG KONG:	Suite 4018, 40/F, Jardine House 1 Connaught Place, Central Hong Kong
(XVI)	HONG KONG LEGAL ADVISOR:	Chiu & Partners
(XVII)	INTERNATIONAL AUDITOR:	KPMG <i>Certified public accountants; Registered public interest entity auditor in accordance with the Accounting and Financial Reporting Council Ordinance (Chapter 588 of the Laws of Hong Kong)</i>
(XVIII)	CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE:	Conyers Trust Company (Cayman) Limited Cricket Square, Hutchins Drive P.O. Box 2681, Grand Cayman KY1-1111 Cayman Islands
(XIX)	HONG KONG BRANCH SHARE REGISTRAR:	Computershare Hong Kong Investor Services Limited Shops 1712–1716, 17/F Hopewell Centre 183 Queen's Road East, Wanchai Hong Kong
(XX)	STOCK CODE:	00586

2. FINANCIAL HIGHLIGHTS

FINANCIAL OVERVIEW (FOR THE SIX MONTHS ENDED 30 JUNE 2026)

1. Operation results

Item	January– June 2026 Amount (RMB'000)	January– June 2025 Amount (RMB'000)	Changes between the Reporting Period and the corresponding period of the previous year (%)
Revenue	3,792,678	3,086,325	22.89
Profit before taxation	900,711	1,393,319	–35.36
Share of profit of associates	509,414	839,366	–39.31
Net profit attributable to equity shareholders of the Company	830,651	1,285,536	–35.38
Net profit from principal businesses attributable to equity shareholders of the Company	321,237	446,170	–28.00

Note: Net profit from principal businesses attributable to equity shareholders of the Company represents net profit attributable to equity shareholders of the Company after deducting share of profits of associates.

2. Assets and liabilities

Item	30 June 2026 Amount (RMB'000)	31 December 2025 Amount (RMB'000)	Changes between the Reporting Period and the corresponding period of the previous year (%)
Total assets	85,235,104	84,282,250	1.13
Total liabilities	34,037,763	33,409,842	1.88
Equity attributable to the equity shareholders of the Company	49,725,473	49,398,995	0.66

3. BUSINESS REVIEW AND OUTLOOK

(I) MACRO ENVIRONMENT

In the first half of 2026, China's GDP grew by 4.7% period-on-period, reflecting the steady operation of the national economy, rapid growth of new drivers, and continued resilience in development. At present, China is accelerating a comprehensive green transformation of its economic and social development, guided by the goals of achieving carbon peaking and carbon neutrality and safeguarded by the improvement of the ecological civilisation institutional system. As a pioneer in the green environmental protection sector, the Group has always taken the protection of lucid waters and lush mountains as its mission, remaining committed to its core environmental protection business, enhancing industrial efficiency, and actively exploring new business models for the circular economy. The Group demonstrates its corporate value in serving the development of ecological civilisation and safeguarding social well-being, and practises its green and sustainable development strategy with tangible results.

During the Reporting Period, the Group achieved operating revenue of RMB3.793 billion, representing a period-on-period increase of 22.89%. The net profit attributable to equity shareholders of the Group amounted to RMB0.831 billion, representing a period-on-period decrease of 35.38%. The net profit of our principal activities attributable to equity shareholders of the Group (excluding share of profits of associates) amounted to RMB0.321 billion, representing a period-on-period decrease of 28.00%.

(II) BUSINESS REVIEW

In the first half of 2026, under the robust leadership of the Board, the Group adhered to the business strategy of "focusing on principal activities, tapping potential, and improving quality and efficiency", driving steady development of its core environmental protection business. The municipal waste treatment business maintained stable operations, achieving simultaneous growth in waste intake volume and on-grid electricity generation, with steadily improved operational efficiency across various business operations and further enhanced industry competitiveness. The new energy materials business focused on market development and technological research and development, expanding customer resources and optimising product performance. The lithium battery resource recycling and reusing business deepened its process technologies. The Group's principal activities as a whole remained stable, laying a solid foundation for achieving the full-year operating targets.

As at the end of the Reporting Period, the Group promoted and signed contracts for a total of 128 projects across 23 provinces, cities and autonomous regions in China and overseas, including 101 projects for grate furnace power generation, 2 projects for fly ash treatment, 2 projects for standalone kitchen waste treatment, 7 projects for waste treatment by cement kilns, 1 project for waste transfer, 2 projects for new energy material, 10 projects for lithium battery recycling and other comprehensive utilisation, 2 projects for new building materials, and 1 project for port logistics.

3. BUSINESS REVIEW AND OUTLOOK

Municipal Waste Treatment

During the Reporting Period, the Group received a total of 9.721 million tonnes of municipal waste, representing a period-on-period increase of 1.5%; and disposed of 8.297 million tonnes of municipal waste, representing a period-on-period increase of 0.6%.

1. Grate Furnace Power Generation

During the Reporting Period, the Group focused on enhancing the quality and efficiency of project operations by implementing professional and refined management, expanding sources of waste through multiple channels and steadily enhancing the on-grid electricity, so as to ensure high-quality project operations. The Group also seeks to enhance its operating efficiency through the development of various business operations. During the Reporting Period, the Group's newly added Nandan Project in Guangxi commenced grid-connected power generation. As at the end of the Reporting Period, the Group has operated 89 projects, which included 34 projects involving the business of external sales of steam; 37 projects involving the business of collaborative disposal of sludge, wine lees and so forth; and 31 projects involving the business of treatment of effluent such as external leachate. During the Reporting Period, the Group concurrently promoted price increase of waste disposal fees and furnace slag, and has completed the price increase for waste disposal fees in 5 projects and furnace slag in 5 projects.

During the Reporting Period, for the grate furnace power generation segment, the Group received a total of 9.441 million tonnes of municipal waste, representing a period-on-period increase of 1.2%; 8.037 million tonnes of municipal waste were treated, representing a period-on-period increase of 0.2%; on-grid electricity was 2,750 million kWh, representing a period-on-period increase of 2.0%; the average on-grid electricity per tonne was 342 kWh, representing a period-on-period increase of 6 kWh; and steam sold amounted to 585,000 tonnes, representing a period-on-period increase of 87%. 4,950,000 green electricity certificates (the "**Green Electricity Certificate(s)**") were sold, representing a period-on-period increase of 1,131%.

3. BUSINESS REVIEW AND OUTLOOK

As at the end of the Reporting Period, details of the Group's grate furnace power generation projects are set out in the following table:

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date	Whether it is included in the national financial subsidy list
1	In operation	Jinzhai, Anhui Province	2×110,000 tonnes/year (2×300 tonnes/day)	January 2016	Phases I and II have been on list
2		Tongren, Guizhou Province	2×110,000 tonnes/year (2×300 tonnes/day)	July 2017	On list
3		Yanshan, Yunnan Province (Phase 1)	110,000 tonnes/year (300 tonnes/day)	August 2017	On list
4		Huoqiu, Anhui Province	2×140,000 tonnes/year (2×400 tonnes/day)	January 2018	Phases I and II have been on list
5		Li County, Hunan Province	2×140,000 tonnes/year (2×400 tonnes/day)	April 2018	On list
6		Songming, Yunnan Province	290,000 tonnes/year (800 tonnes/day)	January 2019	On list
7		Shanggao, Jiangxi Province	140,000 tonnes/year (400 tonnes/day)	February 2019	On list
8		Yiyang, Jiangxi Province	2×110,000 tonnes/year (2×300 tonnes/day)	June 2019	On list
9		Shache, Xinjiang Region	2×110,000 tonnes/year (2×300 tonnes/day)	June 2019	On list
10		Sishui, Shandong Province	140,000 tonnes/year (400 tonnes/day)	June 2019	On list
11		Bole, Xinjiang Region	110,000 tonnes/year (300 tonnes/day)	July 2019	On list
12		Yang County, Shaanxi Province	110,000 tonnes/year (300 tonnes/day)	October 2019	On list
13		Baoshan, Yunnan Province	2×140,000 tonnes/year (2×400 tonnes/day)	January 2020	On list
14		Fuquan, Guizhou Province	2×110,000 tonnes/year (2×300 tonnes/day)	January 2020	Application in progress
15		Lujiang, Anhui Province	2×180,000 tonnes/year (2×500 tonnes/day)	January 2020	Phase I has been on list
16		Xianyang, Shaanxi Province	2×270,000 tonnes/year (2×750 tonnes/day)	July 2020	On list
17		Xishui, Guizhou Province (Phase 1)	140,000 tonnes/year (400 tonnes/day)	July 2020	On list
18		Shizhu, Chongqing City	110,000 tonnes/year (300 tonnes/day)	August 2020	On list

3. BUSINESS REVIEW AND OUTLOOK

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date	Whether it is included in the national financial subsidy list
19	In operation	Huoshan, Anhui Province	140,000 tonnes/year (400 tonnes/day)	August 2020	On list
20		Tengchong, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	November 2020	On list
21		Ningguo, Anhui Province	140,000 tonnes/year (400 tonnes/day)	November 2020	Application in progress
22		Dexing, Jiangxi Province	140,000 tonnes/year (400 tonnes/day)	November 2020	Application in progress
23		Luxi, Yunnan Province	2×110,000 tonnes/year (2×300 tonnes/day)	January 2021	Application in progress
24		Mangshi, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	March 2021	Application in progress
25		Luoping, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	March 2021	Application in progress
26		Zongyang, Anhui Province (Phase 1)	140,000 tonnes/year (400 tonnes/day)	April 2021	Application in progress
27		Shahe, Hebei Province	2×180,000 tonnes/year (2×500 tonnes/day)	April 2021	Application in progress
28		Shimen, Hunan Province	180,000 tonnes/year (500 tonnes/day)	May 2021	Application in progress
29		Jiuquan, Gansu Province	180,000 tonnes/year (500 tonnes/day)	June 2021	Application in progress
30		Manzhouli, Inner Mongolia Region	140,000 tonnes/year (400 tonnes/day)	June 2021	Application in progress
31		Hanshou, Hunan Province	140,000 tonnes/year (400 tonnes/day)	June 2021	Application in progress
32		Suiyang, Guizhou Province	140,000 tonnes/year (400 tonnes/day)	June 2021	Application in progress
33		Panshi, Jilin Province	140,000 tonnes/year (400 tonnes/day)	July 2021	Application in progress
34		Pingguo, Guangxi Region	2×140,000 tonnes/year (2×400 tonnes/day)	July 2021	Application in progress
35		Tongchuan, Shaanxi Province	180,000 tonnes/year (500 tonnes/day)	August 2021	Application in progress

3. BUSINESS REVIEW AND OUTLOOK

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date	Whether it is included in the national financial subsidy list
36	In operation	Zhenxiong, Yunnan Province (Phase 1)	180,000 tonnes/year (500 tonnes/day)	September 2021	Application in progress
37		Shuangfeng, Hunan Province	180,000 tonnes/year (500 tonnes/day)	October 2021	Application in progress
38		Hejin, Shanxi Province	180,000 tonnes/year (500 tonnes/day)	October 2021	Application in progress
39		Pingliang, Gansu Province	180,000 tonnes/year (500 tonnes/day)	November 2021	Application in progress
40		Binzhou, Shaanxi Province	110,000 tonnes/year (300 tonnes/day)	November 2021	Application in progress
41		Tongzi, Guizhou Province	180,000 tonnes/year (500 tonnes/day)	November 2021	Application in progress
42		Wuwei, Anhui Province	180,000 tonnes/year (500 tonnes/day)	December 2021	Application in progress
43		Fugou, Henan Province	220,000 tonnes/year (600 tonnes/day)	April 2022	Application in progress
44		Du'an, Guangxi Region	140,000 tonnes/year (400 tonnes/day)	June 2022	Application in progress
45		Luzhai, Guangxi Region	140,000 tonnes/year (400 tonnes/day)	June 2022	Application in progress
46		Suzhou, Anhui Province	180,000 tonnes/year (500 tonnes/day)	August 2022	Application in progress
47		Longkou, Shandong Province	220,000 tonnes/year (600 tonnes/day)	August 2022	Application in progress
48		Zhangjiakou, Hebei Province	180,000 tonnes/year (500 tonnes/day)	September 2022	Application in progress
49		Fengning, Hebei Province	110,000 tonnes/year (300 tonnes/day)	October 2022	Application in progress
50		He County, Anhui Province	220,000 tonnes/year (600 tonnes/day)	October 2022	Application in progress
51		Naiman Banner, Inner Mongolia Region	110,000 tonnes/year (300 tonnes/day)	November 2022	Application in progress
52		Weichang, Hebei Province	110,000 tonnes/year (300 tonnes/day)	February 2023	Application in progress
53		Shucheng, Anhui Province	140,000 tonnes/year (400 tonnes/day)	March 2023	Application in progress

3. BUSINESS REVIEW AND OUTLOOK

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date	Whether it is included in the national financial subsidy list
54	In operation	Shulan, Jilin Province	140,000 tonnes/year (400 tonnes/day)	April 2023	Application in progress
55		Xichou, Yunnan Province	180,000 tonnes/year (500 tonnes/day)	June 2023	Application in progress
56		Taonan, Jilin Province	140,000 tonnes/year (400 tonnes/day)	June 2023	Application in progress
57		Meitan, Guizhou Province	140,000 tonnes/year (400 tonnes/day)	July 2023	/
58		Jinning, Yunnan Province	140,000 tonnes/year (400 tonnes/day)	July 2023	/
59		Danjiangkou, Hubei Province	110,000 tonnes/year (300 tonnes/day)	September 2023	/
60		Bac Ninh, Vietnam	110,000 tonnes/year (300 tonnes/day)	November 2023	/
61		Liangping, Chongqing City	140,000 tonnes/year (400 tonnes/day)	January 2024	/
62		Qingzhen, Guizhou Province	180,000 tonnes/year (500 tonnes/day)	January 2024	/
63		Qiyang, Hunan Province	180,000 tonnes/year (500 tonnes/day)	January 2024	/
64		Dongzhi, Anhui Province	140,000 tonnes/year (400 tonnes/day)	February 2024	/
65		Lufeng, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	July 2024	/
66		Tai'an, Liaoning Province	110,000 tonnes/year (300 tonnes/day)	July 2024	/
67		Haidong, Qinghai Province	180,000 tonnes/year (500 tonnes/day)	August 2024	/
68		Gengma, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	August 2024	/
69		Wushan, Chongqing City	130,000 tonnes/year (350 tonnes/day)	September 2024	/
70		Jianshui, Yunnan Province	180,000 tonnes/year (500 tonnes/day)	September 2024	/
71		Zhuanglang, Gansu Province	140,000 tonnes/year (400 tonnes/day)	November 2024	/
72		Huayin, Shaanxi Province	140,000 tonnes/year (400 tonnes/day)	November 2024	/

3. BUSINESS REVIEW AND OUTLOOK

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date	Whether it is included in the national financial subsidy list
73	In operation	Yongde, Yunnan Province	180,000 tonnes/year (500 tonnes/day)	November 2024	/
74		Jingshan, Hubei Province	130,000 tonnes/year (350 tonnes/day)	April 2025	/
75		Yuanyang, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	August 2025	/
76		Nandan, Guangxi Region	110,000 tonnes/year (300 tonnes/day)	May 2026	/
77	In operation (project acquired)	Luanzhou, Hebei Province	180,000 tonnes/year (500 tonnes/day)	January 2021	Application in progress
78		Guantao, Hebei Province	180,000 tonnes/year (500 tonnes/day)	January 2021	Application in progress
79		Guan County, Shandong Province	220,000 tonnes/year (600 tonnes/day)	March 2020	On list
80		Chiping, Shandong Province	220,000 tonnes/year (600 tonnes/day)	June 2018	On list
81		Jinxiang, Shandong Province	290,000 tonnes/year (800 tonnes/day)	October 2019	On list
82		Chenzhou, Hunan Province	450,000 tonnes/year (1,250 tonnes/day)	July 2015	Phases I and II have been on list
83		Baotou, Inner Mongolia Region	490,000 tonnes/year (1,350 tonnes/day)	December 2012	On list
84		Hohhot, Inner Mongolia Region	630,000 tonnes/year (1,750 tonnes/day)	November 2017	Phase I has been on list
85		Jilin, Jilin Province	540,000 tonnes/year (1,500 tonnes/day)	January 2009	On list
86		Bijie, Guizhou Province	290,000 tonnes/year (800 tonnes/day)	April 2021	Application in progress
87		Jingdezhen, Jiangxi Province	360,000 tonnes/year (1,000 tonnes/day)	November 2016	On list
88		Liaocheng, Shandong Province	360,000 tonnes/year (1,000 tonnes/day)	December 2012	On list
89		Gaotang, Shandong Province	220,000 tonnes/year (600 tonnes/day)	May 2020	On list
Sub-total:			17,460,000 tonnes/year (48,550 tonnes/day)		

3. BUSINESS REVIEW AND OUTLOOK

No.	Status of Construction	Project Location	Treatment Capacity	Expected Completion Date
90	Under construction	Yun County, Yunnan Province	180,000 tonnes/year (500 tonnes/day)	August 2026
91		Yingjiang, Yunnan Province	110,000 tonnes/year (300 tonnes/day)	July 2027
92		Daguan, Yunnan Province	140,000 tonnes/year (400 tonnes/day)	July 2027
Sub-total:			430,000 tonnes/year (1,200 tonnes/day)	
93	Under approval and planning	Susong, Anhui Province	140,000 tonnes/year (400 tonnes/day)	/
94		Hunyuan, Shanxi Province	180,000 tonnes/year (500 tonnes/day)	/
95		Mangshi, Yunnan Province (Phase 2)	110,000 tonnes/year (300 tonnes/day)	/
Sub-total:			430,000 tonnes/year (1,200 tonnes/day)	
96	Reserve project	Yan Shan, Yunnan Province (Phase 2)	110,000 tonnes/year (300 tonnes/day)	/
97		Zhenxiong, Yunnan Province (Phase 2)	180,000 tonnes/year (500 tonnes/day)	/
98		Xishui, Guizhou Province (Phase 2)	140,000 tonnes/year (400 tonnes/day)	/
99		Zongyang, Anhui Province (Phase 2)	140,000 tonnes/year (400 tonnes/day)	/
100		Taiyuan, Vietnam	180,000 tonnes/year (500 tonnes/day)	/
101		Xuan Son, Vietnam	2×180,000 tonnes/year (2×500 tonnes/day)	/
Sub-total:			1,110,000 tonnes/year (3,100 tonnes/day)	
Total:			19,430,000 tonnes/year (54,050 tonnes/day)	

Note: Annual treatment capacity of the project = Daily treatment capacity of the project multiplied by 360 days

As at the end of the Reporting Period, a total of 32 of the Group's grate furnace power generation projects were included in the list of national subsidised renewable energy power generation projects.

3. BUSINESS REVIEW AND OUTLOOK

2. Kitchen Waste Treatment

During the Reporting Period, the Group commenced operation of the kitchen waste disposal project in Li County, Hunan Province. As at the end of the Reporting Period, the Group had 22 kitchen waste treatment projects in operation, of which the projects in Wuhu, Anhui Province and Lingbi, Anhui Province are run by independently operated project companies, with a total treatment capacity of 488,000 tonnes/year (1,265 tonnes/day). During the Reporting Period, the Group received and disposed of a total of 138,000 tonnes of kitchen waste, representing a period-to-period increase of 22.3%, and sold 2,200 tonnes of grease, representing a period-to-period increase of 10.0%.

As at the end of the Reporting Period, details of the Group's kitchen waste treatment projects are set out in the following table:

No.	Status of Construction	Project Location	Treatment Capacity
1	In operation	Suzhou, Anhui Province	70,000 tonnes/year (200 tonnes/day)
2		Wuhu, Anhui Province	70,000 tonnes/year (200 tonnes/day)
3		Lingbi, Anhui Province	40,000 tonnes/year (100 tonnes/day)
4		Liangping, Chongqing City	40,000 tonnes/year (100 tonnes/day)
5		Pingliang, Gansu Province	20,000 tonnes/year (50 tonnes/day)
6		Songming, Yunnan Province	20,000 tonnes/year (50 tonnes/day)
7		Qiyang, Hunan Province	20,000 tonnes/year (50 tonnes/day)
8		Pingguo, Guangxi Region	20,000 tonnes/year (50 tonnes/day)
9		Hejin, Shanxi Province	20,000 tonnes/year (45 tonnes/day)
10		Jinzhai, Anhui Province	20,000 tonnes/year (45 tonnes/day)
11		Shanggao, Jiangxi Province	20,000 tonnes/year (45 tonnes/day)
12		Shucheng, Anhui Province	20,000 tonnes/year (45 tonnes/day)
13		Weining, Guizhou Province	20,000 tonnes/year (45 tonnes/day)
14		Longkou, Shandong Province	10,000 tonnes/year (30 tonnes/day)
15		Fugou, Henan Province	10,000 tonnes/year (30 tonnes/day)
16		Dexing, Jiangxi Province	10,000 tonnes/year (30 tonnes/day)
17		Jinning, Yunnan Province	10,000 tonnes/year (30 tonnes/day)
18		Fengning, Hebei Province	7,000 tonnes/year (20 tonnes/day)
19		Weichang, Hebei Province	7,000 tonnes/year (20 tonnes/day)
20		Manzhouli, Inner Mongolia	7,000 tonnes/year (20 tonnes/day)
21		Naiman Banner, Inner Mongolia	7,000 tonnes/year (20 tonnes/day)
22		Li County, Hunan Province	20,000 tonnes/year (40 tonnes/day)
Total:			488,000 tonnes/year (1,265 tonnes/day)

3. BUSINESS REVIEW AND OUTLOOK

3. Waste Treatment by Cement Kilns

As at the end of the Reporting Period, 7 projects of waste treatment by cement kilns were completed, with a treatment capacity of 540,000 tonnes/year (1,600 tonnes/day), a total of 142,000 tonnes of municipal waste were received, and a total of 122,000 tonnes of municipal waste were treated, representing a period-to-period increase of 6.1%.

As at the end of the Reporting Period, details of the Group's waste treatment by cement kilns projects are set out in the following table:

No.	Project Location	Treatment Capacity
1	Qingzhen, Guizhou Province	100,000 tonnes/year (300 tonnes/day)
2	Yangchun, Guangdong Province	70,000 tonnes/year (200 tonnes/day)
3	Fusui, Guangxi Region	70,000 tonnes/year (200 tonnes/day)
4	Nanjiang, Sichuan Province	70,000 tonnes/year (200 tonnes/day)
5	Lingyun, Guangxi Region	30,000 tonnes/year (100 tonnes/day)
6	Xing'an, Guangxi Region	100,000 tonnes/year (300 tonnes/day)
7	Linxia, Gansu Province	100,000 tonnes/year (300 tonnes/day)
Total		540,000 tonnes/year (1,600 tonnes/day)

As at the end of the Reporting Period, the Group had a municipal waste treatment capacity of approximately 20.458 million tonnes/year (approximately 56,915 tonnes/day), including approximately 18.488 million tonnes/year (approximately 51,415 tonnes/day) completed and approximately 1.970 million tonnes/year (approximately 5,500 tonnes/day) under construction, under approval and pending construction and reserve.

3. BUSINESS REVIEW AND OUTLOOK

New Energy Business

During the Reporting Period, confronted with intensifying competition in the new energy industry and pressures from raw-material price fluctuations, the Group kept pace with industry trends. The lithium iron phosphate cathode materials projects adhered to the strategy of “formulating production plans based on sales volume”, accelerated the research and development and certification of new products and market expansion, and fully leveraged equipment efficiency. The anode material projects progressed with the orderly optimisation of production processes, and full efforts were being made to bring the production line into full operation. The Group continuously optimised the technologies and techniques of lithium battery recycling comprehensive utilisation projects with a total contracted treatment capacity of 190,000 tonnes/year.

As at the end of the Reporting Period, details of the Group’s lithium battery recycling comprehensive utilisation projects are set out in the following table:

No.	Status of Construction	Project Location	Treatment Capacity	Completion Date
1	In operation	Wuhu, Anhui Province	15,000 tonnes/year	December 2024
Sub-total:			15,000 tonnes/year	
No.	Status of Construction	Project Location	Treatment Capacity	Expected Completion Date
2	Under construction	Li County, Hunan Province	10,000 tonnes/year	December 2026
Sub-total:			10,000 tonnes/year	
No.	Status of Construction	Project Location	Treatment Capacity	Expected Completion Date
3	Under approval and pending construction	Huaibei, Anhui Province	15,000 tonnes/year	/
4		Shijiazhuang, Hebei Province	30,000 tonnes/year	/
5		Dengfeng, Henan Province	15,000 tonnes/year	/
6		Tongchuan, Shaanxi Province	15,000 tonnes/year	/
7		Jingmen, Hubei Province	15,000 tonnes/year	/
Sub-total:			90,000 tonnes/year	
8	Reserve project	Zaozhuang, Shandong Province	30,000 tonnes/year	/
9		Zhuzhou, Hunan Province	15,000 tonnes/year	/
10		Changshan, Zhejiang Province	30,000 tonnes/year	/
Sub-total:			75,000 tonnes/year	
Total:			190,000 tonnes/year	

3. BUSINESS REVIEW AND OUTLOOK

During the Reporting Period, the Group manufactured 17,200 tonnes of cathode materials under its new energy business; the Group's lithium battery recycling comprehensive utilisation projects recorded treatment of 3,700 tonnes of batteries.

New Building Materials and Port Logistics

The Group's new building materials business, positioned at the forefront of the market, accelerated the technical transformation and process quality upgrading of its silica-free carbon-negative board project to enhance product added value, while pursuing sales coordination of consumer building materials to expand market share and actively responding to the market environment of weakening demand and downward pressure on product prices in the building materials market.

During the Reporting Period, the Group recorded new building materials product sales of approximately 3.00 million square metres, with an operating revenue of RMB37.13 million, representing a period-to-period decrease of 18.97%.

The Group's port logistics business continued to promote service advancement and proactively secure market resources. It intensified efforts to expand foreign trade resources, leveraged the operational potential of berths, and continuously optimised its customer structure, so as to actively address the operational pressures amid the current market environment.

During the Reporting Period, the port logistics business achieved a throughput of approximately 12.18 million tonnes, with an operating revenue of RMB56.36 million, representing a period-to-period decrease of 37.58%.

(III) FUTURE PLAN AND OUTLOOK

Under the strong leadership of the Board of Directors, the Group will adhere to the core operational principle of "focusing on principal activities, tapping potential and improving quality and efficiency", further exploring the potential for efficiency improvement in core environmental protection businesses, cultivating new growth drivers, and promoting the integrated development of business segments. Leveraging its own strengths and the platform resources of the Conch Holdings, the Group will achieve two-way empowerment between industrial layout and operational enhancement, strengthen its core competitiveness, safeguard the core interests of shareholders of the Company ("**Shareholders**"), and strive to build itself into a "leading in China, world-class" environmental protection enterprise group, thereby facilitating the Company's high-quality development.

3. BUSINESS REVIEW AND OUTLOOK

Waste-to-Energy Business: Deepening Existing Operations for Diversified Empowerment

Guided by the long-cycle “365 Club” and high-quality “500 Excellence Group” and following the business philosophy of “optimising capacity, improving operations, and increasing profitability”, the Group will leverage its management strengths in the waste-to-energy business to expand waste sources through multiple channels, give full play to the advantages of capacity utilisation rate and operation rate, and drive further growth of the capacity. It will summarise industrial operation experience and technical transformation results, continuously improve diversified business operation systems including steam sales, co-disposal, and green certificate trading, and explore scenario-based applications of green power resources. The Group will effectively push forward the work of increasing revenue through waste disposal fee and slag project price adjustments, so as to broaden the value boundary of the core business. In terms of project expansion, the Group will leverage the resource advantages of Conch Holdings to explore high-quality projects.

New Energy Business: Building on Technology Foundation and Expanding with Strong Momentum

Closely aligning with the market demand for new energy materials and downstream application trends, the Group will increase R&D and innovation efforts for high-end products, and increase market share by leveraging industrial synergy advantages. For the lithium iron phosphate cathode materials projects, the Group will optimise the operation model and give full play to mass production benefits; strengthen production-sales coordination and raw material control, optimise product performance, enrich product tiers, and enhance core competitiveness. For the anode materials projects, the Group will rely on the industrial layout advantages of Conch Holdings, focus on the goal of reaching full production and increasing efficiency, optimise process technology, and improve capacity utilisation.

For the comprehensive utilisation of lithium battery recycling business, the Group will continuously summarise operation experience, optimise process technology, improve product quality; expand recycling channels and marketing networks, and deepen cooperation with leading lithium battery enterprises.

Port Building Materials Business: Enhancing Efficiency through Integration and Prioritising Market Expansion

For the port logistics business, the Group will develop both domestic and foreign trade markets, further explore high-quality customer resources, focus on volume expansion, price increase, and stable growth, and strive to expand market share; upgrade berth grades to consolidate competitive advantages.

For the new building materials business, the Group will closely follow market demand, stabilise product processes, and vigorously expand into overseas markets. Meanwhile, it will improve its product R&D system to enhance product added value, actively integrate into the consumer building materials system and optimise sales models to boost profitability.

4. MANAGEMENT DISCUSSION AND ANALYSIS

(I) FINANCIAL PROFITABILITY

Item	January– June 2026 Amount (RMB'000)	January– June 2025 Amount (RMB'000)	Changes between the Reporting Period and the corresponding period of the previous year (%)
Revenue	3,792,678	3,086,325	22.89
Profit before taxation	900,711	1,393,319	–35.36
Share of profits of associates	509,414	839,366	–39.31
Profit before taxation from principal businesses	391,297	553,953	–29.36
Net profit attributable to equity shareholders of the Company	830,651	1,285,536	–35.38
Net profit from principal businesses attributable to equity shareholders of the Company	321,237	446,170	–28.00

During the Reporting Period, the Group achieved revenue of RMB3,792.68 million, representing a period-on-period increase of 22.89%. Profit before taxation amounted to RMB900.71 million, representing a period-on-period decrease of 35.36%, primarily attributable to the combined effect of the decrease in share of profits of the associate Conch Holdings and the decrease in profit from principal businesses. Share of profits of associates amounted to RMB509.41 million, representing a period-on-period decrease of 39.31%. Profit before taxation from principal businesses amounted to RMB391.30 million, representing a period-on-period decrease of 29.36%. Net profit attributable to equity shareholders of the Company amounted to RMB830.65 million, representing a period-on-period decrease of 35.38%. Net profit from principal businesses attributable to equity shareholders amounted to RMB321.24 million, representing a period-on-period decrease of 28.00%, primarily attributable to the combined effect of the fluctuation in lithium carbonate prices in the new energy business and the recognition of impairment losses on waste incineration project operating rights. Basic earnings per share amounted to RMB0.49.

4. MANAGEMENT DISCUSSION AND ANALYSIS

1. Revenue by business stream

Item	January–June 2026		January–June 2025		Change in amount (%)	Change in percentage (percentage points)
	Amount	Percentage	Amount	Percentage		
	(RMB'000)	(%)	(RMB'000)	(%)		
Waste incineration solutions	2,455,290	64.74	2,381,363	77.16	3.10	–12.42
Energy-saving equipment	212,975	5.61	258,538	8.38	–17.62	–2.77
New building materials	37,131	0.98	45,826	1.48	–18.97	–0.50
New energy business	1,030,926	27.18	310,318	10.05	232.22	17.13
Port logistics	56,356	1.49	90,280	2.93	–37.58	–1.44
Total	3,792,678	100.00	3,086,325	100.00	22.89	–

During the Reporting Period, the rapid development of the Group's new energy business contributed to the revenue growth of the Group. With a breakdown by business:

- (i) The revenue from waste incineration solutions amounted to RMB2,455.29 million, representing a period-on-period increase of 3.10%, which was mainly due to the period-on-period increase in the Group's waste intake volume, on-grid electricity generation and external steam sales volume, leading to a period-on-period increase in revenue.
- (ii) The revenue from energy-saving equipment amounted to RMB212.98 million, representing a period-on-period decrease of 17.62%, which was mainly due to the decrease in orders of energy-saving equipment.
- (iii) The revenue from new building materials amounted to RMB37.13 million, representing a period-on-period decrease of 18.97%, which was mainly due to the decrease in both sales volume and prices as a result of market influence.
- (iv) The revenue from new energy business amounted to RMB1,030.93 million, representing a period-on-period increase of 232.22%, which was mainly due to the Group's active exploration of the market, leading to an increase in product sales volume, and thus a rapid revenue growth.
- (v) The revenue from port logistics amounted to RMB56.36 million, representing a period-on-period decrease of 37.58%, which was mainly due to the decrease in both throughput and unit prices as a result of intensified market competition, leading to a decrease in revenue.

4. MANAGEMENT DISCUSSION AND ANALYSIS

Breakdown of revenue from waste incineration solutions

Revenue Breakdown	January–June 2026		January–June 2025		Change in amount (%)	Change in percentage (percentage points)
	Amount	Percentage	Amount	Percentage		
	(RMB'000)	(%)	(RMB'000)	(%)		
Operation revenue	2,215,365	90.23	2,107,320	88.49	5.13	1.74
Grate furnace power generation	2,195,294	89.41	2,087,551	87.66	5.16	1.75
Waste treatment by cement kilns	20,071	0.82	19,769	0.83	1.53	–0.01
Construction revenue	239,925	9.77	274,043	11.51	–12.45	–1.74
Grate furnace power generation	239,925	9.77	274,043	11.51	–12.45	–1.74
Total	2,455,290	100.00	2,381,363	100.00	3.10	–

During the Reporting Period, the operation revenue from the waste incineration solutions segment amounted to RMB2,215.37 million, representing a period-on-period increase of 5.13%, which was mainly due to the period-on-period increase in the Group's waste intake volume, on-grid electricity generation and external steam sales volume, contributing to revenue growth. The construction revenue from the waste incineration solutions segment amounted to RMB239.93 million, representing a period-on-period decrease of 12.45%, which was mainly due to the decrease in the number of projects under construction.

4. MANAGEMENT DISCUSSION AND ANALYSIS

2. Revenue by geographical locations

Item	January–June 2026		January–June 2025		Change in amount (%)	Change in percentage (percentage points)
	Amount	Percentage	Amount	Percentage		
	(RMB'000)	(%)	(RMB'000)	(%)		
Chinese Mainland	3,716,853	98.00	2,967,183	96.14	25.27	1.86
Asia (except Chinese Mainland)	75,825	2.00	119,142	3.86	–36.36	–1.86
Total	3,792,678	100.00	3,086,325	100.00	22.89	–

During the Reporting Period, the Group's revenue derived from the Chinese Mainland market recorded a period-on-period increase of 25.27%. The revenue derived from Asia (except Chinese Mainland) market amounted to RMB75.83 million, representing a period-on-period decrease of 36.36%, which was mainly due to the decrease in the number of the Group's overseas orders for energy-saving equipment.

3. Gross profit and gross profit margin

Item	January–June 2026		January–June 2025		Change in amount (%)	Change in gross profit margin (percentage points)
	Gross profit	Gross profit margin	Gross profit	Gross profit margin		
	(RMB'000)	(%)	(RMB'000)	(%)		
Waste incineration solutions	1,085,743	44.22	1,040,784	43.71	4.32	0.52
Energy-saving equipment	60,746	28.52	83,923	32.46	–27.62	–3.94
New building materials	–2,083	–5.61	4,753	10.37	–	–15.98
New energy business	–65,023	–6.31	2,410	0.78	–	–7.08
Port logistics	23,167	41.11	52,528	58.18	–55.90	–17.08
Total	1,102,550	29.07	1,184,398	38.38	–6.91	–9.31

4. MANAGEMENT DISCUSSION AND ANALYSIS

During the Reporting Period, the gross profit margin of the Group was 29.07%, representing a period-on-period decrease of 9.31 percentage points. With a breakdown by business:

- (i) The gross profit margin for waste incineration solutions was 44.22%, representing a period-on-period increase of 0.52 percentage points. This was mainly due to the fact that the Group took various business measures such as increasing the on-grid electricity per tonne, selling steam externally and increases in garbage fees and furnace slag prices, leading to an increase in gross profit margin.
- (ii) The gross profit margin for energy-saving equipment was 28.52%, representing a period-on-period decrease of 3.94 percentage points, mainly due to the impact of domestic market competition, which resulted in lower gross profit on domestic orders, leading to a decline in gross profit margin.
- (iii) The gross profit margin for new building materials was -5.61%, representing a period-on-period decrease of 15.98 percentage points, mainly due to a decline in sales prices driven by market conditions, as well as a reduction in production volume which prevented the dilution of fixed costs, leading to a decrease in gross profit margin.
- (iv) The gross profit margin for new energy business was -6.31%, representing a period-on-period decrease of 7.08 percentage points, mainly due to the increase of raw material costs such as lithium carbonate, leading to a decrease in gross profit margin.
- (v) The gross profit margin for port logistics was 41.11%, representing a period-on-period decrease of 17.08 percentage points, mainly due to the decline in price as a result of the impact of market competition, leading to a decrease in gross profit margin.

4. Other net income

During the Reporting Period, the Group's other net income amounted to RMB90.58 million, representing a period-on-period increase of RMB8.11 million, or 9.84%, which was mainly because of the period-on-period increase in the government grants received by the Group and value-added tax refund.

5. Administrative expenses

During the Reporting Period, the Group's administrative expenses amounted to RMB440.17 million, representing a period-on-period increase of RMB86.07 million, or 24.31%, which was mainly due to higher research and development expenses and the recognition of impairment losses on waste incineration project operating rights, resulting in the increase in administrative expenses.

6. Finance costs

During the Reporting Period, the Group's finance costs amounted to RMB334.68 million, remaining essentially unchanged period-on-period.

4. MANAGEMENT DISCUSSION AND ANALYSIS

(II) FINANCIAL POSITION

As at 30 June 2026, the Group's total assets amounted to RMB85,235.10 million, representing an increase of RMB952.85 million as compared to the end of the previous year. The equity attributable to equity shareholders of the Company amounted to RMB49,725.47 million, representing an increase of RMB326.48 million as compared to the end of the previous year. The Group's gearing ratio (total liabilities/total assets) was 39.93%, representing an increase of 0.29 percentage point as compared to the end of the previous year. The balance sheet items of the Group are as follows:

Item	As at 30 June 2026 (RMB'000)	As at 31 December 2025 (RMB'000)	Change between the end of the Reporting Period and the end of the previous year (%)
Property, plant and equipment and investment properties	8,893,876	8,642,659	2.91
Non-current assets	75,662,208	75,316,433	0.46
Non-current liabilities	27,372,114	24,931,372	9.79
Current assets	9,572,896	8,965,817	6.77
Current liabilities	6,665,649	8,478,470	-21.38
Net current assets	2,907,247	487,347	496.55
Equity attributable to equity shareholders of the Company	49,725,473	49,398,995	0.66
Total assets	85,235,104	84,282,250	1.13
Total liabilities	34,037,763	33,409,842	1.88

1. Non-current assets and non-current liabilities

As at 30 June 2026, non-current assets of the Group amounted to RMB75,662.21 million, representing an increase of 0.46% as compared to the end of the previous year, which was mainly due to an increase in the Group's investment in property, plant and equipment; non-current liabilities amounted to RMB27,372.11 million, representing an increase of 9.79% as compared to the end of the previous year, which was mainly due to the Group's issuance of RMB2.775 billion in unsecured medium-term notes during the Reporting Period.

4. MANAGEMENT DISCUSSION AND ANALYSIS

2. Current assets and current liabilities

As at 30 June 2026, current assets of the Group amounted to RMB9,572.90 million, current liabilities amounted to RMB6,665.65 million, and net current assets amounted to RMB2,907.25 million, representing an increase of 496.55% as compared to the end of the previous year, which was mainly due to the Group's issuance of 5-year unguaranteed medium-term notes to repay matured unguaranteed medium-term notes of RMB2.7 billion, which resulted in a decrease in current liabilities.

3. Equity attributable to equity shareholders of the Company

As at 30 June 2026, the equity attributable to equity shareholders of the Company amounted to RMB49,725.47 million, representing an increase of 0.66% as compared to the end of the previous year, which was mainly due to increases in the Group's interests in associates and net profit from principal businesses attributable to the equity shareholders.

(III) LIQUIDITY AND CAPITAL SOURCES

During the Reporting Period, by taking the advantage of its capital size to the utmost, the Group enhanced capital planning and management, optimised the financing structure, broadened its borrowing channels. By issuing green medium-term notes, it reduced the financing costs, and rationally arranged loans for projects, so as to satisfy the Company's capital needs. As at 30 June 2026, the Group's cash and cash equivalents amounted to RMB2,184.85 million, which were mainly denominated in RMB, Hong Kong dollars and US dollars.

Bank loans

Item	As at 30 June 2026 (RMB'000)	As at 31 December 2025 (RMB'000)
Due within one year	2,176,448	1,777,044
Due after one year but within two years	2,116,446	2,356,319
Due after two years but within five years	7,573,846	7,203,387
Due after five years	13,160,913	13,613,319
Total	25,027,653	24,950,069

As at 30 June 2026, the balance of bank loans of the Group amounted to RMB25,027.65 million, representing an increase of RMB77.58 million as compared to the end of the previous year. As at 30 June 2026, the Group's bank loans were denominated in RMB and US dollars, and all loan interests were subject to variable interest rate.

4. MANAGEMENT DISCUSSION AND ANALYSIS

Cash flows

Item	January– June 2026 (RMB'000)	January– June 2025 (RMB'000)
Net cash generated from operating activities	1,043,175	914,849
Net cash used in investing activities	–680,149	–548,702
Net cash used in financing activities	–252,454	–103,888
Net increase in cash and cash equivalents	110,572	262,259
Effect of foreign exchange rate changes	1,875	2,757
Cash and cash equivalents at the beginning of the period	2,072,398	2,269,721
Cash and cash equivalents at the end of the period	2,184,845	2,534,737

Net cash generated from operating activities

During the Reporting Period, net cash generated from operating activities of the Group amounted to RMB1,043.18 million, representing a period-on-period increase of RMB128.33 million, which was mainly due to the continuous increase in net cash generated from operating activities of the Group's grate furnace power generation during the Reporting Period.

Net cash used in investing activities

During the Reporting Period, net cash used in investing activities of the Group amounted to RMB680.15 million, representing a period-on-period increase of RMB131.45 million, which was mainly due to the fact that the Group has not received the dividend from Conch Holdings, an associate, during the Reporting Period.

Net cash used in financing activities

During the Reporting Period, net cash used in financing activities of the Group amounted to RMB252.45 million, representing a period-on-period increase of RMB148.57 million, which was mainly due to the period-on-period decrease in the net increase of the Group's interest-bearing debts during the Reporting Period.

4. MANAGEMENT DISCUSSION AND ANALYSIS

(IV) COMMITMENTS

As at 30 June 2026, the Group had capital commitments not provided for in the interim financial report were as follows:

Item	At 30 June 2026 (RMB'000)	At 31 December 2025 (RMB'000)
Authorised and contracted for	394,654	556,094
Authorised but not contracted for	80,561	233,409
Total	475,215	789,503

(V) FOREIGN EXCHANGE RISK

The Group's functional currency is RMB. Foreign exchange risks faced by the Group were mainly derived from account receivables, account payables and bank loans arising from sales and procurement which were mainly denominated in currencies including US dollars and Hong Kong dollars. Other than that, most of the assets and transactions of the Group were denominated in RMB, and the capital expenditures of the Group's domestic business were generally funded with the revenue in RMB. As a result, the Group is not exposed to significant foreign exchange risks.

During the Reporting Period, the Group did not use any financial instruments to hedge against any foreign exchange risks.

(VI) CONTINGENT LIABILITIES

As at 30 June 2026, the Group did not have any material contingent liabilities.

(VII) PLEDGE OF ASSETS

As at 30 June 2026, investment properties with carrying amount of RMB1,518.03 million, construction in progress with carrying amount of RMB1,693.91 million and right-of-use assets with carrying amount of RMB249.13 million of the Group were pledged as collaterals for certain bank loans.

Save as disclosed above, the Group did not have any pledge of assets as at 30 June 2026.

4. MANAGEMENT DISCUSSION AND ANALYSIS

(VIII) MATERIAL INVESTMENT, ACQUISITION OR DISPOSAL

During the Reporting Period, the Group had no material investments, acquisitions or disposals, and had no definite plan for any material investment, acquisition or disposal of capital assets.

(IX) ISSUE OF 2026 GREEN MEDIUM-TERM NOTES

On 2 December 2025, the Company received the Notice of Acceptance of Registration (《接受註冊通知書》) from the National Association of Financial Market Institutional Investors in the PRC, approving the registration of debt financing instruments of the Company with a registered amount of RMB5.0 billion, and the registration quota is valid for two years from the date of such notice. On 4 February 2026, the Company publicly issued the first tranche of 2026 green medium-term notes (Bond Connect) (the **“First Tranche of 2026 Green Medium-term Notes”**) in the China Interbank Bond Market with an aggregate principal amount of RMB1.235 billion at a coupon rate of 1.9% for a term of five years, without any guarantee, setting a new low for the issuance rate among green panda bond issuances. The issuance of the First Tranche of 2026 Green Medium-term Notes is mainly for the purpose of repaying the first tranche of 2023 green medium-term notes (Bond Connect). As at the date of this report, the Company has repaid a total of RMB1.2 billion. The Company, as the issuer, has received “AAA” rating from China Lianhe Credit Rating Co., Ltd.* (聯合資信評估股份有限公司), a credit rating agency.

On 15 May 2026, the Company publicly issued the second tranche and third tranche of 2026 Green Medium-term Notes (Bond Connect) (**“Second Tranche and Third Tranche of 2026 Green Medium-term Notes”**) in the China Interbank Bond Market. The aggregate principal amount of the Second Tranche and Third Tranche of 2026 Green Medium-term Notes was RMB0.84 billion and RMB0.7 billion respectively, both at a coupon rate of 1.75% for a term of five years, without any guarantee, setting a new low for the issuance rate. The issuance of the Second Tranche and Third Tranche of 2026 Green Medium-term Notes is mainly for the purpose of repaying the Second Tranche of 2023 Green Medium-term Notes (Bond Connect). As at the date of this report, the Company has repaid a total of RMB1.5 billion. The Company, as the issuer, has received “AAA” rating from China Lianhe Credit Rating Co., Ltd.* (聯合資信評估股份有限公司), a credit rating agency.

Details of the issue of the First Tranche of 2026 Green Medium-term Notes and the Second Tranche and Third Tranche of 2026 Green Medium-term Notes are published on the website of National Association of Financial Market Institutional Investors (www.nafmii.org.cn) and the website of Shanghai Clearing House (www.shclearing.com.cn).

4. MANAGEMENT DISCUSSION AND ANALYSIS

(X) HUMAN RESOURCES

The Group attached great importance to the construction and development of human resources, explored and continuously optimised its corporate management system, strived to create an atmosphere of talent development concept of “respecting labour, knowledge, talents and creation”, was dedicated to providing employees with competitive remuneration packages, safe and comfortable working environment and comprehensive welfare, and proactively built a multilevel, systematic and professional training system, conducted various professional business training from time to time, encouraged employees to participate in training and exchange activities conducted by social and industrial organisations to enhance the comprehensive quality and professional skills of employees and stimulate their motivation and creativity for work. At the same time, the Group has also actively built a fair and balanced platform full of opportunities for the strategic development of diversified talents, continuously enriched and improved its talent pool through various channels, including internal training, university-enterprise cooperation and recruitment from the society, made mature nurture and promotion channel in place and optimised the structure of human resource, so as to propel the high-quality development of the Group through advanced human resource management.

As at the end of the Reporting Period, the Group had 6,639 employees (30 June 2025: 6,641 employees). The remuneration of employees is based on qualifications, experience, work performance and market conditions. As required by the PRC regulations on social insurance, the Group participated in the social insurance schemes operated by local government authorities which include pension insurance, medical insurance, unemployment insurance, industrial injuries insurance and maternity insurance. During the Reporting Period, the total remuneration of employees (including the remuneration of the Directors) was approximately RMB575.6 million (for the corresponding period in 2025: RMB461.8 million).

5. OTHER INFORMATION

(I) INTERIM DIVIDEND

The Board resolved to declare an interim dividend of HK\$0.15 per share for the six months ended 30 June 2026 (six months ended 30 June 2025: HK\$0.10 per share) to be payable to the Shareholders whose names appear on the register of members of the Company at the close of business on Friday, 23 October 2026. The interim dividend is expected to be paid to the Shareholders on Monday, 9 November 2026.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from Tuesday, 20 October 2026 to Friday, 23 October 2026, both days inclusive, during which period no transfer of shares will be registered. In order to qualify for the entitlement of the interim dividend, all share transfer documents accompanied by the relevant share certificates shall be lodged with the Company's branch share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong for registration not later than 4:30 p.m. on Friday, 16 October 2026. The record date for determining eligibility for the interim dividend is Friday, 23 October 2026.

FORFEITURE OF UNCLAIMED DIVIDENDS

Pursuant to Article 165 of the Articles of Association, the Board of the Company may forfeit all dividends which have not been claimed within six years after the declaration thereof for the benefit of the Company. The Board of the Company hereby notifies the Shareholders that all dividends declared on or before 29 June 2020 and remaining unclaimed as at Monday, 28 September 2026 will be forfeited for the benefit of the Company.

All Shareholders who are entitled to receive but have not yet received the aforesaid dividends or have not yet cashed the relevant dividend warrants are requested to contact the Company's branch share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17/F, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong as soon as possible but not later than 4:30 p.m. on Friday, 25 September 2026.



5. OTHER INFORMATION

(II) DISCLOSURE OF INTERESTS

1. Substantial Shareholders' Interests or Short Positions

As at the end of the Reporting Period, so far as the Directors were aware, the interests or short positions of the persons other than the Directors and chief executive of the Company in the shares and underlying shares of the Company which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO as recorded in the register of substantial shareholders required to be kept by the Company under section 336 of the SFO were as follows:

Name of shareholders	Nature of interests	Number of shares	Approximate percentage of shareholding (%) (Note 1)
Conch Venture	Interest of controlled corporation	200,372,500 (L) (Note 2)	11.18
Conch Venture Wuhu	Interest of controlled corporation	200,372,500 (L) (Note 2)	11.18
Conch Holdings	Beneficial owner	110,862,000 (L)	6.19
	Interest of controlled corporation	89,510,500 (L) (Note 3)	4.99
	Subtotal	200,372,500 (L)	11.18 (Note 4)
Anhui CV Group (Note 5)	Beneficial owner	16,893,000 (L)	0.94
	Interest of controlled corporation	90,592,500 (L) (Note 6)	5.05
	Subtotal	107,485,500 (L)	5.99

5. OTHER INFORMATION

Notes:

1. The approximate percentage of shareholdings is calculated based on the total of 1,792,041,059 issued shares of the Company as at the end of the Reporting Period.
2. Among the aforesaid shares, 110,862,000 Shares are directly owned by Conch Holdings, and the remaining 79,219,500 and 10,291,000 Shares are directly owned respectively by: (i) Conch Cement, and (ii) Conch International Holdings (HK) Limited ("**Conch International**"). Conch Venture indirectly owns the entire registered capital of Conch Venture Wuhu via several wholly-owned subsidiaries, while Conch Venture Wuhu owns 49% of the registered capital of Conch Holdings; Conch Holdings owned approximately 37.4% of Conch Cement's issued shares as at 30 June 2026, while Conch International is the wholly-owned subsidiary of Conch Cement. Pursuant to the SFO, Conch Holdings is deemed to be interested in the shares in which Conch Cement and Conch International are interested; Conch Venture Wuhu is deemed to be interested in the shares in which Conch Holdings is interested; Conch Venture is deemed to be interested in the shares in which the aforesaid companies are interested.
3. Among the aforesaid shares, 79,219,500 and 10,291,000 Shares are owned respectively by Conch Cement and Conch International. Conch Holdings is deemed to be interested in shares in which Conch Cement and Conch International are interested by virtue of the SFO.
4. The number of shares of the Company beneficially held by Conch Holdings is 110,862,000 shares, and together with the number of shares of the Company held by Conch Cement and Conch International, is 200,372,500 shares, representing approximately 11.18% of the issued share capital of the Company (based on the total of 1,792,041,059 issued shares of the Company as at the end of the Reporting Period).
5. Based on confirmation from SA Conch, as at the end of the Reporting Period, SA Conch no longer had any interests or short positions in the shares and underlying shares of the Company required to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO.
6. Among these Shares, 82,954,000 Shares, 6,888,500 Shares and 750,000 Shares are held by (i) 海螺創投控股(珠海)有限公司 (Conch Venture Holdings (Zhuhai) Co., Ltd.*) ("**CV Holdings (Zhuhai)**"), (ii) 安徽海螺創業醫療投資管理有限責任公司 (Anhui Conch Venture Medical Investment Management Co., Ltd.*) ("**CV Medical**"), and (iii) 海螺創業國際有限公司 (Conch Venture International Limited*) ("**CVI**"), respectively, all of which are directly or indirectly wholly-owned by Anhui CV Group. Anhui CV Group is deemed to be interested in the Shares in which CV Holdings (Zhuhai), CV Medical and CVI are interested by virtue of the SFO.
7. The letter "L" refers to long position in the Shares.

Pursuant to section 336 of the SFO, the substantial Shareholders are required to file disclosure of interests' forms when certain conditions are fulfilled. When a shareholding in the Company of a substantial Shareholder changes, it is not necessary for the substantial Shareholder to notify the Company and/or the Stock Exchange unless certain conditions are fulfilled, therefore a substantial Shareholder's latest shareholding in the Company may be different from the shareholding filed with the Stock Exchange.

Save as disclosed above, as at the end of the Reporting Period, the Directors were not aware of any other persons, other than the Directors and chief executive of the Company, who had interests or short positions in the shares and underlying shares of the Company which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO as recorded in the register of substantial Shareholders required to be kept under section 336 of the SFO.

5. OTHER INFORMATION

2. Directors' and Chief Executive's Interests and Short Positions

As at the end of the Reporting Period, the interests and short positions of the Directors and chief executive of the Company in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they are taken, or are deemed to have, under such provisions of the SFO), or recorded in the register required to be kept by the Company under section 352 of the SFO, or otherwise notified to the Company and the Stock Exchange pursuant to the Model Code were set out below:

The Company

Name of Directors	Nature of interests	Number of shares	Approximate percentage of shareholding (%) (Note 1)
Mr. Ji Qinying	Interest of spouse (Note 2)	35,033,752 (L)	1.95
Mr. Wang Xuesen	Beneficial owner	317,918 (L)	0.02
Mr. Wan Changbao	Beneficial owner	180,000 (L)	0.01

Notes:

1. The approximate percentage of shareholding is calculated based on the total of 1,792,041,059 issued shares of the Company as at the end of the Reporting Period.
2. These shares are owned personally by Ms. Yan Zi. Therefore, Mr. Ji Qinying is deemed to have an interest in the shares personally owned by his spouse, Ms. Yan Zi, according to the SFO.
3. The letter "L" refers to long position in the Shares.

5. OTHER INFORMATION

3. Interests and Short Positions of Senior Management

As at the end of the Reporting Period, interests of the senior management of the Company were as follows:

The Company

Name of senior management	Nature of interests	Number of shares	Approximate percentage of shareholding (%) (Note 1)
Mr. Shu Mao	Beneficial owner	146,500 (L)	0.01
Mr. Wang Junxian	Beneficial owner	238,000 (L)	0.01
Mr. Chen Xingqiang	Beneficial owner	4,000 (L)	0.00
Mr. Chen Yuanzhi	Beneficial owner	291,510 (L)	0.02

Notes:

1. The approximate percentage of shareholding is calculated based on the total of 1,792,041,059 issued shares of the Company as at the end of the Reporting Period.
2. The letter "L" refers to long position in the Shares.

Save as disclosed above, as at the end of the Reporting Period, none of the Directors and chief executive of the Company had interests or short positions in the shares, underlying shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions they are taken, or are deemed to have, under such provisions of the SFO), or recorded in the register required to be kept by the Company under section 352 of the SFO, or otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

5. OTHER INFORMATION

(III) REPURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the Reporting Period, neither the Company nor its subsidiaries had repurchased, sold or redeemed any of the Company's listed securities (including the sale of treasury shares (as defined in the Listing Rules)).

As at the end of the Reporting Period, the Company did not hold any treasury shares (including any treasury shares held or deposited with CCASS (as defined in the Listing Rules)).

(IV) CHANGES IN DIRECTORS' INFORMATION

Pursuant to Rule 13.51B(1) of the Listing Rules, the changes in the Directors' information since 31 December 2025 are set out below:

1. Mr. Wang Xuesen resigned as the executive deputy general manager of the Company on 25 March 2026, but remains as an executive Director.

Save as disclosed above, there was no other information of Directors required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

(V) SHARE SCHEME

The share option scheme adopted by the Company on 3 December 2013 expired on 2 December 2023. During the Reporting Period, the Company has not adopted any share scheme under Chapter 17 of the Listing Rules.

(VI) CORPORATE GOVERNANCE

The Company is committed to achieving high standard of corporate governance in order to protect the interests of the Shareholders and improve corporate value and accountability. The Company acknowledges the importance of the Board in effectively leading and managing the business of the Company and ensuring the transparency and accountability of the Company's operation.

The Company has adopted the CG Code set out in Appendix C1 to the Listing Rules as the corporate governance code of the Company. The Board has confirmed that, during the Reporting Period, the Company complied with the principles and all applicable code provisions set out in Part 2 of the CG Code and standardised its operation, and the Company has constantly refined the corporate governance structure and enhanced its corporate governance under the guidance of the regulatory documents including the Listing Rules and the Articles of Association.

The Company regularly reviews and improves its corporate governance practices in order to be continuously in compliance with the requirements of the CG Code.

5. OTHER INFORMATION

(VII) MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct regarding the securities transactions of the Company by the Directors and the relevant employees of the Company (who are likely to possess inside information of the Company) (the “**Securities Dealing Code**”) on terms no less exacting than the required standard set out in the Model Code set out in Appendix C3 to the Listing Rules. Having made specific enquiries by the Company, all Directors confirmed that they complied with the Model Code and the Securities Dealing Code during the Reporting Period.

The Company has also adopted an insider dealing warning (the “**Insider Dealing Warning**”) for securities transactions of the Group by employees.

During the Reporting Period, the Company was not aware of any incident of non-compliance with the Model Code, the Securities Dealing Code and the Insider Dealing Warning by the relevant employees.

(VIII) AUDIT COMMITTEE

The Audit Committee comprises Mr. Chan Chi On (alias Derek Chan), Mr. Chan Kai Wing and Ms. Cheng Yanlei, being the independent non-executive Directors. Mr. Chan Chi On (alias Derek Chan) is the chairman of the Audit Committee. The primary duties of the Audit Committee are to make recommendations to the Board on the appointment and dismissal of the external auditor, review the financial statements and information, provide advice in respect of financial reporting and oversee and review the internal control system of the Company, and consider any significant or unusual matters and report to the Board for consideration. The “Terms of Reference of the Audit Committee of the Board of Directors” of the Company clearly defines the duties and rules of the committee.

The Audit Committee has reviewed the unaudited interim results and interim report of the Company for the six months ended 30 June 2026. The Audit Committee has no disagreement with the accounting treatments adopted by the Company.

(IX) REMUNERATION AND NOMINATION COMMITTEE

The Remuneration and Nomination Committee comprises Mr. Lyu Wenbin, a non-executive Director, and Mr. Chan Chi On (alias Derek Chan), Mr. Chan Kai Wing and Ms. Cheng Yanlei, independent non-executive Directors. Mr. Chan Kai Wing is the chairman of the Remuneration and Nomination Committee.

5. OTHER INFORMATION

The primary functions of the Remuneration and Nomination Committee are to make recommendations to the Board on the overall remuneration policy and structure relating to all directors and senior management of the Group; make recommendations to the Board on the remuneration package for each of the executive Directors and senior management; review performance-based remuneration and ensure none of the Directors participate in deciding their own remuneration; review the structure, size and composition (including the skills, knowledge, experience and diversity profile) of the Board at least annually and assist the Board in maintaining a Board skills matrix; make recommendations to the Board on any proposed changes to the Board to complement the Company's corporate strategy; identify and select individuals suitably qualified as potential Board members or make recommendations to the Board on the selection of individuals nominated for directorships; assess the independence of independent non-executive Directors; and make recommendations to the Board on the appointment or re-appointment of Directors and succession planning of Directors, in particular that of the chairman/chief executive officer/general manager; assess each Director's time commitment and contribution to the Board, as well as the Director's ability to discharge his or her responsibilities effectively, taking into account the factors as required under the relevant Listing Rules; and support the Company's regular evaluation of the Board's performance. The "Terms of Reference of the Remuneration and Nomination Committee of the Board of Directors" of the Company clearly defines the duties and rules of the committee.

The Remuneration and Nomination Committee has formulated a Board diversity policy which sets out the approach to achieve diversity of the Board.

(X) STRATEGY, SUSTAINABILITY AND RISK MANAGEMENT COMMITTEE

The Strategy, Sustainability and Risk Management Committee comprises Mr. Guo Jingbin, an executive Director and the chairman of the Board, Mr. Ji Qinying, an executive Director and the chief executive officer of the Company and the vice-chairman of the Board, Mr. Lyu Wenbin, a non-executive Director, and Mr. Chan Chi On (alias Derek Chan), an independent non-executive Director. Mr. Guo Jingbin is the chairman of the Strategy, Sustainability and Risk Management Committee. The Strategy, Sustainability and Risk Management Committee is mainly responsible for formulating the mid and long-term planning of development strategies of the Group, considering and making recommendations on policies for sustainable development, monitoring and reviewing the implementation of strategic development plans and policies related to sustainable development, monitoring and reviewing the risk management system, and assisting the Board in fulfilling its management and supervision responsibilities related to the sustainable development of the Group. The "Terms of Reference of the Strategy, Sustainability and Risk Management Committee of the Board of Directors" of the Company clearly defines the duties and rules of the committee.

5. OTHER INFORMATION

(XI) SIGNIFICANT EVENT AFTER THE REPORTING PERIOD

On 30 July 2026, 四川海創尚緯新能源科技有限公司 (Sichuan Conch Venture Sunway New Energy Technology Co., Ltd.*) ("**CV Sunway**") (a 51%-owned subsidiary of the Company) entered into the Shanghai Shanshan Framework Supply of Services Agreement with 上海杉杉鋰電材料科技有限公司 (Shanghai Shanshan Lithium Battery Material Technology Co., Ltd.*) ("**Shanghai Shanshan**") (for itself and on behalf of its subsidiaries) in relation to the supply of carbon powder graphitisation processing services, powder material processing and services involved in production and operation of the receiving parties by CV Sunway to Shanghai Shanshan and its subsidiaries.

The number of shares of the Company held by Conch Holdings (together with 安徽海螺水泥股份有限公司 (Anhui Conch Cement Company Limited*) ("**Conch Cement**") and its subsidiaries from time to time, other than China Conch Environment Protection Holdings Limited and its subsidiaries (Conch Cement is owned as to 37.55% by Conch Holdings)) are approaching 21% of the issued share capital in the Company. Accordingly, Conch Holdings is a substantial shareholder of the Company and hence a connected person of the Company under Rule 14A.07 of the Listing Rules. Conch Holdings has entered into a series of reorganisation arrangements with, among other parties, 安徽皖維集團有限責任公司 (Anhui Wanwei Group Co., Ltd.*) ("**Wanwei Group**"). On 11 August 2026, Anhui Wanwei Updated High-Material Industry Co., Ltd (安徽皖維高新材料股份有限公司), a subsidiary of Wanwei Group, published an announcement stating that Conch Holdings had become its indirect controlling shareholder. Upon the completion of such reorganisation, Conch Holdings holds 60% of the equity interest in Wanwei Group. Shanghai Shanshan is a subsidiary of 寧波杉杉股份有限公司 (Ningbo Shanshan Co., Ltd.*) ("**Shanshan**"). According to an announcement issued by Shanshan on 21 July 2026, Wanwei Group has established de facto control over Shanshan as at 20 July 2026 although it holds less than 50% of the voting rights in Shanshan. As such, the Shanghai Shanshan Framework Supply of Services Agreement and the transactions contemplated thereunder constitute continuing connected transactions of the Company under Chapter 14A of the Listing Rules. For details, please refer to the announcement of the Company dated 30 July 2026.

Save as disclosed above, there was no significant event requiring disclosure affecting the Group occurred during the period subsequent to the Reporting Period and up to the date of this report.

On behalf of the Board
China Conch Venture Holdings Limited
GUO Jingbin
Chairman

Anhui Province, China, 27 August 2026

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

for the six months ended 30 June 2026 — unaudited
(Expressed in Renminbi Yuan)

	Note	Six months ended 30 June	
		2026 RMB'000	2025 RMB'000
Revenue	4	3,792,678	3,086,325
Cost of sales		(2,690,128)	(1,901,927)
Gross profit		1,102,550	1,184,398
Other net income	5	90,584	82,472
Distribution costs		(14,555)	(14,372)
Administrative expenses		(440,170)	(354,097)
Impairment losses on trade receivables and contract assets		(12,431)	(10,172)
Profit from operations		725,978	888,229
Finance costs	6(a)	(334,681)	(334,276)
Share of profits of associates	10	509,414	839,366
Profit before taxation	6	900,711	1,393,319
Income tax	7	(69,324)	(72,808)
Profit for the period		831,387	1,320,511
Attributable to:			
— Equity shareholders of the Company		830,651	1,285,536
— Non-controlling interests		736	34,975
Profit for the period		831,387	1,320,511
Earnings per share	8		
— Basic and diluted (RMB)		0.49	0.76

The notes on pages 47 to 74 form part of this interim financial report.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the six months ended 30 June 2026 — unaudited
(Expressed in Renminbi Yuan)

	Note	Six months ended 30 June 2026 RMB'000	2025 RMB'000
Profit for the period		831,387	1,320,511
Other comprehensive income for the period (after tax and reclassification adjustments)			
Item that will not be reclassified to profit or loss:			
Share of other comprehensive income of associates, net of tax		(21,404)	25,456
Items that may be reclassified subsequently to profit or loss:			
Share of other comprehensive income of associates, net of tax		(8,573)	3,236
Exchange differences on translation of financial statements of overseas subsidiaries		(7,514)	9,578
Other comprehensive income for the period		(37,491)	38,270
Total comprehensive income for the period		793,896	1,358,781
Attributable to:			
— Equity shareholders of the Company		793,160	1,323,806
— Non-controlling interests		736	34,975
Total comprehensive income for the period		793,896	1,358,781

The notes on pages 47 to 74 form part of this interim financial report.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

at 30 June 2026 — unaudited
(Expressed in Renminbi Yuan)

		At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
	Note		
Non-current assets			
Property, plant and equipment	9	7,375,847	7,115,773
Investment property		1,518,029	1,526,886
Right-of-use assets	9	1,439,375	1,463,960
Intangible assets	9	20,435,492	20,600,024
Goodwill		187,104	187,104
Interests in associates	10	40,307,473	39,829,502
Contract assets	13	2,990,010	3,070,795
Non-current portion of trade and other receivables	14	1,141,826	1,242,701
Financial assets measured at fair value through profit and loss ("FVPL")	11	165,000	165,000
Equity securities measured at fair value through other comprehensive income ("FVOCI")		10,320	10,320
Deferred tax assets		91,732	104,368
		75,662,208	75,316,433
Current assets			
Financial assets measured at FVPL	11	3,693	9,577
Inventories	12	536,859	441,379
Contract assets	13	1,357,853	1,294,270
Trade and other receivables	14	5,006,374	4,517,398
Income tax recoverable		10,752	2,665
Restricted bank deposits	15	15,602	52,107
Bank deposits with original maturity over three months	15	456,918	530,000
Cash and cash equivalents	15	2,184,845	2,072,398
Assets held for sale		—	46,023
		9,572,896	8,965,817

The notes on pages 47 to 74 form part of this interim financial report.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

at 30 June 2026 — unaudited
(Expressed in Renminbi Yuan)

	Note	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Current liabilities			
Bank loans	16	2,176,448	1,777,044
Unsecured medium-term notes ("MTN")	18	—	2,700,000
Trade and other payables	17	3,762,007	3,763,743
Contract liabilities		104,200	83,250
Lease liabilities		6,489	9,994
Dividends payable to equity shareholders of the Company	19	465,758	—
Income tax payables		150,747	136,897
Liabilities directly associated with the assets held for sale		—	7,542
		6,665,649	8,478,470
Net current assets		2,907,247	487,347
Total assets less current liabilities		78,569,455	75,803,780
Non-current liabilities			
Bank loans	16	22,851,205	23,173,025
Unsecured MTN	18	4,075,000	1,300,000
Lease liabilities		18,908	19,629
Deferred income		205,625	211,344
Deferred tax liabilities		221,376	227,374
		27,372,114	24,931,372
NET ASSETS		51,197,341	50,872,408
Capital and reserves	19		
Share capital		14,222	14,222
Reserves		49,711,251	49,384,773
Equity attributable to equity shareholders of the Company		49,725,473	49,398,995
Non-controlling interests		1,471,868	1,473,413
TOTAL EQUITY		51,197,341	50,872,408

The notes on pages 47 to 74 form part of this interim financial report.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the six months ended 30 June 2026 — unaudited
(Expressed in Renminbi Yuan)

	Attributable to equity shareholders of the Company						Non-controlling interests RMB'000	Total equity RMB'000
	Share capital RMB'000	Capital reserves RMB'000	PRC statutory reserves RMB'000	Exchange reserve RMB'000	Retained earnings RMB'000	Sub-total RMB'000		
Balance at 1 January 2025	14,222	1,482,590	1,178,616	(243,449)	45,281,123	47,713,102	1,463,530	49,176,632
Changes in equity for the six months ended 30 June 2025:								
Profit for the period	–	–	–	–	1,285,536	1,285,536	34,975	1,320,511
Other comprehensive income	–	28,692	–	9,578	–	38,270	–	38,270
Total comprehensive income	–	28,692	–	9,578	1,285,536	1,323,806	34,975	1,358,781
Capital contribution by non-controlling interests	–	–	–	–	–	–	8,000	8,000
Acquisition of non-controlling interests	–	–	–	–	–	–	(500)	(500)
Dividend distribution to non-controlling interests	–	–	–	–	–	–	(54,617)	(54,617)
Dividends approved in respect of the previous year	–	–	–	–	(491,297)	(491,297)	–	(491,297)
Balance at 30 June 2025 and 1 July 2025	14,222	1,511,282	1,178,616	(233,871)	46,075,362	48,545,611	1,451,388	49,996,999
Changes in equity for the six months ended 31 December 2025:								
Profit for the period	–	–	–	–	959,606	959,606	20,060	979,666
Other comprehensive income	–	73,404	–	(20,096)	–	53,308	–	53,308
Total comprehensive income	–	73,404	–	(20,096)	959,606	1,012,914	20,060	1,032,974
Capital contribution by non-controlling interests	–	–	–	–	–	–	10,350	10,350
Acquisition of non-controlling interests	–	4,770	–	–	–	4,770	(4,870)	(100)
Dividend distribution to non-controlling interests	–	–	–	–	–	–	(3,515)	(3,515)
Interim dividend declared and paid during the period	–	–	–	–	(164,300)	(164,300)	–	(164,300)
Appropriation to reserves	–	–	129,203	–	(129,203)	–	–	–
Balance at 31 December 2025	14,222	1,589,456	1,307,819	(253,967)	46,741,465	49,398,995	1,473,413	50,872,408

The notes on pages 47 to 74 form part of this interim financial report.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Continued)

for the six months ended 30 June 2026 — unaudited
(Expressed in Renminbi Yuan)

	Attributable to equity shareholders of the Company						Non-controlling interests RMB'000	Total equity RMB'000
	Share capital RMB'000	Capital reserves RMB'000	PRC statutory reserves RMB'000	Exchange reserve RMB'000	Retained earnings RMB'000	Sub-total RMB'000		
Balance at 1 January 2026	14,222	1,589,456	1,307,819	(253,967)	46,741,465	49,398,995	1,473,413	50,872,408
Changes in equity for the six months ended 30 June 2026:								
Profit for the period	-	-	-	-	830,651	830,651	736	831,387
Other comprehensive income	-	(29,977)	-	(7,514)	-	(37,491)	-	(37,491)
Total comprehensive income	-	(29,977)	-	(7,514)	830,651	793,160	736	793,896
Capital contribution by non-controlling interests	-	-	-	-	-	-	30,900	30,900
Acquisition of non-controlling interests	-	(924)	-	-	-	(924)	(22,078)	(23,002)
Disposal of a subsidiary with non-controlling interests	-	-	-	-	-	-	(2,734)	(2,734)
Dividend distribution to non-controlling interests	-	-	-	-	-	-	(8,369)	(8,369)
Dividends approved in respect of the previous year	-	-	-	-	(465,758)	(465,758)	-	(465,758)
Balance at 30 June 2026	14,222	1,558,555	1,307,819	(261,481)	47,106,358	49,725,473	1,471,868	51,197,341

The notes on pages 47 to 74 form part of this interim financial report.

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

for the six months ended 30 June 2026 — unaudited
(Expressed in Renminbi Yuan)

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Operating activities:		
Cash generated from operations	1,100,098	990,230
Income tax paid	(56,923)	(75,381)
Net cash generated from operating activities	1,043,175	914,849
Investing activities:		
Payment for purchase of property, plant and equipment, construction in progress and intangible assets	(789,059)	(876,878)
Payment for purchase of right-of-use assets	(3,143)	(3,370)
Consideration paid for acquisition of subsidiaries in prior years	—	(100)
Payment for bank deposits with maturity over three months	(86,846)	(82,590)
Proceeds from maturity of bank deposits over three months	159,928	42,385
Payment for purchase of financial assets measured at FVPL	—	(200,000)
Proceeds from redemption of financial assets measured at FVPL	—	200,000
Consideration received related to the disposal of a subsidiary	18,712	—
Dividends received from associates	6,000	390,320
Other cash flows arising from/(used in) investing activities	14,259	(18,469)
Net cash used in investing activities	(680,149)	(548,702)
Financing activities:		
Proceeds from bank loans	1,189,939	1,140,817
Repayment of bank loans	(1,112,355)	(1,999,949)
Proceeds from the unsecured MTN	2,775,000	1,300,000
Repayment of the unsecured MTN	(2,700,000)	—
Dividend distribution to non-controlling interests	(9,450)	(64,477)
Capital contribution from non-controlling shareholders	30,900	—
Interest paid	(395,985)	(416,294)
Payment for acquisition of non-controlling interests	(23,002)	(500)
Other cash flows used in financing activities	(7,501)	(63,485)
Net cash used in financing activities	(252,454)	(103,888)
Net increase in cash and cash equivalents	110,572	262,259
Cash and cash equivalents at 1 January	2,072,398	2,269,721
Effect of foreign exchange rate changes	1,875	2,757
Cash and cash equivalents at 30 June	2,184,845	2,534,737

The notes on pages 47 to 74 form part of this interim financial report.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

1 GENERAL INFORMATION

China Conch Venture Holdings Limited (the “**Company**”) is a limited liability company incorporated in the Cayman Islands with limited liability under the Cayman Law, Cap 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands and its shares are listed on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) on 19 December 2013.

The Company and its subsidiaries (together, the “**Group**”) are principally engaged in waste incineration solutions, port logistics services, sales of new building materials and new energy business in the People’s Republic of China (the “**PRC**”) and certain overseas markets.

2 BASIS OF PREPARATION

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, including compliance with International Accounting Standard (“**IAS**”) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (“**IASB**”). It was authorized for issuance on 27 August 2026.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2025 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2026 annual financial statements. Details of any changes in accounting policies are set out in note 3.

The preparation of an interim financial report is in conformity with IAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income, and expenses on a year-to-date basis. Actual results may differ from these estimates.

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2025 annual financial statements. The condensed consolidated interim financial statements and the accompanying notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with IFRS Accounting Standards.

The interim financial report is unaudited, but has been reviewed by the Audit Committee of the Company.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

3 CHANGES IN ACCOUNTING POLICIES

The IASB has issued a number of amendments to IFRS Accounting Standards that are first effective for the current accounting period. None of these developments have had a material effect on these financial statements. The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

4 REVENUE AND SEGMENT REPORTING

(a) Revenue

The principal activities of the Group are construction and operation of waste-to-energy projects, port logistics services, the manufacturing and sales of new building materials, new energy business and investments.

Disaggregation of revenue

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Disaggregated by major products or service lines:		
Waste incineration solutions		
— Construction services	239,925	274,043
— Operation services	2,126,242	2,003,709
Energy saving equipment	212,975	258,538
Subtotal	2,579,142	2,536,290
Port logistics services	56,356	90,280
Sale of new building materials	37,131	45,826
New energy business	1,030,926	310,318
Total revenue from contracts with customers	3,703,555	2,982,714
Finance income from service concession arrangements	89,123	103,611
Total revenue	3,792,678	3,086,325

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

4 REVENUE AND SEGMENT REPORTING *(Continued)*

(a) Revenue *(Continued)*

Disaggregation of revenue *(Continued)*

Disaggregation of revenue from contracts with customers by the timing of revenue recognition is as follows:

	Six months ended 30 June	
	2026 RMB'000	2025 RMB'000
Timing of revenue recognition		
— Over time	2,535,706	2,597,127
— Point in time	1,167,849	385,587
	3,703,555	2,982,714

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

4 REVENUE AND SEGMENT REPORTING *(Continued)*

(b) Segment reporting

- (i) The Group manages its businesses by divisions, which are organised by business lines. In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purposes of resources allocation and performance assessment, the Group has presented the following five reportable segments.

The measure used by the Group's senior executive management to assess segment results is the profit before taxation. Information regarding the Group's reportable segments as provided to the Group's most senior executive management for the purposes of resources allocation and assessment of segment performance for the six months ended 30 June 2026 and 2025 is set out below:

	Six months ended 30 June 2026 (Unaudited)							
	Waste-to-energy projects RMB'000	Port logistics services RMB'000	New building materials RMB'000	New energy business RMB'000	Investments RMB'000	Unallocated RMB'000	Elimination RMB'000	Total RMB'000
Revenue from external customers	2,668,265	56,356	37,131	1,030,926	-	-	-	3,792,678
Inter-segment revenue	-	-	879	-	-	-	(879)	-
Reportable segment revenue	2,668,265	56,356	38,010	1,030,926	-	-	(879)	3,792,678
Reportable segment profit/(loss) before taxation	644,327	12,897	(11,597)	(165,365)	507,539	(87,090)	-	900,711
Interest income	7,818	56	380	894	-	2,913	-	12,061
Interest expenses	235,618	-	-	25,325	-	73,738	-	334,681
Depreciation and amortisation	576,270	20,043	9,227	34,648	-	15,985	-	656,173
Provision for loss allowance — trade receivables and contract assets	12,690	-	-	(259)	-	-	-	12,431
Impairment loss on waste incineration project operating rights of certain subsidiaries	20,000	-	-	-	-	-	-	20,000
Write-down of inventories	-	-	-	776	-	-	-	776
Reportable segment assets	35,266,074	369,941	1,517,413	4,705,519	40,307,473	8,062,980	(4,994,296)	85,235,104
Reportable segment liabilities	22,974,950	17,320	2,201,332	3,955,507	-	9,882,950	(4,994,296)	34,037,763

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

4 REVENUE AND SEGMENT REPORTING (Continued)

(b) Segment reporting (Continued)

(i) (Continued)

	Six months ended 30 June 2025 (Unaudited)							Total RMB'000
	Waste-to-energy projects RMB'000	Port logistics services RMB'000	New building materials RMB'000	New energy business RMB'000	Investments RMB'000	Unallocated RMB'000	Elimination RMB'000	
Revenue from external customers	2,639,901	90,280	45,826	310,318	-	-	-	3,086,325
Inter-segment revenue	-	-	755	-	-	-	(755)	-
Reportable segment revenue	2,639,901	90,280	46,581	310,318	-	-	(755)	3,086,325
Reportable segment profit/(loss) before taxation	617,568	42,015	(8,509)	(33,835)	839,366	(63,286)	-	1,393,319
Interest income	11,226	27	461	1,346	-	3,194	-	16,254
Interest expenses	273,762	-	-	11,947	-	48,567	-	334,276
Depreciation and amortisation	544,423	16,164	8,888	31,290	-	2,402	-	603,167
Provision for loss allowance — trade receivables and contract assets	9,036	-	-	1,136	-	-	-	10,172
At 31 December 2025								
	Waste-to-energy projects RMB'000	Port logistics services RMB'000	New building materials RMB'000	New energy business RMB'000	Investments RMB'000	Unallocated RMB'000	Elimination RMB'000	Total RMB'000
Reportable segment assets	35,705,353	396,715	906,620	4,142,800	39,829,503	7,705,339	(4,404,080)	84,282,250
Reportable segment liabilities	23,686,148	24,679	2,229,015	3,251,829	-	8,622,251	(4,404,080)	33,409,842

(ii) Geographic information

The following table sets out information about the geographical location of (i) the Group's revenue from external customers and (ii) the Group's property, plant and equipment, investment properties, right-of-use assets, intangible assets, goodwill, interests in associates, non-current portion of contract assets and trade and other receivables ("**specified non-current assets**"). The geographical location of customers is based on the location at which the services were provided or the goods were delivered. The geographical location of the specified non-current assets is based on the physical location of the assets, in the case of property, plant and equipment, investment properties and right-of-use assets, the location of the operation to which they are allocated, in the case of intangible assets, goodwill and non-current portion of contract assets and trade and other receivables, and the location of operations, in the case of interests in associates.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

4 REVENUE AND SEGMENT REPORTING *(Continued)*

(b) Segment reporting *(Continued)*

(ii) Geographic information *(Continued)*

Revenue from external customers

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Chinese Mainland	3,716,853	2,967,183
Asia-Pacific (except Chinese Mainland)	75,825	119,142
	3,792,678	3,086,325

Specified non-current assets

	At	At
	30 June	31 December
	2026	2025
	RMB'000	RMB'000
Chinese Mainland	75,050,841	74,674,170
Asia-Pacific (except Chinese Mainland)	344,315	362,575
	75,395,156	75,036,745

5 OTHER NET INCOME

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Interest income on bank deposits and cash at bank	12,061	16,254
Government grants	54,760	48,948
Value-added tax refund	34,170	18,475
Net exchange (losses)/gain	(729)	699
Net realised and unrealised losses on financial assets measured at FVPL	(5,918)	(1,155)
Net loss on the disposal of a subsidiary	(3,677)	–
Others	(83)	(749)
	90,584	82,472

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

6 PROFIT BEFORE TAXATION

Profit before taxation is arrived at after charging:

(a) Finance costs:

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Interest on bank loans	314,805	335,234
Interest on lease liabilities	587	638
Interest on unsecured MTN	51,782	52,899
Total interest expense on financial liabilities not at fair value through profit or loss	367,174	388,771
Less: interest expense capitalised into construction in progress and intangible assets	(32,493)	(54,495)
	334,681	334,276

(b) Other major items:

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Depreciation of owned property, plant and equipment	200,004	171,600
Depreciation of right-of-use assets	28,006	24,420
Amortisation of intangible assets	428,163	407,147
Research and development costs	50,850	21,015
Impairment loss on waste incineration project operating rights of certain subsidiaries	20,000	—
Impairment loss on trade receivables and contract assets	12,431	10,172

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

7 INCOME TAX

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Current tax — Hong Kong Profits Tax		
Provision for the period	—	—
Current tax — PRC Income Tax		
Provision for the period	74,307	92,044
Over-provision in respect of prior years	(11,621)	(13,091)
Deferred tax:		
Origination and reversal of temporary differences	6,638	(6,145)
	69,324	72,808

- (a) Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands, the Group is not subject to any income tax in the Cayman Islands and the British Virgin Islands.
- (b) The provision for Hong Kong Profits Tax for 2026 is calculated at the first HK\$2 million of assessable profits are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%. The provision for Hong Kong Profits Tax was calculated at the same basis in 2025. The payments of dividends by Hong Kong companies are not subject to any Hong Kong withholding tax.
- (c) The PRC income tax law and its relevant regulations also impose a withholding tax at 10%, unless reduced by a tax treaty/arrangement, on dividend distributions made out of the PRC from earnings accumulated from 1 January 2008. Undistributed earnings generated prior to 1 January 2008 are exempted from such withholding tax.

Under the Arrangement between the Mainland of China and Hong Kong Special Administrative Region for the Avoidance of Double Taxation and the Prevention of Fiscal Evasion with respect to Taxes on Income, a qualified Hong Kong tax resident which is the “beneficial owner” and holds 25% or more of the equity interest in a PRC-resident enterprise is entitled to a reduced withholding tax rate of 5% on dividends received.

Since the Group can control the quantum and timing of distribution of profits of the Group’s PRC subsidiaries, deferred tax liabilities are only provided to the extent that such profits are expected to be distributed in the foreseeable future.

As at 30 June 2026, no deferred tax liabilities (31 December 2025: nil) have been recognised in respect of the withholding tax payable on the retained profits of the Group’s PRC subsidiaries which the directors expect to distribute outside the Chinese Mainland in the foreseeable future.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

7 INCOME TAX *(Continued)*

- (d) The provision for PRC income tax is based on a statutory rate of 25% of the assessable income of the Company's PRC subsidiaries as determined in accordance with the relevant income tax rules and regulations of the PRC.

Pursuant to the PRC income tax law, all of the Company's PRC subsidiaries are liable to PRC income tax at a rate of 25% except for certain entities entitled to a preferential income tax rate of 15% as they are certified as "High and New Technology Enterprise" ("**HNTE**"). According to Notice No. 24 issued by the State Administration of Taxation on 19 June 2017, if an entity is certified as an HNTE, it is entitled to a preferential income tax rate of 15% during the certified period.

Pursuant to Notice No. 23 issued by the State Administration of Taxation on 23 April 2020 and relevant local tax authorities' notices, certain subsidiaries of the Group are entitled to a preferential income tax rate of 15% as qualifying companies located in western areas in the PRC during the six months ended 30 June 2026.

- (e) Pursuant to the PRC Enterprise Income Tax Law Implementing Regulations issued by State Council of the People's Republic of China, certain subsidiaries engaged in waste incineration are eligible for a preferential tax treatment of income tax exemption for the first three years starting from which revenue is generated and 50% income tax reduction for the next three years.
- (f) The Company is part of a multinational enterprise group which is subject to the Global Anti-Base Erosion Model Rules ("**Pillar Two model rules**") published by the Organisation for Economic Co-operation and Development. The Group is liable to Pillar Two income taxes under the Hong Kong Inland Revenue (Amendment) (Minimum Tax for Multinational Enterprise Groups) Ordinance 2025 for its earnings in the Hong Kong SAR and certain other jurisdictions where a domestic minimum top-up tax has not been implemented, including the Chinese Mainland. The Group has assessed its potential exposure based on the information available regarding the financial performance of the Group, and concluded there is no material financial impact of Pillar Two income taxes.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

8 EARNINGS PER SHARE

(a) Basic earnings per share

The calculation of basic earnings per share is based on the profit attributable to ordinary equity shareholders of the Company of RMB830,651,000 for the six months ended 30 June 2026 (for the six months ended 30 June 2025: RMB1,285,536,000) and the weighted average number of ordinary shares in issue of 1,693,860,000 during the six months ended 30 June 2026 (six months ended 30 June 2025: 1,700,850,000), as adjusted to reflect the effect of shares held by Conch Holdings through reciprocal shareholding.

(b) Diluted earnings per share

Diluted earnings per share for the six months ended 30 June 2026 and 2025 is the same as the basic earnings per share as there were no potentially dilutive ordinary shares issued.

9 PROPERTY, PLANT AND EQUIPMENT, RIGHT-OF-USE ASSETS AND INTANGIBLE ASSETS

(a) Acquisition and disposals of owned property, plant and equipment

During the six months ended 30 June 2026, the additions of items of plant and equipment amounted to RMB742,299,000 (six months ended 30 June 2025: RMB326,233,000). Items of plant and equipment with a net book value of RMB1,848,000 were disposed of during the six months ended 30 June 2026 (six months ended 30 June 2025: RMB1,844,000).

(b) Right-of-use assets

Right-of-use assets represent leased properties for own use and leasehold land for own use. During the six months ended 30 June 2026, the additions of right-of-use assets amounted to RMB6,137,000 (six months ended 30 June 2025: RMB18,328,000).

As at 30 June 2026, leasehold land for own use with carrying amount of RMB249,132,000 (31 December 2025: RMB271,620,000) were pledged as collaterals for certain bank loans.

(c) Intangible assets

Intangible assets consist of software, customer relationship and waste incineration project operating rights. The cost of waste incineration project operating rights represented the fair value of operating rights acquired. During the six months ended 30 June 2026, additions of waste incineration project operating rights amounted to RMB275,708,000 (six months ended 30 June 2025: RMB368,134,000). The operating rights were deemed to be definite life intangible assets and the operation periods of the BOT arrangements vary from 16–45 years.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

10 INTERESTS IN ASSOCIATES

As at 30 June 2026, interests in associates represented share of net assets of Anhui Conch Holdings Co., Ltd. ("**Conch Holdings**") and other associates that are not individually material. For the six months ended 30 June 2026, the Group recognised share of profits of associates in the amount of RMB509,414,000 in profit or loss (six months ended 30 June 2025: RMB839,366,000).

11 FINANCIAL ASSETS MEASURED AT FVPL

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Non-current assets		
Unlisted equity securities	165,000	165,000
Current assets		
Listed equity securities	3,693	7,031
Unlisted equity securities	–	2,546
	168,693	174,577

12 INVENTORIES

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Raw materials	227,185	167,755
Work in progress	58,593	56,640
Finished goods	251,081	216,984
	536,859	441,379

During the six months ended 30 June 2026, RMB776,000 (six months ended 30 June 2025: nil) has been recognised as a reduction in the amount of inventories recognised as an expense in profit or loss during the period, being the amount of a write-down of inventories to the estimated net realisable value.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

13 CONTRACT ASSETS

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Non-current:		
Service concession assets (i)	2,991,705	3,072,723
Less: loss allowance	(1,695)	(1,928)
	2,990,010	3,070,795
Current:		
Service concession assets (i)	45,308	45,313
Unbilled government on-grid tariff subsidy (ii)	1,256,313	1,086,150
Other contract assets (iii)	56,637	163,198
Less: loss allowance	(405)	(391)
	1,357,853	1,294,270
	4,347,863	4,365,065
Contract assets arising from performance under construction contracts in connection with service concession arrangements, which are included in "Intangible assets"	316,132	400,389

- (i) The service concession assets bear interest at rates ranging from 6.01% to 9.41% (31 December 2025: 6.01% to 9.41%) per annum as at 30 June 2026 and relate to certain BOT arrangements of the Group. The amounts are not yet due for payment and will be settled during the operating periods of the arrangements. Included in "Service concession assets" are amounts of RMB89,826,000 (31 December 2025: RMB5,817,000) relates to BOT arrangements which are in construction phase.
- (ii) The balance represented the government on-grid tariff subsidy for certain projects which will be billed and settled upon the successful completion of government administrative procedures pursuant to notices jointly issued by the Ministry of Finance, the National Development and Reform Commission and the National Energy Administration.
- (iii) The Group agrees to a retention period for 10% of the contract value for certain of its energy-saving equipment sales contracts. This amount is included in contract assets until the end of the retention period. The balances are classified as current as they are expected to be recovered within the Group's normal operating cycle.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

14 TRADE AND OTHER RECEIVABLES

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Trade receivables	3,428,605	3,243,857
Less: loss allowance	(164,027)	(151,375)
	3,264,578	3,092,482
Bills receivable, carried at amortised cost	646,739	229,809
Bills receivable, measured at FVOCI	71,788	95,013
Deposits and prepayments	107,762	266,145
Other receivables	1,694,052	1,781,589
Interest receivables	23,747	25,188
Amounts due from third parties	5,808,666	5,490,226
Amounts due from related parties (note 22(b))	339,534	269,873
Total trade and other receivables	6,148,200	5,760,099
Less: non-current portion	(1,141,826)	(1,242,701)
Current portion of trade and other receivables	5,006,374	4,517,398

All of the current portion of trade and other receivables are expected to be recovered within one year.

All of the amounts due from related parties are unsecured, non-interest bearing and repayable within one year.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

14 TRADE AND OTHER RECEIVABLES *(Continued)*

Ageing analysis

As of the end of the reporting periods, the ageing analysis of trade receivables and bills receivable (which are included in trade and other receivables), based on the past due aging and net of loss allowance, is as follows:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Current	2,835,556	2,299,447
Less than 1 year	616,049	575,852
1 to 2 years	308,847	300,815
2 to 3 years	129,014	120,053
Over 3 years past due	21,851	26,124
	3,911,317	3,322,291

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

15 CASH AND CASH EQUIVALENTS

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Cash at bank and on hand	2,657,365	2,654,505
Less: Restricted bank deposits	(15,602)	(52,107)
Bank deposits with original maturity over three months	(456,918)	(530,000)
Cash and cash equivalents in the consolidated statement of financial position and the consolidated cash flow statement	2,184,845	2,072,398

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

16 BANK LOANS

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Current	2,176,448	1,777,044
Non-current	22,851,205	23,173,025
Total	25,027,653	24,950,069

As at 30 June 2026, the bank loans were repayable as follows:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Within one year	2,176,448	1,777,044
After one year but within two years	2,116,446	2,356,319
After two years but within five years	7,573,846	7,203,387
After five years	13,160,913	13,613,319
Total	25,027,653	24,950,069

As at 30 June 2026, the bank loans were secured as follows:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Secured	3,508,372	3,189,331
Unsecured	21,519,281	21,760,738
Total	25,027,653	24,950,069

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

17 TRADE AND OTHER PAYABLES

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Trade payables	2,322,469	2,104,663
Bills payable	146,720	235,322
	2,469,189	2,339,985
Other payables and accruals	1,186,460	1,294,423
Amounts due to third parties	3,655,649	3,634,408
Dividends payable to the then-shareholders of the acquired subsidiaries	—	8,464
Dividends payable to non-controlling interests	1,002	83
Amounts due to related parties (note 22(b))	105,356	120,788
Total trade and other payables	3,762,007	3,763,743

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

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Within 1 year	2,182,772	2,102,050
1 year to 2 years	178,064	195,594
2 years to 3 years	79,977	32,592
Over 3 years but within 5 years	28,376	9,749
	2,469,189	2,339,985

The amounts due to related parties are all aged within one year, and are unsecured, non-interest bearing and repayable on demand.

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18 UNSECURED MTN

The Company received the approval of registration from National Association of Financial Market Institutional Investors (Zhong shi xie zhu [2025] DF171) for issuing unsecured MTN in the aggregate amount of not more than RMB5 billion with a validity period of two years from 2 December 2025, the completion of registration date.

On 13 January 2025, the Company publicly issued the first tranche of 2025 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the **"First Tranche of 2025 Green Medium-term Notes"**) in the PRC, with an aggregate principal amount of RMB1.3 billion for a term of five years at a coupon rate of 1.93% without any guarantee.

On 4 February 2026, the Company publicly issued the first tranche of 2026 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the **"First Tranche of 2026 Green Medium-term Notes"**) in the PRC, with an aggregate principal amount of RMB1.235 billion for a term of five years at a coupon rate of 1.90% without any guarantee.

On 15 May 2026, the Company publicly issued the second tranche of 2026 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the **"Second Tranche of 2026 Green Medium-term Notes"**) in the PRC, with an aggregate principal amount of RMB0.84 billion for a term of five years at a coupon rate of 1.75% without any guarantee.

On 15 May 2026, the Company publicly issued the third tranche of 2026 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the **"Third Tranche of 2026 Green Medium-term Notes"**) in the PRC, with an aggregate principal amount of RMB0.7 billion for a term of five years at a coupon rate of 1.75% without any guarantee.

On 20 March 2026, the Company has completed the repayment of the first tranche of 2023 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the **"First Tranche of 2023 Green Medium-term Notes"**) in the PRC, with an aggregate principal amount of RMB1.2 billion for a term of three years at a coupon rate of 2.99% without any guarantee.

On 6 June 2026, the Company has completed the repayment of the second tranche of 2023 green medium-term notes (Bond Connect) (綠色中期票據(債券通)) (the **"Second Tranche of 2023 Green Medium-term Notes"**) in the PRC, with an aggregate principal amount of RMB1.5 billion for a term of three years at a coupon rate of 3.10% without any guarantee.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

19 CAPITAL, RESERVES AND DIVIDENDS

(a) Dividends

- (i) Dividends payable to equity shareholders attributable to the interim period:

	2026 RMB'000	2025 RMB'000
Interim dividend declared and paid after the interim period of HKD0.15 per share (2025: HKD0.10 per share)	233,472	164,300

The interim dividend has not been recognised as a liability at the end of the reporting period.

- (ii) Dividend payable to equity shareholders attributable to the previous financial year, approved during the interim period:

	Six months ended 30 June 2026 RMB'000	2025 RMB'000
Final dividend in respect of the previous financial year, approved during the interim period, of HKD0.30 per share (six months ended 30 June 2025: HKD0.30 per share)	465,758	491,297

Pursuant to a resolution passed at the annual general meeting on 25 June 2026, a final dividend of HKD0.30 per share totaling HKD537,612,000 (equivalent to approximately RMB465,758,000) was approved (2025: HKD537,612,000 (equivalent to approximately RMB491,297,000)), which has been fully paid subsequently in July 2026.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

20 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

(a) Financial assets and liabilities measured at fair value

(i) Fair value hierarchy

The following table presents the fair value of the Group's financial instruments measured at the end of the reporting period on a recurring basis, categorised into the three-level fair value hierarchy as defined in IFRS 13, Fair value measurement. The level into which a fair value measurement is classified is determined with reference to the observability and significance of the inputs used in the valuation technique as follows:

- Level 1 valuations: Fair value measured using only Level 1 inputs i.e. unadjusted quoted prices in active markets for identical assets or liabilities at the measurement date
- Level 2 valuations: Fair value measured using Level 2 inputs i.e. observable inputs which fail to meet Level 1, and not using significant unobservable inputs. Unobservable inputs are inputs for which market data are not available
- Level 3 valuations: Fair value measured using significant unobservable inputs

	Fair value at 30 June 2026 RMB'000	Fair value measurements as at 30 June 2026 categorised into		
		Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000
Recurring fair value measurement				
Financial assets:				
measured at FVPL				
— Listed equity securities	3,693	3,693	—	—
— Unlisted equity securities	165,000	—	165,000	—
measured at FVOCI				
— Equity instrument investment	10,320	—	—	10,320
— Bills receivable	71,788	—	71,788	—

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(Expressed in Renminbi Yuan unless otherwise indicated)

20 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS *(Continued)*

(a) Financial assets and liabilities measured at fair value *(Continued)*

(i) Fair value hierarchy *(Continued)*

	Fair value at 31 December 2025 RMB'000	Fair value measurements as at 31 December 2025 categorised into		
		Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000
Recurring fair value measurement				
Financial assets:				
measured at FVPL				
— Listed equity securities	7,031	7,031	—	—
— Unlisted equity securities	167,546	—	165,000	2,546
measured at FVOCI				
— Equity instrument investment	10,320	—	—	10,320
— Bills receivable	95,013	—	95,013	—

During the six months ended 30 June 2026, there were no transfers between Level 1 and Level 2, or transfers into or out of Level 3.

Valuation techniques and inputs used in Level 2 fair value measurements

For Level 2 unlisted equity securities that are measured at FVPL as at 30 June 2026 and 31 December 2025, fair values are obtained by reference to recent transaction prices within 12 months.

For bills receivable that are measured at FVOCI, the fair value is estimated as the present value of the future cash flows, discounted at the market interest rates at the end of the reporting period.

Information about Level 3 fair value measurements

The fair value of certain unlisted equity securities measured at FVPL and FVOCI are determined using valuation multiples adjusted for changing trend of average market multiples of comparable companies and discount for lack of liquidity.

Any gain or loss arising from the remeasurement of the Group's equity investments in unlisted entities held for strategic purposes are recognized in the fair value reserve (non-recycling) in other comprehensive income. Upon disposal of equity securities, the amount accumulated in other comprehensive income is transferred directly to retained earnings.

(b) Fair values of financial assets and liabilities carried at other than fair value

All other financial assets and liabilities carried at amortised cost are not materially different from their fair values as at 30 June 2026 and 31 December 2025.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

21 COMMITMENTS

At 30 June 2026, the Group had capital commitments not provided for in the interim financial report were as follows:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Contracted for	394,654	556,094
Authorised but not contracted for	80,561	233,409
	475,215	789,503

22 MATERIAL RELATED PARTY TRANSACTIONS

During the period, transactions with the following parties are considered as related party transactions.

Name of party (i)	Relationship
Kawasaki Heavy Industry Ltd. (" Kawasaki HI ") 川崎重工業株式会社	Investor of CK Engineering and CK Equipment
Conch Holdings and its subsidiaries and associates (" Conch Holdings ") 安徽海螺集團有限責任公司及其附屬公司和聯營公司	Shareholder of the Group and associate of the Group
Anhui Conch Venture Group Co., Ltd. (" CV Group ") 安徽海創集團股份有限公司	Shareholder of the Group
Anhui Conch Kawasaki Equipment Manufacturing Co., Ltd. (" CKEM ") 安徽海螺川崎裝備製造有限公司	Joint venture of Conch Cement and Kawasaki HI

(i) The English translation of the names is for reference only. The official names of these entities are in Chinese.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

22 MATERIAL RELATED PARTY TRANSACTIONS (Continued)

(a) Significant related party transactions

Particulars of significant transactions between the Group and the above related parties during the period are as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Sales of goods to:		
Conch Holdings	104,229	79,882
Kawasaki HI	16	937
CKEM	264	1,565
	104,509	82,384

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Service rendered to:		
Conch Holdings	30,226	59,984
CV Group (i)	—	2,404
	30,226	62,388

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Purchase of goods from:		
Conch Holdings	13,198	17,885
Kawasaki HI	6,322	—
CKEM	4,301	4,334
CV Group (i)	—	8,409
	23,821	30,628

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(Expressed in Renminbi Yuan unless otherwise indicated)

22 MATERIAL RELATED PARTY TRANSACTIONS *(Continued)*

(a) Significant related party transactions *(Continued)*

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Services received from:		
Conch Holdings	12,979	10,631
Kawasaki HI	149	1,225
CKEM	–	8
CV Group (i)	–	5,859
	13,128	17,723

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Rental paid to:		
CV Group (i)	–	4,918
	–	4,918

- (i) On 26 June 2025, the number of shares held by CV Group amounted to 179,108,500 shares, representing approximately 9.99% of the issued share capital in the Company. Accordingly, with effect from 26 June 2025, CV Group no longer acted as a substantial shareholder of the Company and hence was not the connected person of the Company under Chapter 14A of the Listing Rules. The transactions with CV Group disclosed above in note 22(a) only covered the transactions incurred from the 1 January 2025 to 26 June 2025.

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(Expressed in Renminbi Yuan unless otherwise indicated)

22 MATERIAL RELATED PARTY TRANSACTIONS *(Continued)*

(b) Balances with related parties

Balances with related parties at the end of each reporting period are as follows:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Amounts due from		
Conch Holdings	339,534	267,892
CKEM	–	92
Kawasaki HI	–	1,889
	339,534	269,873

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Amounts due to		
Conch Holdings	94,638	113,509
Kawasaki HI	5,019	–
CKEM	5,699	7,279
	105,356	120,788

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

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23 POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS, AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE SIX MONTHS ENDED 30 JUNE 2026

A number of amendments and new standards are not yet mandatory for annual periods beginning 1 January 2026. Earlier application is permitted; however, the Group has not early adopted any new or amended standards in preparing this interim financial report.

The following updates the information provided in the last annual financial statements about the possible impacts of IFRS 18 which may have a significant impact on the Group's consolidated financial statements when adopted.

IFRS 18, *Presentation and disclosure in financial statements*

IFRS 18 will replace IAS 1, *Presentation of financial statements*, and is first effective for annual reporting periods beginning on or after 1 January 2027.

IFRS 18 introduces new requirements for presentation and disclosure in financial statements, including new categories and defined subtotals in the statement of profit or loss, enhanced requirements for aggregation and disaggregation of information, and specific disclosures about management-defined performance measures. The Group is assessing the expected impact that the initial application of IFRS 18 will have on its consolidated financial statements.

The Group expects that the adoption of IFRS 18 will not change the group's net assets or net profit. However, it is expected to affect the presentation of the Group's consolidated statement of profit or loss and related note disclosures. Based on the work performed to date, the Group's assessment on the expected impact of the initial application of IFRS 18 is summarised below. The assessment remains subject to change as the Group continues its implementation work.

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23 POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS, AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE SIX MONTHS ENDED 30 JUNE 2026 *(Continued)*

IFRS 18, *Presentation and disclosure in financial statements* *(Continued)*

(a) Structure of the statement of profit or loss

IFRS 18 requires entities to classify income and expenses into specified categories in the statement of profit or loss, including operating, investing, and financing categories. It also requires entities to present two newly defined subtotals, which are “operating profit” and “profit or loss before financing and income taxes”. The operating profit subtotal is expected to differ from the current profit from operations subtotal presented by the Group. Based on the work performed to date, the Group also expects the following changes to the consolidated statement of profit or loss:

- Classification of income and expenses depends on the Group’s main business activities;
- Interest income and net realised and unrealised gain on financial assets measured at FVPL, which are currently presented in the Group’s other net income subtotal, are expected to be classified in the investing category. The income and expenses classified in the investing category, together with the subtotal “operating profit”, will form the new subtotal “profit or loss before financing and income taxes”;
- The Group is assessing the classification of income and expenses as currently included in the finance cost line item and expects that this line item will be disaggregated into “income and expenses on liabilities arising solely from raising of finance” and “interest expenses on other liabilities” in the financing category;
- The Group is required to assess the classification of foreign exchange differences in the same category as the income and expenses from the items that gave rise to the differences, unless doing so would involve undue cost or effort; and
- The Group currently presents operating expenses by function. The Group is assessing whether its current presentation, or a mixed presentation by nature and function, will provide the most useful structured summary of its operating expenses under IFRS 18. If the group continues to present one or more operating expense line item by function, information about five specific expenses by nature will be provided in a single note to the financial statements.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Renminbi Yuan unless otherwise indicated)

23 POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS, AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE SIX MONTHS ENDED 30 JUNE 2026 *(Continued)*

IFRS 18, *Presentation and disclosure in financial statements* *(Continued)*

(b) Management-defined performance measures (“MPM”)

MPMs are subtotals of income and expenses used in public communications outside the financial statements that communicate management’s view of an aspect of the financial performance of the entity as a whole to users. Based on the Group’s current assessment, “net profit of the principal activities attributable to equity shareholders”, which excludes the shares of profits of associates, is identified as a MPM since it is currently being reported by the Group in its management commentary, press releases, and investor presentations. The Group is also developing a process to identify its public communications and assess whether other measures reported in those communications meet the definition of an MPM.

The Group will be required to disclose specific information about MPMs in a single note in the financial statements. The MPMs disclosed by the group following adoption of IFRS 18 will be determined based on public communications issued by the Group relating to the same reporting period.

(c) Principles of aggregation and disaggregation

IFRS 18 provides enhanced principles on how to group information in the financial statements, including the primary financial statements and the notes. It also introduces guidance on labelling and describing items presented in the primary financial statements or disclosed in the notes.

The Group has been consistently applied the principles of aggregating and disaggregating the items on the basis of similar and dissimilar characteristics. The Group is also assessing line items currently labelled as “other” across the primary financial statements and the notes and expects to use more informative labels where material information would otherwise be obscured.

IFRS 18 also introduces consequential amendments to IAS 7, *Statement of cash flows*. The Group is assessing the impact of those amendments, including the requirement to use the newly defined operating profit subtotal as the starting point for the statement of cash flows when presenting operating cash flows under the indirect method and the classification of interest and dividend cash flows.

The actual impact of applying IFRS 18 may change as the Group continues to assess the new requirements and finalises any changes to its reporting processes, controls and accounting policies before the date of initial application.