

CANGGANG RAILWAY LIMITED

滄港鐵路有限公司

(Incorporated in the Cayman Islands with limited liability)

Stock code : 2169

2026

INTERIM REPORT



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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Liu Yongliang (劉永亮) (*Chairman*)

Mr. Yi Weiming (衣維明)

(*Chief Executive Officer*)

Non-executive Directors

Mr. Xu Zhihua (徐志華)

Mr. Qin Shaobo (秦少博)

(Resigned on 30 March 2026)

Independent non-executive Directors

Mr. Liu Changchun (劉長春)

Mr. Zhao Changsong (趙長松)

Ms. Lyu Qinghua (呂清華)

AUDIT COMMITTEE

Ms. Lyu Qinghua (呂清華) (*Chairlady*)

Mr. Xu Zhihua (徐志華)

Mr. Liu Changchun (劉長春)

REMUNERATION COMMITTEE

Mr. Liu Changchun (劉長春) (*Chairman*)

Mr. Xu Zhihua (徐志華)

Ms. Lyu Qinghua (呂清華)

NOMINATION COMMITTEE

Mr. Liu Yongliang (劉永亮) (*Chairman*)

Mr. Xu Zhihua (徐志華)

Mr. Liu Changchun (劉長春)

Ms. Lyu Qinghua (呂清華)

JOINT COMPANY SECRETARIES

Mr. Li Juncheng (李俊呈)

Mr. Wong Chi Keung (王志強)

(Appointed on 31 July 2026)

Ms. Wong Pui Kiu Ingrid (黃沛翹)

(Resigned on 31 July 2026)

AUTHORISED REPRESENTATIVES

Mr. Yi Weiming (衣維明)

Mr. Wong Chi Keung (王志強)

(Appointed on 31 July 2026)

Ms. Wong Pui Kiu Ingrid (黃沛翹)

(Resigned on 31 July 2026)

AUDITORS

HLB Hodgson Impey Cheng Limited

Certified Public Accountants

31/F, Gloucester Tower

The Landmark, 11 Pedder Street

Central, Hong Kong

LEGAL ADVISERS AS TO HONG KONG LAW

Morgan, Lewis & Bockius

19/F, Edinburgh Tower

The Landmark

15 Queen's Road Central

Hong Kong



PRINCIPAL BANKS

Hong Kong

Bank of China (Hong Kong) Limited

The PRC

Bank of Cangzhou, Station Branch

Agricultural Bank of China,

Cangzhou Yunhe Branch

Cangzhou Rural Commercial Bank

CAYMAN ISLANDS SHARE REGISTRAR AND TRANSFER OFFICE

Conyers Trust Company (Cayman) Limited

Cricket Square, Hutchins Drive

P.O. Box 2681

Grand Cayman KY1-1111

Cayman Islands

BRANCH SHARE REGISTRAR IN HONG KONG

Computershare Hong Kong

Investor Services Limited

Shops 1712-1716, 17th Floor

Hopewell Centre

183 Queen's Road East

Wanchai

Hong Kong

REGISTERED OFFICE

Cricket Square

Hutchins Drive, P.O. Box 2681

Grand Cayman, KY1-1111

Cayman Islands

HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN PRC

Yangzhuang Station

Yangerzhuang Town, Huanghua

Cangzhou, Hebei Province, China

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit 1005, 10/F

Tower Two Lippo Centre

No. 89 Queensway, Admiralty

Hong Kong

COMPANY'S WEBSITE

<http://www.czcgtl.com>

STOCK CODE

2169



DEFINITIONS AND GLOSSARY

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

“associate(s)”	has the meaning ascribed thereto under the Listing Rules
“Audit Committee”	the audit committee of the Company
“Board”	the board of directors of the Company
“BVI”	the British Virgin Islands
“Canggang Railway Line”	a local freight railway line in Cangzhou, Hebei Province, which connects Cangzhou and Bohai New Area which contains Port Huanghua, from Cangzhou Station* (滄州站) to Gangkou Station* (港口站)
“CG Code”	the corporate governance code as set out in Appendix C1 to the Listing Rules
“China” or “PRC”	the People’s Republic of China excluding for the purposes of this interim report only, Hong Kong, the Macau Special Administrative Region of the People’s Republic of China and Taiwan
“Company”	Canggang Railway Limited (滄港鐵路有限公司) (stock code: 2169), an exempted company incorporated in the Cayman Islands with limited liability on 19 October 2018
“Director(s)”	the director(s) of the Company
“Greenport BVI”	Greenport Railway Limited, a limited liability company incorporated under the laws of the BVI on 12 October 2018 and wholly owned by Mr. Yi Weiming
“Group”, “us” or “we”	the Company and its subsidiaries from time to time, or where the context so requires in respect of the period before the Company became the holding company of our present subsidiaries, the entities which carried on the business of the present Group at the relevant time
“HK\$” and “HK cents”	Hong Kong dollars and cents respectively, the lawful currency of Hong Kong



“Hong Kong”	The Hong Kong Special Administrative Region of the PRC
“Jinghai BVI”	Jinghai Group Investment Limited (京海集團投資有限公司), a limited liability company incorporated under the laws of the BVI on 12 October 2018 and wholly owned by Mr. Liu Yongliang
“Listing”	the Shares were listed on the Main Board of the Stock Exchange
“Listing Date”	23 October 2020, since which the Shares of the Company have been listed on the Stock Exchange
“Listing Rules”	the Rules Governing the Listing of Securities on the Main Board of the Stock Exchange
“Main Board”	the stock exchange (excluding the option market) operated by the Stock Exchange which is independent from and operated in parallel with the GEM of the Stock Exchange
“Model Code”	the model code for securities transactions by directors of listed issuers as set out in Appendix C3 of the Listing Rules
“Reporting Period”	the six months ended 30 June 2026
“RMB” and “RMB cents”	Renminbi, the lawful currency of the PRC
“share(s)”	ordinary share(s) of HK\$0.0025 each in the share capital of the Company
“Shareholder(s)”	the shareholder(s) of the Company
“Stock Exchange”	The Stock Exchange of Hong Kong Limited



DEFINITIONS AND GLOSSARY

“subsidiary(ies)” has the meaning ascribed to it in sections 15 of the Companies Ordinance (Chapter 622 of the Laws of Hong Kong)

“%” per cent

* *The English translation of company names in Chinese is for identification purposes only. If there is any inconsistency between the Chinese names of entities or enterprises established in China and their English translations, the Chinese names shall prevail.*



BUSINESS OVERVIEW

The Group is an established and expanding local railway operator based in Hebei Province. With our Canggang Railway Line, we continue to provide our customers with comprehensive freight transportation services and one-stop logistics solutions. The first half of 2026 has presented a more favourable operating environment compared to the prior year. According to the National Railway Administration, the national railway freight market showed steady recovery during the period, with total cargo volume reaching 2,015 million tonnes in the first half of 2026, a year-on-year increase of 1.8%. Notably, the national railway transported 1,051 million tonnes of coal during the same period, of which 701 million tonnes were thermal coal for power generation, with direct-supply power plants maintaining high inventory levels. This recovery was supported by strong summer peak electricity demand and stable energy supply chain policies from the central government.

At the regional level, Hebei Province has continued to implement policies to promote logistics cost reduction and efficiency improvement. In March 2026, the Hebei Provincial Department of Transport issued 15 measures to optimise the business environment, focusing on promoting fair competition in the industry, regulating orderly development, and creating a supportive factor environment. The measures specifically support the development of rail-water intermodal transport and road-rail intermodal transport to facilitate logistics cost reduction and quality enhancement. The province has also been advancing major infrastructure projects, including the Shijiazhuang-Hengshui-Cangzhou-Huanghua intercity railway, which is expected to commence operation by the end of the year and is expected to further enhance regional rail connectivity and logistics capacity in the future.

Since 2025, our marketing team has been proactively executing management's dual strategy of "overseas expansion" and "extensive investigation and research," making repeated visits to key upstream markets including Shanxi, Shaanxi, Inner Mongolia, Ningxia, Xinjiang and Gansu. Through these sustained engagements, we have actively promoted the competitive advantages of the "Canggang Railway Line – Port Huanghua" corridor, gathered valuable market intelligence, strengthened customer relationships, and identified new business opportunities. These efforts have yielded tangible results, contributing to the Group's improved performance in the first half of 2026. Against this backdrop, the Group achieved a total cargo volume of 8.3 million tonnes for the six months ended 30 June 2026, representing an increase of 23.9% or 1.6 million tonnes compared to 6.7 million tonnes for the six months ended 30 June 2025. The improvement was driven by increased coal transportation volumes benefiting from the national and regional policy support, continued growth in coke and ore fines transportation, and enhanced operational efficiency through refined scheduling processes and reduced turnaround times.

FUTURE DEVELOPMENT

As at 30 June 2026, we operated one local railway, the Canggang Railway Line. One of our business strategies is to construct an additional branch line to expand our business scale, including the expansion of our geographic presence and business to the Comprehensive Industrial Park in Bohai New Area. We have obtained the approval from the Development and Reform Commission of Hebei Province in relation to the construction of the new branch line in January 2024 and have commenced its construction at the end of 2024, and the roadbed works were basically completed in 2025.

We are also in the process of upgrading and renovating the relevant infrastructure of our Canggang Railway Line to enhance safety and increase the overall capacity of our railway operations.

FINANCIAL REVIEW

Revenue

	Six months ended 30 June			
	2026		2025	
	<i>RMB in thousands, other than percentages</i>			
Rail freight transportation	125,553	77.0%	112,135	85.1%
Ancillary services				
Loading and unloading	10,568	6.5%	9,497	7.2%
Road freight transportation	187	0.1%	709	0.6%
Construction, maintenance and repair	22,636	13.9%	4,209	3.2%
Others	4,077	2.5%	5,154	3.9%
Subtotal	37,468	23.0%	19,569	14.9%
Total	163,021	100.0%	131,704	100.0%

Our revenue increased by 23.8% or RMB31.3 million from RMB131.7 million for the six months ended 30 June 2025 to RMB163.0 million for the Reporting Period. The increase was primarily due to the increase in revenue from rail freight transportation of RMB13.4 million and construction, maintenance and repair services of RMB18.4 million.

Our revenue from rail freight transportation increased by 12.0% or RMB13.4 million from RMB112.1 million for the six months ended 30 June 2025 to RMB125.6 million for the Reporting Period, mainly due to the varying degrees of growth in the transportation of coal, coke and ore fines resulting from our continue efforts since 2025.

Our revenue from ancillary services increased by 91.5% or RMB17.9 million from RMB19.6 million for the six months ended 30 June 2025 to RMB37.5 million for the Reporting Period. This increase in revenue from ancillary services was primarily attributable to the construction of a special railway line undertaken by the Company during the Reporting Period.

**Operating expenses**

Our operating expenses include staff costs, outsourcing service charges and other labor costs, cargo logistics, depreciation, fuel used, repair and maintenance, general and administration expenses, impairment loss on trade receivables and other expenses. The operating expenses increased by 13.8% or RMB12.3 million from RMB89.2 million for the six months ended 30 June 2025 to RMB101.5 million for the six months ended 30 June 2026. The increase was primarily driven by the raise in our staff cost and material cost for construction by 44.5% or RMB14.2 million. In specific, construction costs increased by RMB11.8 million, mainly because the Company undertook the construction of a special railway line, while labour costs increased by RMB2.5 million mainly as a result of higher transportation volume.

Against the backdrop of a moderated economic recovery in the PRC, where policymakers continue to balance structural reforms with targeted stimulus measures, we have proactively strengthened our liquidity management framework. The Company has implemented rigorous controls over receivables, including enhanced senior management oversight of aging balances, to navigate the current environment of selective credit tightening and cautious corporate spending. These disciplined measures have maintained stability in our trade and bills receivables, which stood at RMB76.1 million as at 31 December 2025 and RMB72.5 million as at 30 June 2026, demonstrating both the effectiveness of our risk mitigation strategies and our judicious approach to credit provisioning in this phase of economic rebalancing.

Other income, net

Our other income decreased by 90.8% or RMB10.1 million from RMB11.1 million for the six months ended 30 June 2025 to RMB1.0 million for the six months ended 30 June 2026, primarily due to the Company earned a one-off fair value gain on the financial assets measures at fair value through profit or loss ("FVTPL") during the six months ended 30 June 2025.

Segment information

Information reported to the Group's management, being the chief operating decision maker ("CODM"), for the purpose of resources allocation and performance assessment.

Effective since the year ended 31 December 2025, the Group changed its segment disclosure to a single segment, being rail freight transportation and ancillary services segment because the Group changed its structure of its internal organisation, including changes in its key management personnel in the Group's revenue centre and internal reporting review process. This change in segment reporting aligns with the manner in which the Group's CODM currently receives and uses financial information to allocate resources and evaluate the performance of reporting segments. This change in segment presentation does not affect unaudited condensed consolidated statement of financial position, unaudited condensed consolidated statement of profit or loss, unaudited condensed consolidated statement of profit or loss and other comprehensive income or unaudited condensed consolidated cash flows statement. The Group retrospectively revised prior period segment information, to conform to current period presentation.



MANAGEMENT DISCUSSION AND ANALYSIS

Finance costs

Our finance costs remain relatively stable at RMB13.6 million for the six months ended 30 June 2026 and RMB13.9 million for the six months ended 30 June 2025, because the Company is maintaining a steady average loan balance.

Income tax expense

Our income tax expense increased by 45.1% or RMB4.0 million from RMB9.0 million for the six months ended 30 June 2025 to RMB13.0 million for the six months ended 30 June 2026 mainly due to the increase in profit contributed from the rail freight transportation. Our effective tax rate increased by 4.1% from 22.5% for the six months ended 30 June 2025 to 26.6% for the Reporting Period, which was mainly because the fair value gains generated in 2025 on the financial assets measures at FVTPL, which are not taxable.

Profit for the period and net profit margin

For the six months ended 30 June 2026, the Group recorded a profit of RMB35.9 million, representing a 16.8% or RMB5.2 million increase from RMB30.8 million for the six months ended 30 June 2025. This improvement was primarily attributable to increased coal transportation volumes in our rail freight business and revenue generated from our construction projects.

Our net profit margin remain relatively stable at 22.0% to 23.3% for the six months ended 30 June 2025 and the Reporting Period, reflecting the successful stabilize of our core rail freight transportation business in the current period.

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

As at 30 June 2026, the Group had net current assets of approximately RMB193.1 million (31 December 2025: RMB18.2 million). The Group continued to maintain a strong financial position. During the Reporting Period, our cash and cash equivalent increased by 21.3% or RMB23.0 million to RMB131.0 million as at 30 June 2026 from RMB108.0 million as at 31 December 2025, which was mainly due to the net cash generated from our operating activities. With our strong banking facilities supported by different banks available to the Group, we have adequate financial resources to meet our working capital needs as well as to fund our budgeted construction and upgrade plans in 2026 and 2027.

As at 30 June 2026, our interest-bearing borrowings were RMB508.1 million (31 December 2025: RMB533.0 million), of which RMB462.1 million (31 December 2025: RMB315.8 million) was long-term borrowing. We had unutilized and unrestricted banking facilities of RMB57.5 million (31 December 2025: RMB40.0 million), none of which were guaranteed or secured by our related parties.

The gearing ratio, which is calculated by total debt (being bank and other loans) divided by total equity then multiplied by 100%, was approximately 57.9% as at 30 June 2026 (31 December 2025: approximately 63.4%). The decrease was mainly attributed to the decrease in the ending balance of our bank and other loans. The Group continue to maintain a strong and comfortable liquidity position that remains well within our risk management parameters.



Importantly, our financial structure continues to be robust, with sufficient coverage ratios and maintaining ample financial flexibility. The current gearing level reflects our strategic decision to utilize debt financing while preserving a healthy balance sheet position to support future growth initiatives.

Pledge of assets

As at 30 June 2026, certain of our property, plant and equipment with carrying amount of approximately RMB6.5 million (31 December 2025: RMB6.7 million), were secured for our bank loans. Also, our property, plant and equipment with carrying amount of approximately RMB198.2 million (31 December 2025: RMB214.2 million) were pledged for our other loans.

As at 30 June 2026, a certain portion of our right-of-use assets with carrying amount of approximately RMB101.4 million (31 December 2025: RMB102.8 million) were pledged for our bank loans, and no right-of-use assets (31 December 2025: Nil) were pledged for our other loans.

Contingent liabilities

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

Foreign exchange risk

The Group mainly operates in the PRC with most of the transactions denominated and settled in RMB. It is expected that the Group will not be subjected to any material adverse effects arising from exchange rate fluctuation except for a few listing compliance transactions as well as the settlement of dividend and demand deposits in Hong Kong dollars. The Group currently does not have any foreign currency hedging policies. Nevertheless, the Group will continue to monitor foreign exchange risk exposure and will take appropriate action when needed.

CAPITAL EXPENDITURE AND COMMITMENTS

Capital Expenditure

During the Reporting Period, we have invested RMB38.9 million for our capital expenditure which was mainly related to the upgrading and renovating of the basic infrastructure of our Canggang Railway Line. We financed our capital expenditure through the proceeds from the initial public offering, cash generated from operations and banking facilities.

Capital Commitments

As at 30 June 2026, our outstanding capital commitments in respect of property, plant and equipment amounted to approximately RMB65.7 million (31 December 2025: RMB92.7 million). Save as disclosed in this interim report, we did not have any other material capital commitment.



MANAGEMENT DISCUSSION AND ANALYSIS

SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES, AND FUTURE PLANS FOR MATERIAL INVESTMENTS OF CAPITAL ASSETS

Save as disclosed in this interim report, there were no significant investments held by the Group during the Reporting Period, nor was there any material acquisition or disposal of subsidiaries, associates and joint venture during the Reporting Period. Save as disclosed in this interim report, there was no other plan for significant investments or additions of capital assets as at 30 June 2026.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares as defined in the Listing Rules) during the Reporting Period. As at 30 June 2026, the Company did not hold any treasury shares as defined in the Listing Rules.

EVENTS AFTER THE REPORTING PERIOD

The Group did not have any material subsequent event after the Reporting Period and up to the date of this interim report.

EMPLOYEE AND REMUNERATION POLICIES

As at 30 June 2026, the Group had 621 employees (31 December 2025: 627 employees) (including two executive Directors but excluding three independent non-executive Directors).

The Group offers attractive remuneration package to the employees as the Directors believe the consistency and quality of our staffs is the key to success. In order to retain our staff and motivate them for better performance, the remuneration package, including basic salary and other employee benefits such as bonus, are reviewed annually according to their individual performance. We are also committed to providing a caring environment to retain our staff and for better performance. We provided sufficient trainings and persuaded our staff to attend other courses to maintain their professionalism and qualifications.

SHARE OPTION SCHEME

The Company adopted a share option scheme (the “Share Option Scheme”) which is conditionally approved by a resolution of the then Shareholders of our Company passed on 16 June 2020. The terms of the Share Option Scheme are in compliance with the provisions of Chapter 17 of the Listing Rules effective as of the date of adoption of the Share Option Scheme.

The Share Option Scheme is to provide an incentive or reward for the Grantees (as defined below) for their contribution or potential contribution to the Group.

The purpose of the Share Option Scheme is to give the Eligible Persons (as defined below) an opportunity to have a personal stake in our Company and help motivate them to optimize their future contributions to our Group and/or to reward them for their past contributions, to attract and retain or otherwise maintain on-going relationships with such eligible persons (“Eligible Persons”) who are significant to and/or whose contributions are or will be beneficial to the performance, growth or success of our Group, and additionally in the case of Executives (as defined below), to enable our Group to attract and retain individuals with experience and ability and/or reward them for their past contributions.

Under the Share Option Scheme, the Eligible Persons include (i) any executive director of, manager of, or other employee holding an executive, managerial, supervisory or similar position in any member of our Group (“Executive”), any proposed employee, any full-time or part-time employee, or a person for the time being seconded to work full-time or part-time for any member of our Group (“Employee”); (ii) a director or proposed director (including an independent non-executive director) of any member of our Group; (iii) a direct or indirect shareholder of any member of our Group; (iv) a supplier of goods or services to any member of our Group; (v) a customer, consultant, business or joint venture partner, franchisee, contractor, agent or representative of any member of our Group; (vi) a person or entity that provides design, research, development or other support or any advisory, consultancy, professional or other services to any member of our Group; (vii) an associate of any of the persons referred to in paragraphs (i) to (vi) above; and (viii) any person involved in the business affairs of the Company whom our Board determines to be appropriate to participate in the Share Option Scheme.

Subject to the provisions of the Listing Rules, the Board may in its absolute discretion when offering the grant of an option impose any conditions, restrictions or limitations in relation thereto in addition to those set forth in the Share Option Scheme as the Board may think fit. Subject to such terms and conditions as the Board may determine as aforesaid (including such terms and conditions in relation to their vesting, exercise or otherwise) under the terms of the Share Option Scheme, there is no specific period within which the option may be exercised by the grantee, and there is no vesting period for any option granted under the Share Option Scheme, and there is no performance target which need to be achieved by the grantee before the option can be exercised.



OTHER INFORMATION

The maximum number of Shares which may be issued upon exercise of all options to be granted under the Share Option Scheme and any other scheme of our Group shall not in aggregate exceed 10% of the Shares in issue as the Listing Date (such 10% limit representing 100,000,000 Shares (400,000,000 Shares after Share Subdivision)) (the “Scheme Mandate Limit”). The Board may think fit seek approval from our Shareholders to refresh the Scheme Mandate Limit, save that the maximum number of Shares which may be issued upon exercise of all options to be granted under the Share Option Scheme and any other schemes of our Company shall not exceed 10% of our Shares in issue as of the date of the Shareholders’ approval. The number of options/shares available for grant under the Share Option Scheme at the beginning and the end of the Reporting Period were both 400,000,000, representing 10% of the entire issued share capital (excluding treasury shares) of the Company.

We may seek separate Shareholders’ approval for granting Options beyond the Scheme Mandate Limit, provided that the Options in excess of the Scheme Mandate Limit are granted only to the Eligible Person specified by our Company before such approval is obtained. We shall issue a circular to the Shareholders containing the details and information required under the Listing Rules.

Notwithstanding anything to the contrary in the Share Option Scheme, the maximum number of Shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other schemes of our Group shall not exceed 30% of our Company’s issued share capital from time to time. No Options may be granted under the Share Option Scheme and any other share option scheme of our Company if this will result in such limit being exceeded.

No Option may be granted to any one person such that the total number of Shares issued and to be issued upon exercise of Options granted and to be granted to that person in any 12-month period exceeds 0.1% of our Company’s issued share capital from time to time.

An offer of the grant of an Option shall remain open for acceptance by the Eligible Person concerned for a period of 28 days from the offer date. An Option have been granted and accepted by the Eligible Person when the duplicate offer letter is duly signed by the grantee together with a remittance of HK\$1.00 is received by our Company on or before the date upon which an offer of an Option must be accepted by the relevant Eligible Person.

The subscription price in respect of any particular Option shall be such price as the Board may in its absolute discretion determine at the time of grant of the relevant Option. The subscription price shall be at least the highest of (i) the nominal value of a Share; (ii) the closing price of a Share as stated in the Stock Exchange’s daily quotations sheet on the offer date; and (iii) the average closing price of a Share as stated in the Stock Exchange’s daily quotations sheets for the five Business Days immediately preceding the offer date.

Subject to the terms of the Share Option Scheme, the Board shall be entitled at any time within 10 years from the adoption date to offer the grant of an Option to any Eligible Person as the Board may in its absolute discretion select to subscribe at the subscription price for such number of Shares as the Board may (subject to the terms of the Share Option Scheme) determine (provided the same shall be a board lot for dealing in the Shares on the Stock Exchange or an integral multiple thereof).

The Share Option Scheme shall be valid and effective for a period of 10 years from the date on which it becomes unconditional on the Listing Date, i.e. 23 October 2020, after which no further options will be granted or offered but the provisions of the Share Option Scheme shall remain in force and effect in all other respects. All options granted prior to such expiry and not then exercised shall continue to be valid and exercisable subject to and in accordance with the Share Option Scheme. The remaining life of the 2022 Share Option Scheme is around four years and four months as of 30 June 2026.

No share options had been granted, exercised, vested, cancelled or lapsed under the Share Option Scheme since the adoption of the Share Option Scheme (including the Reporting Period). As at the date of this interim report, the total number of shares available for issue under the Share Option Scheme was 400,000,000, representing 10% of the entire issued share capital (excluding treasury shares) of the Company. For the avoidance of doubt, assuming no award has been granted under the 2022 Share Award Scheme, the maximum number of Shares which may be issued upon exercise of all options to be granted under the Share Option Scheme and any other scheme of our Group shall not in aggregate exceed 400,000,000 Shares.

Other than the Share Option Scheme as disclosed above and the Scheme disclosed below, at no time during the Reporting Period was the Company, or any of its subsidiaries or its fellow subsidiaries, a party to any arrangements to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

Besides the Share Option Scheme discussed in the above paragraphs and the Scheme disclosed below, no equity-linked agreements were entered into during the year or subsisting at the Reporting Period.



OTHER INFORMATION

2022 SHARE AWARD SCHEME

The Company adopted the 2022 Share Award Scheme (the “2022 Share Award Scheme”) on 28 September 2022 (the “Adoption Date”). The terms of the 2022 Share Award Scheme are in compliance with the provisions of Chapter 17 of the Listing Rules effective as of the Adoption Date.

The purposes of the 2022 Share Award Scheme are to recognize the contributions of certain directors and employees of the Group, certain directors and employees of the holding companies, fellow subsidiaries or associated companies of the Company, certain service providers or other eligible participant(s) and to retain and motivate them to strive for the future development and expansion of the Group by providing them with the opportunity to acquire equity interests in the Company.

Under the rules constituting the 2022 Share Award Scheme, the individuals eligible for participation in the 2022 Share Award Scheme (the “Eligible Participants”) include any director and employee of the Group; any director and employee of the holding companies, fellow subsidiaries or associated companies of the Company; or any person who provides services (“Service Providers”) to the Group on a continuing or recurring basis in the Group’s ordinary and usual course of business which are in the interests of the long term growth of the Group whom the Board believes and in its sole discretion, determines that have contributed or will contribute to the Group but excluding the following persons: (i) any seconded employee, part-time employee or non-full time employee of the Group; (ii) any employee of the Group who at the relevant time has given or been given notice terminating his employment, office or directorship as the case may be; and (iii) any other person that the Board may determine from time to time.

For the avoidance of doubt, Service Providers should exclude (i) placing agents or financial advisers providing advisory services for fundraising, mergers or acquisitions; and (ii) professional service providers such as auditors or valuers who provide assurance, or are required to perform their services with impartiality and objectivity.

The Board shall not make any further award of Share(s) (“Awarded Shares”) provisionally granted to a grantee (“Grantee”) who is an Eligible Participant as selected by the Board pursuant to the 2022 Share Award Scheme which will result in the number of Shares awarded by the Board under the 2022 Share Award Scheme exceeding ten per cent (10%) of the issued Shares as at the Adoption Date.

As of the date of this interim report, the total number of Shares available for granting under the 2022 Share Award Scheme was 400,000,000 Shares, representing 10% of the entire issued share capital (excluding treasury shares) of the Company as of the same date. The maximum number of Shares which may be issued upon exercise of all awards and options to be granted under the 2022 Share Award Scheme and any other scheme of our Group shall not in aggregate exceed 10% of the Shares in issue as the Listing date (such 10% limit representing 100,000,000 Shares (400,000,000 Shares after Share Subdivision)).



Under the terms of the 2022 Share Award Scheme, there is no specified amount payable on acceptance of any award granted under the scheme, no specified period within which payments must be made, and no purchase price of Shares awarded. However, the Board is entitled to impose any conditions (including, without limitation, the performance, operating and financial targets and other criteria, if any, to be satisfied by the selected participant), as it deems appropriate in its sole and absolute discretion before the awarded Shares can vest.

Pursuant to the 2022 Share Award Scheme, no award may be granted to (i) any one person such that the total number of Shares issued and to be issued upon exercise of award granted and to be granted to that person in any 12-month period exceeds 0.1% of our Company's issued share capital from time to time; and (ii) any independent non-executive Director whose aggregate interest in the Company reaches 1% or above of the Shares in issue.

Awarded shares may be acquired by the trustee by way of purchase of Shares on the Stock Exchange at the prevailing market price (subject to such maximum price as may be from time to time prescribed by the Board). No Shares shall be purchased by the trustee during the black-out period.

Such awarded shares shall then be held by the trustee for the Eligible Participants in accordance with the provisions of the 2022 Share Award Scheme prior to vesting. The trustee (and its nominee) shall not exercise any voting rights in respect of any Shares held by it as nominee or under the trust constituted by the trust deed (including but not limited to any Awarded Shares, the returned Shares, any bonus Shares and scrip Shares). The Grantees shall not have any right to receive any Awarded Shares set aside for them unless and until the trustee has transferred and vested the legal and beneficial ownership of such Awarded Shares to and in the Grantees. The Board may from time to time, during the granting of award, or at its discretion, determine the earliest vesting date and other subsequent date(s), if any, in relation to the vesting period.

The 2022 Share Award Scheme shall be valid and effective for a period of ten (10) years commencing from the Adoption Date but may be terminated earlier as determined by the Board provided that such termination shall not affect any subsisting rights of any Grantee hereunder. The remaining life of the 2022 Share Award Scheme is around five years and eleven months as of 30 June 2026.

Details of the 2022 Share Award Scheme are set out in the Company's announcement dated 28 September 2022. As of the date of this interim report, no awards or Shares had been granted, exercised, vested, cancelled, lapsed or subject to any vesting conditions under the 2022 Share Award Scheme since the Adoption Date (including the Reporting Period). The total number of the Shares purchased by the trustee for the purpose of the 2022 Share Award Scheme and available for grant under the 2022 Share Award Scheme as at the beginning and the end of the Reporting Period was 239,512,000 and 239,512,000, representing approximately 5.99% of the issued Shares as at the date of this interim report, respectively. The maximum number of Shares which may be issued upon exercise of all awards and options to be granted under the 2022 Share Award Scheme and any other scheme of our Group shall not in aggregate exceed 400,000,000 Shares.

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at the end of the Reporting Period, the interests and short positions of the Directors and the chief executives in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong, the "SFO")), which (a) were 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 deemed to have under such provisions of the SFO) or (b) as recorded in the register kept by the Company, pursuant to section 352 of the SFO or (c) otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers were as follows:

Interest in the Company (long position)

Name of Director/ Chief Executive	Capacity/Nature of interest	Number of Shares interested	Percentage of shareholding
Mr. Liu Yongliang	Interest in a controlled corporation ⁽¹⁾	1,613,558,000	40.34%
Mr. Yi Weiming	Interest in a controlled corporation ⁽²⁾	72,000,000	1.80%

⁽¹⁾ Mr. Liu Yongliang is the sole shareholder of Jinghai BVI and he is therefore deemed to be interested in the Shares held by Jinghai BVI.

⁽²⁾ Mr. Yi Weiming is the sole shareholder of Greenport BVI and he is therefore deemed to be interested in the Shares held by Greenport BVI.

As at the end of the Reporting Period, so far as is known to any Directors or chief executives of the Company, none of the Directors or chief executives of the Company has any 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) which (a) were 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 were taken or deemed to have under such provisions of the SFO) or (b) were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein or (c) were required, pursuant to the Model Code, to be notified to the Company and the Stock Exchange.



INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OF THE SUBSTANTIAL SHAREHOLDERS UNDER THE SFO

Set out below is the name of the party whose interests and short positions in the shares and underlying shares of the Company (pursuant to part XV of the SFO) as at the end of the Reporting Period as recorded in the register kept by the Company under section 336 of the SFO:

Interest in the Company (long position)

Name	Nature of interest	Number of Shares	Approximate % of shareholding
Jinghai BVI	Beneficial owner	1,613,558,000	40.34%
Mr. Liu Yongliang ⁽¹⁾	Interest in a controlled corporation	1,613,558,000	40.34%
Hebei Cangzhou Traffic Holding Group Co., Ltd.	Beneficial owner	1,151,000,000	28.78%

⁽¹⁾ Mr. Liu Yongliang is the sole shareholder of Jinghai BVI and he is therefore deemed to be interested in the Shares held by Jinghai BVI.

Save as disclosed above, as at the end of the Reporting Period, no other persons had any interests or short positions in the shares or underlying shares of the Company as recorded in the register required to be kept under Section 336 of the SFO, or which would fall to be disclosed under Part XV of the SFO.

CORPORATE GOVERNANCE

Since the Listing of our Shares on the Stock Exchange on 23 October 2020, the Company has been committed to maintaining high standard of corporate governance. The Board believes that good corporate governance is the basis in ensuring the proper management in the interest of all our shareholders and other stakeholders. Improvement of the corporate governance is a long and systematic project, which requires strong commitment and perseverance. As it always has, the Company will continuously improve the risk assessment and monitoring procedures, internal control policy, enhancing our transparency and disclosures quality to our shareholders to promote the sustainable and robust development of the Company in light of evolving business and regulatory environment and to meet the expectations of stakeholders.

The Group is an established and expanding local railway operator based in Hebei Province. With our Canggang Railway Line, we continue to provide our customers with comprehensive services and one-stop solutions of our freight transportation. As a listed company, we are committed to providing high-quality and reliable services, creating value through sustainable growth and development.



OTHER INFORMATION

The Group has set out the following values to provide guidance on employees' conduct and behaviours as well as the business activities, and to ensure they are embedded throughout the Company's vision, mission, and business strategies:

- (a) Objective – Serving local economy, building a century-old railway
- (b) Vision – Creating value for customers, fostering well-being for employees, generating benefits for the Company, creating wealth for society
- (c) Philosophy – Operating in compliance with laws, upholding integrity, prioritising safety, putting service first
- (d) Spirit – Pursuing truth, pragmatism, and excellence, working together for development
- (e) Core value – Rooted in safety, people-oriented, integrity first, virtuous conduct and professionalism

The Group will continuously review and adjust, if necessary, its business strategies and keep track of the changing market conditions to ensure prompt and proactive measures will be taken to respond to the changes and meet the market needs to foster the sustainability of the Group.

During the Reporting Period, the Company has applied the principles and code provisions as set out in the CG Code, and has complied with all the applicable code provisions as set out in Part 2 of the CG Code.

The Board will continue to review and monitor the corporate governance practices of the Group to ensure compliance with the CG Code from time to time, and to ensure that the Group is led by an effective Board with an independent view from the independent non-executive Directors, in order to optimize return for the Shareholders.

DIRECTORS

The Directors during the Reporting Period and up to the date of this interim report were:

Executive Directors

Mr. Liu Yongliang (*Chairman*)

Mr. Yi Weiming (*Chief executive officer*)

Non-executive Directors

Mr. Xu Zhihua

Mr. Qin Shaobo (Resigned on 30 March 2026)

Independent Non-executive Directors

Mr. Liu Changchun

Mr. Zhao Changsong

Ms. Lyu Qinghua

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code set out in Appendix C3 to the Listing Rules. Specific enquiry has been made to all the Directors, all the Directors have confirmed that they have complied with the required standard set out in Model Code during the Reporting Period.

NON-COMPETITION UNDERTAKING

The Controlling Shareholders have given written declarations and have confirmed, to the Company that they have complied with the non-competition undertakings under the Deed of Non-Competition during the Reporting Period. The Controlling Shareholders have also confirmed in the declarations that they have no interest in any business apart from the Company which competes or is likely to compete, directly or indirectly, with the Company's business during the Reporting Period.

The independent non-executive Directors have reviewed the status of compliance with the undertakings by the Controlling Shareholders and confirmed that they were not aware of any non-compliance of the non-competition undertakings under the Deed of Non-Competition, and are satisfied that such undertakings had been duly enforced and complied with during the Reporting Period.

SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available and within the knowledge of the Directors, the Company has maintained a sufficient public float at 25% of the total number of issued shares (excluding treasury shares) as at 30 June 2026, all of which are listed on the Stock Exchange, and has complied with Rule 13.32B(1) of the Listing Rules throughout the Reporting Period and as at the date of this interim report.



OTHER INFORMATION

AUDIT COMMITTEE

The Audit Committee comprises two independent non-executive Directors, namely Ms. Lyu Qinghua (Chairlady of the Audit Committee) and Mr. Liu Changchun, and a non-executive Director, namely Mr. Xu Zhihua.

The Audit Committee has reviewed the Group's unaudited condensed consolidated interim financial statements for the Reporting Period. The Audit Committee has also reviewed the accounting principles and practices adopted by the Group and the Audit Committee is of the opinion that such unaudited condensed consolidated interim financial statements comply with the applicable accounting standards, the Listing Rules and that adequate disclosures have been made.

INTERIM DIVIDEND

The Board does not recommend the payment of any dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

CHANGES IN INFORMATION IN RESPECT OF DIRECTORS

Pursuant to Rule 13.51B(1) of the Listing Rules, the changes in the Director's and chief executives of the Company subsequent to the date of the interim report and up to the date of this interim report are set out below:

Subsequent to the year ended 31 December 2025, Mr. Qin Shaobo resigned as a non-executive Director with effect from 30 March 2026.

APPRECIATION

The Board would like to take this opportunity to express its sincere gratitude to the management team and staff for their hard work and contribution, and to our Shareholders, investors and business partners for their support.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

(For the six months ended 30 June 2026)

	Note	2026 RMB'000	2025 RMB'000
Revenue	5	163,021	131,704
Operating expenses:			
Staff costs	7(b)	(28,456)	(25,994)
Outsourcing service charges and other labor costs		(8,796)	(9,200)
Cargo logistics		(10,624)	(11,962)
Depreciation	7(c)	(15,966)	(17,918)
Fuel used		(10,989)	(11,621)
Repairs and maintenance		(17,706)	(5,941)
General and administration expenses		(3,620)	(4,802)
Reversal of impairment loss on trade receivables		(285)	86
Other expenses		(5,055)	(1,821)
Total operating expenses		(101,497)	(89,173)
Other income, net	6	1,018	11,071
Operating profit		62,542	53,602
Finance costs	7(a)	(13,648)	(13,900)
Profit before taxation	7	48,894	39,702
Income tax	8	(12,992)	(8,951)
Profit for the period		35,902	30,751
Attributable to:			
Equity owner of the Company		36,053	30,878
Non-controlling interests		(151)	(127)
Profit for the period		35,902	30,751
Earnings per share (RMB cents)			
– Basic and diluted	10	0.94	0.80



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

(For the six months ended 30 June 2026)

	2026 RMB'000	2025 RMB'000
Profit for the period	35,902	30,751
Other comprehensive income for the period (after tax):		
Item that may be reclassified subsequently to profit or loss:		
– Exchange differences on translation into presentation currency of the Group	(256)	686
Total comprehensive income for the period	35,646	31,437
Attributable to:		
Equity owners of the Company	35,797	31,564
Non-controlling interests	(151)	(127)
Total comprehensive income for the period	35,646	31,437

The notes on pages 31 to 52 form part of these financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(As at 30 June 2026)

	Note	As at 30 June 2026 RMB'000	As at 31 December 2025 RMB'000
Non-current assets			
Property, plant and equipment	11	896,864	879,347
Right-of-use assets		210,650	210,983
Interest in an associate		6,016	16
Financial assets at fair value through profit or loss ("FVTPL")	15	72,186	72,108
Deferred tax assets		620	836
Prepayments and other receivables	14	6,050	7,648
Total non-current assets		1,192,386	1,170,938
Current assets			
Inventories	12	75,042	73,497
Trade and bills receivables	13	72,547	76,178
Prepayments and other receivables	14	21,187	39,990
Cash and cash equivalents	16	131,048	108,048
Total current assets		299,824	297,713
Current liabilities			
Bank and other loans	20	46,069	217,138
Trade payables	17	39,214	23,666
Other payables	18	6,140	9,162
Contract liabilities	19	8,489	23,611
Deferred income		1,105	1,105
Current taxation		6,775	4,835
Total current liabilities		107,792	279,517
Net current assets		192,032	18,196
Total assets less current liabilities		1,384,418	1,189,134



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(As at 30 June 2026)

	Note	As at 30 June 2026 RMB'000	As at 31 December 2025 RMB'000
Non-current liabilities			
Bank and other loans	20	462,056	315,840
Deferred income		45,476	32,054
Total non-current liabilities		507,532	347,894
NET ASSETS		876,886	841,240
CAPITAL AND RESERVES	21		
Share capital		8,607	8,607
Reserves		841,036	805,239
Total equity attributable to equity owners of the Company		849,643	813,846
Non-controlling interests		27,243	27,394
TOTAL EQUITY		876,886	841,240

The notes on pages 31 to 52 form part of these financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(For the six months ended 30 June 2026)

	Attributable to equity owners of the Company										
	Share capital RMB'000 (Note 21(b))	Share premium RMB'000	Other reserve RMB'000	Share held for share award scheme RMB'000 (Note 21(c))	Statutory reserve RMB'000	Safety production fund reserve RMB'000	Exchange reserve RMB'000	Retained profits RMB'000	Subtotal RMB'000	Non- controlling interests RMB'000	Total equity RMB'000
As at 1 January 2025	8,607	107,871	97,830	(94,542)	100,520	–	(9,081)	568,039	779,244	27,751	806,995
Changes in equity for the six months ended 30 June 2025:											
Profit for the period	–	–	–	–	–	–	–	30,878	30,878	(127)	30,751
Other comprehensive income	–	–	–	–	–	–	686	–	686	–	686
Total comprehensive income	–	–	–	–	–	–	686	30,878	31,564	(127)	31,437
Appropriation to reserves	–	–	–	–	2,575	–	–	(2,575)	–	–	–
Safety production fund reserve	–	–	–	–	–	2,281	–	(2,281)	–	–	–
– Appropriation	–	–	–	–	–	(2,281)	–	2,281	–	–	–
– Utilisation	–	–	–	–	–	–	–	–	–	–	–
As at 30 June 2025	8,607	107,871	97,830	(94,542)	103,095	–	8,395	596,342	810,808	27,624	838,432





UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(For the six months ended 30 June 2026)

	Attributable to equity owners of the Company								Non-controlling interests RMB'000	Total equity RMB'000
	Share capital RMB'000	Share premium RMB'000	Other reserve RMB'000	Share held for share award scheme RMB'000	Statutory reserve RMB'000	Safety production fund reserve RMB'000	Exchange reserve RMB'000	Retained profits RMB'000	Subtotal RMB'000	
As at 1 January 2026	8,607	107,871	97,830	(94,542)	105,115	-	(9,210)	598,175	813,846	841,240
Changes in equity for the six months ended 30 June 2026:										
Profit for the period	-	-	-	-	-	-	-	36,053	36,053	35,902
Other comprehensive income	-	-	-	-	-	-	(256)	-	(256)	(256)
Total comprehensive income	-	-	-	-	-	-	(256)	36,053	35,797	35,646
Appropriation to reserves	-	-	-	-	4,070	-	-	(4,070)	-	-
Safety production fund reserve	-	-	-	-	-	2,090	-	(2,090)	-	-
- Appropriation	-	-	-	-	-	(2,090)	-	2,090	-	-
- Utilisation	-	-	-	-	-	-	-	-	-	-
As at 30 June 2026	8,607	107,871	97,830	(94,542)	109,185	-	(9,466)	630,158	849,643	876,886

The notes on pages 31 to 52 form part of these financial statements.

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT



(For the six months ended 30 June 2026)

		Six months ended 30 June	
	Note	2026 RMB'000	2025 RMB'000
Operating activities			
Profit before taxation		48,894	39,702
Adjustments for:			
Depreciation	7(c)	15,966	17,918
Provision for/(reversal of) impairment loss on trade receivables		285	(86)
Finance costs	7(a)	13,648	13,900
Interest income	6	(189)	(524)
Net loss on disposal of property, plant and equipment	6	910	—
Gain on fair value on financial assets measures at FVTPL	6	(78)	(8,549)
Exchange loss, net		(315)	—
Changes in working capital:			
Increase in inventories		(1,545)	(43,554)
Decrease/(increase) in trade and bills receivables, prepayments and other receivables		22,149	(59,661)
Increase in trade payables and other payables		12,526	4,122
Decrease in contract liabilities		(15,122)	(833)
Cash (used in)/generated from operations		97,129	(37,565)
Income tax paid		(10,836)	(11,903)
Net cash generated from/(used in) operating activities		86,293	(49,468)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(For the six months ended 30 June 2026)

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Investing activities		
Payments for purchase of property, plant and equipment and right-of-use assets	(39,591)	(47,925)
Proceeds from disposal of property, plant and equipment	7,129	264
Investment in an associate	(6,000)	—
Interest received	189	524
Receipt of asset-related government grant	13,422	—
Net cash used in investing activities	(24,851)	(47,137)
Financing activities		
Proceeds from new bank and other loans	219,331	95,700
Repayments of bank and other loans	(248,432)	(56,922)
Borrowing costs paid	(9,400)	(13,375)
Net cash (used in)/generated from financing activities	(38,501)	25,403
Net (decrease)/increase in cash and cash equivalents	22,941	(71,202)
Cash and cash equivalents as at 1 January	108,048	155,992
Effect of foreign exchange rate changes	59	686
Cash and cash equivalents as at 30 June	131,048	85,476

The notes on pages 31 to 52 form part of these financial statements.



I CORPORATE INFORMATION

The Company was incorporated in the Cayman Islands on 19 October 2018 as an exempted company with limited liability under the Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The shares of the Company were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) on 23 October 2020. The Company and its subsidiaries are principally engaged in the provision of rail freight transportation and related ancillary services by operating freight railway and railway yards in the People’s Republic of China (the “PRC”).

2 BASIS OF PREPARATION

The unaudited condensed consolidated interim financial information has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange, including compliance with International Accounting Standard (“IAS”) 34, *Interim financial reporting*, issued by the International Accounting Standards Board (the “IASB”). It 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 set out in Note 4 below.

These condensed consolidated interim financial statements do not include all of the information required for a complete set of financial statements prepared in accordance with the IFRS Accounting Standards. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since the last annual financial statements.

The unaudited condensed consolidated interim financial information for the Reporting Period has not been reviewed by HLB Hodgson Impey Cheng Limited, the Company’s external auditor, but has been reviewed by the Audit Committee.

The financial information relating to the financial year ended 31 December 2025 that is included in the unaudited condensed consolidated interim financial information as comparative information does not constitute the Company’s statutory annual consolidated financial statements for that financial year but is derived from those financial statements.



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

3 USE OF JUDGEMENTS AND ESTIMATES

In preparing these unaudited condensed consolidated interim financial statements, management has made judgements and estimates about the future, including climate-related risks and opportunities, that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

Measurement of fair values

A number of the Group's accounting policies require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Group has an established control framework with respect to the measurement of fair values. This includes an investment team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the chief financial officer.

The investment team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of the IFRS Accounting Standards, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Audit Committee.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability are categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.



3 USE OF JUDGEMENTS AND ESTIMATES *(Continued)*

Expected credit losses for trade receivables

The credit loss allowance for trade receivables are based on assumptions about the expected loss rates. The Group uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Group's past history, existing market conditions as well as forward looking estimates at the end of each reporting period. Changes in these assumptions and estimates could materially affect the result of the assessment and it may be necessary to make additional impairment charge to the profit or loss.

4 CHANGES IN ACCOUNTING POLICIES

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

- | | |
|---|---|
| • Amendments to IFRS 9 and IFRS 7 | <i>Amendments to the Classification and Measurement of Financial Instrument</i> |
| • Amendments to IFRS 9 and IFRS 7 | <i>Contracts Referencing Nature-dependent Electricity</i> |
| • Amendments to IFRS Accounting Standards | <i>Annual Improvements to IFRS Accounting Standards – Volume 11</i> |

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



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

5 REVENUE

(a) Revenue

The Group is principally engaged in the provision of rail freight transportation and related ancillary services by operating freight railway and railway yards. All of the revenue of the Group is recognized over time.

- (i) Disaggregation of revenue from contracts with customers by major service lines is as follows:

	Six months ended 30 June	
	2026 RMB'000	2025 RMB'000
Revenue from contracts with customers		
Disaggregated by major service lines:		
– Rail freight transportation	125,553	112,135
– Ancillary services		
– Loading and unloading	10,568	9,497
– Road freight transportation	187	709
– Construction, maintenance and repair	22,636	4,209
– Others	4,077	5,154
Subtotal	37,468	19,569
	163,021	131,704

- (ii) For the six months ended 30 June 2026 and 2025, the Group's customers with whom transactions exceeded 10% of the Group's revenue in the respective periods are set out below:

	Six months ended 30 June	
	2026 RMB'000	2025 RMB'000
Customer A	18,356	18,921
Customer B	22,706	20,994
Customer C	18,455	24,259

Note: Customer B includes a group of our customers that are under the common control of the same ultimate shareholder.

5 REVENUE *(Continued)*

(a) Revenue *(Continued)*

- (iii) The Group has applied the practical expedient in paragraph 121(a) of IFRS 15 to its revenue such that the above information does not include information about revenue that the Group will be entitled to when it satisfies the remaining performance obligations of the revenue that had an original expected duration of one year or less.

(b) Segment reporting

Information reported to the Group's management, being the chief operating decision maker ("CODM"), for the purpose of resources allocation and performance assessment.

Effective since the year ended 31 December 2025, the Group changed its segment disclosure to a single segment, being rail freight transportation and ancillary services segment because the Group changed its structure of its internal organisation, including changes in its key management personnel in the Group's revenue centre and internal reporting review process. This change in segment reporting aligns with the manner in which the Group's CODM currently receives and uses financial information to allocate resources and evaluate the performance of reporting segments. This change in segment presentation does not affect unaudited condensed consolidated statement of financial position, unaudited condensed consolidated statement of profit or loss, unaudited condensed consolidated statement of profit or loss and other comprehensive income or unaudited condensed consolidated cash flows statement. The Group retrospectively revised prior period segment information, to conform to current period presentation.

No other discrete financial information is provided other than the Group's result and financial position as a whole. Accordingly, only entity-wide disclosures, major customers and geographic information are presented.

Geographic information

The Group's revenue is substantially generated from provision of rail freight transportation and ancillary services in the PRC. The Group's operating assets are substantially situated in the PRC. Accordingly, no segment analysis based on geographical locations of the customers and assets is provided.

(c) Seasonality of operations

The Group's core rail freight transportation segment does not possess of material seasonality effect because our customers usually maintain a stable inventory level for their business. The Group anticipates the transportation demand remain relatively stable throughout the year.

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

6 OTHER INCOME, NET

	Six months ended 30 June	
	2026 RMB'000	2025 RMB'000
Government grants	789	259
Interest income	189	524
Net loss on disposal of property, plant and equipment	(910)	—
Gain on financial assets at FVTPL	78	8,549
Net trading profit*	839	1,279
Others	33	460
	<u>1,018</u>	<u>11,071</u>

* Included in net trading profit is the coal and gravel trading income of RMB45,664,000 (six months ended 30 June 2025: RMB21,244,000) deducted cost of inventories (including write-down of inventories) recognised as expenses of RMB44,825,000 (six months ended 30 June 2025: RMB19,965,000).

7 PROFIT BEFORE TAXATION

Profit before taxation is arrived at after charging:

(a) Finance costs:

	Six months ended 30 June	
	2026 RMB'000	2025 RMB'000
Total interest expense on bank and other loans	<u>13,648</u>	<u>13,900</u>

7 PROFIT BEFORE TAXATION *(Continued)*

(b) Staff costs:

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Salaries, wages and other benefits	25,000	22,645
Contributions to defined contribution retirement plans	3,456	3,349
	28,456	25,994

The employees of the subsidiaries of the Group established in the PRC (excluding Hong Kong) participate in a defined contribution retirement benefit plan managed by the local government authorities. Employees of these subsidiaries are entitled to retirement benefits, calculated based on a percentage of the defined salaries level in the PRC (other than Hong Kong), from the above mentioned retirement plans at their normal retirement age.

The Group has no further material obligation for payment of other retirement benefits beyond the above contributions.

(c) Other items:

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
Depreciation		
– property, plant and equipment (Note 11)	13,351	15,685
– right-of-use assets	2,615	2,233
	15,966	17,918
Short-term lease charges with remaining lease term of not more than 12 months	28	50
Auditors' remuneration	450	435
Cost of inventories	11,192	11,623



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

8 INCOME TAX IN THE CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Six months ended 30 June	
	2026 RMB'000	2025 RMB'000
Current tax		
Provision for the period	13,208	8,946
Deferred tax		
Origination and reversal of temporary differences	(216)	5
	<u>12,992</u>	<u>8,951</u>

- (i) Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands ("BVI"), the Company and the Group's BVI subsidiaries are not subject to income tax in those jurisdictions.
- (ii) The Company's subsidiaries incorporated in Hong Kong are subject to Hong Kong Profits Tax rate of 16.5% for the year ended 30 June 2026 (six months ended 30 June 2025: 16.5%). These companies did not have assessable profits which are subject to Hong Kong Profits Tax for the Reporting Period (six months ended 30 June 2025: RMB Nil).
- (iii) The Group's PRC subsidiaries (excluding Hong Kong) are subject to PRC Corporate Income Tax at a rate of 25% during the Reporting Period (six months ended 30 June 2025: 25%).
- (iv) According to the PRC Corporate Income Tax Law and its implementation regulations, dividends receivable by non-Mainland China corporate residents from Mainland China enterprises are subject to withholding tax at a rate of 10%, unless reduced by tax treaties or arrangements, for profits earned since 1 January 2008.

Dividends withholding tax represents tax charged by tax authority on dividends distributed by the Group's subsidiaries in the Mainland China during the reporting period.



9 DIVIDEND

The Directors do not recommend the payment of an interim dividend for the Reporting Period (six months ended 30 June 2025: Nil).

10 EARNINGS PER SHARE

(a) Basic earnings per share

The basic earnings per share for the six months ended 30 June 2026 is calculated based on the profit attributable to ordinary equity shareholders of the Company of RMB36,053,000 (six months ended 30 June 2025: RMB30,878,000) and the weighted average number of ordinary share, in issue of 3,847,792,000 shares (six months ended 30 June 2025: 3,847,792,000 shares) during the period.

(b) Diluted earnings per share

There were no dilutive potential shares outstanding during the six months ended 30 June 2026 and 2025.

11 PROPERTY, PLANT AND EQUIPMENT

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Carrying amount		
Balance as at 1 January	879,347	776,932
Additions to property, plant and equipment	38,907	137,656
Disposal of property, plant and equipment	(8,039)	(5,841)
Depreciation provided during the period/year	(13,351)	(29,400)
	896,864	879,347
Balance as at 30 June/31 December		



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

12 INVENTORIES

- (a) Inventories in the unaudited condensed consolidated statement of financial position comprise:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Fuel	2,664	2,707
Coal	18,029	12,363
Gravel	42,553	51,729
Materials and consumables	11,796	6,698
	<u>75,042</u>	<u>73,497</u>

- (b) The analysis of the amounts of inventories recognised as an expense and included in profit or loss is as follows:

	For the six months ended 30 June	
	2026 RMB'000	2025 RMB'000
Carrying amount of inventories used	<u>11,192</u>	<u>11,623</u>



13 TRADE AND BILLS RECEIVABLES

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Trade receivables	66,734	72,260
Bills receivables	5,813	3,918
	72,547	76,178

All of the trade and bills receivables, net of loss allowance, are expected to be recovered within one year.

Aging Analysis

At the end of the Reporting Period, the aging analysis of trade receivables, based on the invoice date and net of loss allowance, is as follows:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Within 1 month	42,949	33,775
1 to 6 months	17,856	18,154
6 to 12 months	2,726	9,677
Over 12 months	3,203	10,654
	66,734	72,260

Trade receivables are mainly due within 30 days from the date of billing. Bills receivables are with maturity of 180 to 360 days.

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer rather than the industry or country in which the customers operate and therefore significant concentrations of credit risk primarily arise when the Group has significant exposure to individual customers. At the end of the reporting period, 9% (31 December 2025: 30%) of the total trade receivables was due from the Group's largest customer and 29% (31 December 2025: 77%) of the total trade receivables was due from the five largest customers.



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

14 PREPAYMENTS AND OTHER RECEIVABLES

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Receivables relating to disposal of property, plant and equipment	2,353	2,364
Other receivables	4,543	3,694
Financial assets measured at amortised cost	6,896	6,058
Value-added tax recoverable	11,446	15,426
Prepayments for constructions	6,050	7,648
Deposits for other purpose	1,765	1,389
Prepayments for purchase of inventories and prepaid expenses	1,080	17,117
	27,237	47,638
Less: Non-current portion		
– Prepayment for constructions (note (i))	(6,050)	(7,648)
Current portion of prepayments and other receivables	21,187	39,990

Note:

- (i) Except for the non-current portion of prepayments for constructions, other prepayments and other receivables, net of loss allowance, are expected to be recovered or recognised as expenses within one year.

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS



15 FINANCIAL ASSETS AT FVTPL

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Unlisted equity securities (Note)	72,186	72,108

Note:

The above unlisted equity investments represent the Group's interest in an investment fund established in Hong Kong and a private entity established in the PRC.

16 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Bank deposits	131,040	108,046
Cash on hand	8	2
Cash at bank and on hand in the consolidated statement of financial position and cash and cash equivalents in the consolidated cash flow statement	131,048	108,048



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

17 TRADE PAYABLES

All of the trade payables are expected to be settled within one year or are repayable on demand. As of the end of the Reporting Period, the aging analysis of the Group's trade payables, based on the invoice date, is as follows:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Within 1 month	19,088	6,853
1 to 3 months	4,278	7,315
3 to 6 months	4,703	994
6 to 12 months	5,477	4,643
Over 12 months	5,668	3,861
	<u>39,214</u>	<u>23,666</u>

18 OTHER PAYABLES

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Payables for acquisitions of property, plant and equipment	—	153
Payables for staff costs and other labour costs	347	3,019
Dividends payable	2,367	2,461
Others	3,426	3,529
	<u>6,140</u>	<u>9,162</u>
Financial liabilities measured at amortised cost		

All of the other payables are expected to be settled within one year or are repayable on demand.



19 CONTRACT LIABILITIES

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Prepayments received from customers for rail freight transportation and related ancillary services	6,714	13,906
Prepayment required from customers for trading business	1,775	9,705
	<u>8,489</u>	<u>23,611</u>

The Group receives prepayments from certain customers on acceptance of the orders. The prepayments are recognized as contract liabilities until the Group recognized the related revenue.

Movements in contract liabilities

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Balance as at 1 January	23,611	6,269
Decrease in contract liabilities as a result of recognizing revenue during the year that was included in the contract liabilities at the beginning of the year	(23,611)	(6,269)
Increase in contract liabilities as a result of billing in advance of performance at the end of the year	8,489	23,611
Balance as at 30 June/31 December	<u>8,489</u>	<u>23,611</u>

No contract liabilities are expected to be recognised as revenue after more than one year.



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

20 BANK AND OTHER LOANS

(a) The Group's bank and other loans comprise:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Bank loans:		
– Secured	405,434	388,015
– Unsecured	45,053	46,057
	<u>450,487</u>	<u>434,072</u>
Other loans:		
– Secured	56,138	97,354
– Unsecured	1,500	1,552
	<u>57,638</u>	<u>98,906</u>
	<u>508,125</u>	<u>532,978</u>

All of the bank and other loans are carried at amortized costs.

(b) The bank and other loans were repayable as follows:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Within 1 year or on demand	46,069	217,138
After 1 year but within 2 years	107,445	188,314
After 2 years but within 5 years	229,611	127,526
After 5 years	95,000	—
	<u>462,056</u>	<u>315,840</u>
	<u>508,125</u>	<u>532,978</u>

20 BANK AND OTHER LOANS (Continued)

- (c) **At 30 June 2026, the Group's secured bank loans of RMB405,434,000 (31 December 2025: RMB388,015,000) were secured by the following assets of the Group:**

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Carrying amount:		
Property, plant and equipment	6,495	6,655
Right-of-use assets	101,424	102,849
	107,919	109,504

Included in the Group's secured bank loans as at 30 June 2026, RMB148,136,000 (31 December 2025: RMB46,046,000) were also guaranteed by Cangzhou Railway Logistics Services Company Limited ("Cangzhou Logistics"), a wholly-owned subsidiary of the Company.

* The official name of this entity is in Chinese. The English translation is for identification purpose only.

- (d) **At 30 June 2026, the Group's secured other loans of RMB56,138,000 (31 December 2025: RMB97,354,000) were secured by the following assets of the Group:**

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Carrying amount:		
Property, plant and equipment	198,196	214,157

Included in the Group's secured other loans as at 30 June 2026, RMB62,206,000 (31 December 2025: RMB88,636,000) were also guaranteed by Cangzhou Logistics and RMB8,873,000 (31 December 2025: RMB8,718,000) were secured by equity interests of Cangzhou Canggang Railway Company Limited held by Cangzhou Logistics.



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

20 BANK AND OTHER LOANS (Continued)

- (e) As at 30 June 2026, the Group's unsecured other loans amounting to RMB1,500,000 (31 December 2025: RMB1,552,000) are interest-bearing at 4.75% (31 December 2025: 4.75%) per annum.
- (f) The following table details the interest rate profile of the Group's borrowings at the end of each reporting period:

	At 30 June 2026		At 31 December 2025	
	Effective interest rate	RMB'000	Effective interest rate	RMB'000
Fixed rate borrowings				
Bank loans	4.00%-5.50%	347,404	3.65%-5.50%	434,072
Other loans	4.00%-6.56%	57,638	4.00%-6.56%	98,906
		<u>405,042</u>		<u>532,978</u>
Variable rate borrowings				
Bank loans	2.90%	<u>103,083</u>	N/A	<u>—</u>
Total borrowings		<u>508,125</u>		<u>532,978</u>
Fixed rate borrowings as a percentage of total borrowings		<u>80%</u>		<u>100%</u>

21 CAPITAL, RESERVES AND DIVIDENDS/DISTRIBUTIONS

(a) Dividends

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

Dividends payable to equity shareholders attributable to the previous financial year, approved and paid during the interim period

	2026 RMB'000	2025 RMB'000
Final dividend in respect of the previous year, approved and paid during the Reporting Period, of RMB Nil per ordinary share (six months ended 30 June 2025: RMB0.6 cents per ordinary share)	<u>—</u>	<u>24,000</u>

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS



21 CAPITAL, RESERVES AND DIVIDENDS/DISTRIBUTIONS (Continued)

(b) Share capital

	At 30 June 2026		At 31 December 2025	
	No. of shares '000	HK\$'000	No. of shares '000	HK\$'000
Authorised:				
Ordinary shares of HK\$0.0025 (2025: HK\$0.0025) each				
At 1 January and 30 June/31 December	<u>40,000,000</u>	<u>100,000</u>	<u>40,000,000</u>	<u>100,000</u>
	At 30 June 2026		At 31 December 2025	
	No. of shares '000	RMB'000	No. of shares '000	RMB'000
Ordinary shares, issued and fully paid:				
At 1 January and 30 June/31 December	<u>4,000,000</u>	<u>8,607</u>	<u>4,000,000</u>	<u>8,607</u>



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

21 CAPITAL, RESERVES AND DIVIDENDS/DISTRIBUTIONS *(Continued)*

(c) Share award scheme

A share award scheme was adopted by the Company on 28 September 2022 (the “Share Award Scheme”). The objective of the Share Award Scheme is to recognise and motivate the contributions of the eligible participants to align the interests of the eligible participants with those of the Company and strive for the future development and expansion of the Group and to attract suitable personnel for further development of the Group through the Share Award Scheme to the selected participants.

The awarded shares will be subscribed for and/or purchased by an independent trustee (the “Trustee”) from the open market by utilising the funds to be allocated by the directors and/or authorised person of the Company out of the Company’s resources. The maximum number of awarded shares to be subscribed for and/or purchased by the Trustee for the purpose of the Share Award Scheme shall not exceed 10% of the total number of issued share capital from time to time.

The Share Award Scheme shall be valid and effective for a period of 10 years commencing from 28 September 2022 or may be terminated earlier as determined by the Board.

During the six months ended 30 June 2026 and year ended 31 December 2025, the Trustee has not purchased any shares of the Company. A total of 152,208,000 (31 December 2025: 152,208,000) shares had been repurchased as of 30 June 2026. No shares were granted to any person under the Share Award Scheme as at 30 June 2026 and 31 December 2025.

The consideration paid for the purchase of the Company’s shares is reflected as a debit in share held for share award scheme of the Company. The fair value of the employee services received in exchange for the grant of shares is recognised as staff costs in profit or loss with a corresponding increase in capital reserve, which is measured based on the grant date share price of the Company.

22 COMMITMENTS

Capital commitments outstanding at the end of each Reporting Period not provided for in the unaudited condensed consolidated interim financial information were as follows:

	At 30 June 2026 RMB'000	At 31 December 2025 RMB'000
Commitments in respect of property, plant and equipment: – contracted for	65,737	92,701

23 MATERIAL RELATED PARTY TRANSACTIONS AND BALANCES

The material related party transactions entered into by the Group during the six months ended 30 June 2026 and 2025 and the balances with related parties at the end of each Reporting Period are set out below.

(a) Names and relationships of the related parties that had material transactions with the Group during the period:

Name of related parties	Relationship
Cangzhou Chengyu Railway Company Limited* (“Chengyu Company”) (滄州市驕宇鐵路有限責任公司)	A company controlled by the controlling shareholder

* The official names of these entities are in Chinese. The English translation names are for identification purpose only.

(b) Transactions with related parties during the period

	Six months ended 30 June 2026 RMB'000	2025 RMB'000
Short-term lease charges – Chengyu Company	5	5

(c) Other related party transactions

On 12 August 2019, Chengyu Company has granted the Group a gratuitous right to use its leasehold land for operating the Group’s railway and rail yards for a period of 20 years. No rental was charged during the six months ended 30 June 2026 and 2025.



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

24 EVENT AFTER THE REPORTING PERIOD

Saved as disclosed elsewhere in these unaudited condensed consolidated interim financial statements, as at the date of approval of these unaudited condensed consolidated interim financial statements, there are no significant events after the reporting period.

25 IMMEDIATE PARENT AND ULTIMATE CONTROLLING PARTY

The Directors consider the immediate parent and the ultimate controlling party of the Company as at 30 June 2026 to be Jinghai BVI and Mr. Liu Yongliang respectively. Jinghai BVI does not produce financial statements available for public use.

26 APPROVAL OF UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These unaudited condensed consolidated interim financial statements were approved and authorised for issue by the Board on 31 August 2026.