

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



JIA XIN
INTERNATIONAL RESOURCE

Jiixin International Resources Investment Limited

佳鑫國際資源投資有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 3858)

INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2025

The Board is pleased to announce the unaudited condensed consolidated interim results of the Group for the Period, together with comparative figures for the Previous Period, as follows:

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE LOSS

	Note	Six months ended June 30, 2025 HK\$'000 (Unaudited)	2024 HK\$'000 (Unaudited)
Revenue	3	126,313	—
Cost of sales	4	(108,332)	—
Gross profit		17,981	—
Administrative expenses	4	(60,499)	(33,241)
Other losses, net	5	(27,200)	(30,158)
Operating loss		(69,718)	(63,399)
Finance income	6	19	70
Finance costs	6	(19,856)	(1,640)
Finance costs, net	6	(19,837)	(1,570)
Loss before income tax		(89,555)	(64,969)
Income tax credit	7	82,566	—
Loss for the period		(6,989)	(64,969)

		Six months ended June 30,	
	Note	2025	2024
		HK\$'000	HK\$'000
		(Unaudited)	(Unaudited)
Other comprehensive income			
<i>Items that may be reclassified to profit or loss</i>			
Exchange differences on translation of foreign operations		(9,818)	5,715
Other comprehensive (loss)/income for the period		(9,818)	5,715
Total comprehensive loss for the period		(16,807)	(59,254)
Loss for the period attributable to:			
Equity holders of the Company		(5,996)	(63,617)
Non-controlling interests		(993)	(1,352)
		(6,989)	(64,969)
Total comprehensive loss for the period attributable to:			
Equity holders of the Company		(15,529)	(58,076)
Non-controlling interests		(1,278)	(1,178)
		(16,807)	(59,254)
Losses per share for loss attributable to equity holders of the Company (expressed in HK\$ cents per share)			
Basic and diluted (note)	8	(1.82)	(19.31)

Note: The basic losses per share for the six months ended June 30, 2025 and 2024 has been retrospectively adjusted taking into account of the effect of the Share Subdivision which took place on August 28, 2025. The basic and diluted losses per share does not and is not required to account for the new shares issued pursuant to the Global Offering of the Company on August 28, 2025.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		As at June 30, 2025 HK\$'000 (Unaudited)	As at December 31, 2024 HK\$'000
	Note		
ASSETS			
Non-current assets			
Property, plant and equipment		1,685,167	1,494,752
Subsurface use rights		10,187	10,075
Prepayments and other assets		303,706	268,128
Deferred tax assets		81,901	—
Total non-current assets		2,080,961	1,772,955
Current assets			
Inventories		94,611	12,941
Trade receivables	10	47,087	—
Prepayments		36,538	36,844
Other receivables		6,839	668
Cash and cash equivalents		32,662	41,440
Total current assets		217,737	91,893
Total assets		2,298,698	1,864,848
DEFICIT			
Equity attributable to equity holders of the Company			
Share capital		465,653	465,653
Other reserves		9,271	18,804
Accumulated losses		(497,780)	(491,784)
		(22,856)	(7,327)
Non-controlling interests		(7,038)	(5,760)
Total deficit		(29,894)	(13,087)

	<i>Note</i>	As at June 30, 2025 HK\$'000 (Unaudited)	As at December 31, 2024 HK\$'000
LIABILITIES			
Non-current liabilities			
Other payables		51,922	46,708
Borrowings	<i>11</i>	1,615,989	1,470,386
Total non-current liabilities		1,667,911	1,517,094
Current liabilities			
Trade payables	<i>12</i>	76,199	–
Other payables and accruals		70,322	86,464
Contract liabilities		165,414	31,783
Borrowings	<i>11</i>	279,094	184,643
Amounts due to shareholders		69,652	57,951
Total current liabilities		660,681	360,841
Total liabilities		2,328,592	1,877,935
Total deficit and liabilities		2,298,698	1,864,848
Net current liabilities		(442,944)	(268,948)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Company				Non-	Total
	Share	Currency	Accumulated		controlling	equity/
	capital	translation	losses	Total	interests	(deficit)
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
<i>(Unaudited)</i>						
As at January 1, 2024	465,653	2,413	(318,814)	149,252	(2,886)	146,366
Comprehensive loss						
Loss for the period	–	–	(63,617)	(63,617)	(1,352)	(64,969)
Other comprehensive income:						
– Currency translation differences	–	5,541	–	5,541	174	5,715
As at June 30, 2024	<u>465,653</u>	<u>7,954</u>	<u>(382,431)</u>	<u>91,176</u>	<u>(4,064)</u>	<u>87,112</u>
<i>(Unaudited)</i>						
As at January 1, 2025	465,653	18,804	(491,784)	(7,327)	(5,760)	(13,087)
Comprehensive loss						
Loss for the period	–	–	(5,996)	(5,996)	(993)	(6,989)
Other comprehensive income:						
– Currency translation differences	–	(9,533)	–	(9,533)	(285)	(9,818)
As at June 30, 2025	<u>465,653</u>	<u>9,271</u>	<u>(497,780)</u>	<u>(22,856)</u>	<u>(7,038)</u>	<u>(29,894)</u>

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Six months ended June 30,	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Cash flows from operating activities		
Cash generated from/(used in) operations	15,554	(27,788)
Net cash generated from/(used in) operating activities	<u>15,554</u>	<u>(27,788)</u>
Cash flows from investing activities		
Payments for purchase of property, plant and equipment and subsurface use rights	(21,467)	(225,425)
Interest received	19	70
Net cash used in investing activities	<u>(21,448)</u>	<u>(225,355)</u>
Cash flows from financing activities		
Proceeds from borrowings	53,491	1,675
Repayments of borrowings	(23,558)	(1,268)
Increase in amounts due to shareholders	9,571	—
Interest paid	(33,747)	(32,207)
Payments for listing expenses	(4,190)	(1,741)
Net cash generated from/(used in) financing activities	<u>1,567</u>	<u>(33,541)</u>
Net change in cash and cash equivalents	<u>(4,327)</u>	<u>(286,684)</u>
Cash and cash equivalents at beginning of the period	41,440	476,687
Effects of exchange rate changes on cash and cash equivalents	(4,451)	(16,778)
Cash and cash equivalents at end of the period	<u>32,662</u>	<u>173,225</u>

NOTES

1 GENERAL INFORMATION

Jiaxin International Resources Investment Limited was incorporated in Hong Kong as a limited liability company under the Hong Kong Companies Ordinance Cap. 622 on August 29, 2014. The address of the Company's registered office is 45/F, Office Tower Convention Plaza, 1 Harbour Road, Wan Chai, Hong Kong.

The Company is an investment holding company. The Group is principally engaged in the exploration, development and operating a tungsten mine ("Boguty tungsten mine") in the Republic of Kazakhstan ("Kazakhstan"). During the six months ended June 30, 2025, the Group substantially completed the construction of the mining infrastructures of the Boguty tungsten mine, and commenced the commercial production and sales of tungsten concentrate.

The Company's shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") and the Astana International Exchange on August 28, 2025.

The Interim Results are presented in Hong Kong Dollars ("HK\$"), unless otherwise stated. The Interim Financial Information has not been audited.

2 BASIS OF PREPARATION

The Interim Financial Information has been prepared in accordance with HKAS 34 "Interim Financial Reporting" as issued by the Hong Kong Institute of Certified Public Accountants and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31 December 2024 (the "2024 Financial Statements"), which have been prepared in accordance with HKFRS Accounting Standards by the Company. Except as described below, the accounting policies and methods of computation used in the preparation of the Interim Financial Information are generally consistent with those used in the 2024 Financial Statements in all material aspects, which have been prepared in accordance with HKFRS Accounting Standards under the historical cost convention. The financial information relating to the year ended December 31, 2024 included in this interim results announcement does not constitute the Company's statutory annual consolidated financial statements for that year but is derived from those consolidated financial statements. Further information relating to these statutory consolidated financial statements required to be disclosed in accordance with section 436 of the Hong Kong Companies Ordinance is as follows:

The Company has delivered the consolidated financial statements for the year ended December 31, 2024 to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedule 6 to, the Hong Kong Companies Ordinance. The Company's auditor has reported on those consolidated financial statements of the Group. The auditor's report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under sections 406(2), 407(2) or (3) of the Hong Kong Companies Ordinance.

During the six months ended June 30, 2025, the Group recorded net loss of HK\$6,989,000 and the Group recorded net current liabilities and net liabilities of HK\$442,944,000 and HK\$29,894,000, respectively as at June 30, 2025 as the Group only commenced the commercial production of the Boguty tungsten mine in a short period of time during the six months ended June 30, 2025. In preparing this Interim Financial Information, the directors have taken into account a projected cash flow covering a period of not less than 12 months from June 30, 2025 with projected operating cash inflows, the financial position of the Group as at June 30, 2025, and funds raising from issuance of new shares, and concluded that the Group has sufficient financial resources to meet its financial obligations for the foreseeable future. Consequently, the Interim Financial Information has been prepared on a going concern basis, which contemplates the realization of assets and settlement of liabilities in the normal courses of business.

3 SEGMENT INFORMATION AND REVENUE

The Group is principally engaged in the exploration, development and mining of production of Tungsten ore in Kazakhstan. CODM reviews the operating results of the business as one operating segment to make decisions about resources to be allocated as the Group currently focus on the operation of its Boguty tungsten mine. Therefore, the CODM regards that there is only one segment which is used to make strategic decisions.

The Group recognized the following revenue:

	Six months ended June 30,	
	2025	2024
	<i>HK\$'000</i>	<i>HK\$'000</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Sales of tungsten concentrate – recognized at a point in time	126,313	–

For the six months ended June 30, 2025, all of the Group's revenue were derived from transactions with a single customer.

4 EXPENSES BY NATURE

	Six months ended June 30,	
	2025	2024
	<i>HK\$'000</i>	<i>HK\$'000</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Consumables costs	93,670	–
Stripping costs	44,656	–
Energy costs	16,566	–
Employee benefit expenses (including directors' emoluments)	39,956	14,367
Changes in finished goods and work in progress	(90,244)	–
Listing expenses	13,462	7,450
Mining evaluation expenses	–	466
Insurance expenses	1,622	1,664
Traveling and business conference expenses	1,967	1,187
Legal and professional fees	1,125	916
Depreciation	25,653	874
Amortization	69	–
Contribution to local community	8	606
Auditors' remuneration	410	410
Office expenses	4,091	232
Short-term lease expenses	473	309
Transportation and delivery cost	774	–
Others	14,573	4,760
	168,831	33,241

5 OTHER GAINS/LOSSES, NET

	Six months ended June 30,	
	2025	2024
	<i>HK\$'000</i>	<i>HK\$'000</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Foreign exchange losses, net	(25,158)	(30,502)
Others	(2,042)	344
	(27,200)	(30,158)

6 FINANCE INCOME/(COSTS), NET

	Six months ended June 30,	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Finance income:		
Interest income on deposits in financial institutions	<u>19</u>	<u>70</u>
Finance costs:		
Interest expenses	(34,997)	(37,892)
Unwinding of discount	(268)	(3,652)
Foreign exchange losses, net	<u>(93,111)</u>	<u>—</u>
	(128,376)	(41,544)
Less: Amount capitalized (<i>note (a)</i>)	<u>108,520</u>	<u>39,904</u>
	<u>(19,856)</u>	<u>(1,640)</u>
Finance income/(costs), net	<u>(19,837)</u>	<u>(1,570)</u>

Note:

- (a) During the six months ended June 30, 2024 and 2025, interest expenses and foreign exchange losses of approximately HK\$39,904,000 and HK\$108,520,000, respectively were capitalized into property, plant and equipment in relation to the borrowings specifically financed for the construction of mining assets of the Group.

During the six months ended June 30, 2025, the construction of the mining assets of the Group was substantially completed and ready for their intended use. Accordingly, no further capitalization of interest expenses and foreign exchange in relation of the completed construction accordingly.

7 INCOME TAX

Income tax recognized during the six months ended June 30, 2024 and 2025 is as follows:

	Six months ended June 30,	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Income tax credit		
Deferred tax	<u>82,566</u>	<u>—</u>

(a) Income tax expenses

(i) Hong Kong profits tax

The Company was incorporated in Hong Kong and is subject to Hong Kong profit tax at an applicable rate of 16.5% during the six months ended June 30, 2025 and 2024.

(ii) Kazakhstan profits tax

The subsidiaries in Kazakhstan are subject to Kazakhstan profits tax at an applicable rate of 20% during the six months ended June 30, 2025 and 2024.

(iii) PRC corporate income tax

The subsidiary established in the PRC is subject to PRC corporate income tax at an applicable rate of 25% during the six months ended June 30, 2025 and 2024.

(iv) Luxembourg corporate income tax

The subsidiary established in Luxembourg is subject to the general Luxembourg corporate income tax at an applicable rate of 15% during the six months ended June 30, 2025 and 2024.

8 LOSSES PER SHARE

(a) Basic losses per share

Basic losses per share is calculated by dividing the loss attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the six months ended June 30, 2024 and 2025:

		Six months ended June 30,	
		2025	2024
<i>(Unaudited)</i>			
Losses			
attributable to the equity holders of the Company	<i>HK\$'000</i>	(5,996)	(63,617)
Weighted average number of ordinary shares in Issue <i>(note)</i>	<i>Thousand of shares</i>	329,420	329,420
Basic losses per share	<i>HK\$ cents</i>	<u>(1.82)</u>	<u>(19.31)</u>

Note: Pursuant to a written resolution of shareholders on August 15, 2025, each ordinary share in issue of the Company be sub-divided into 28,000 ordinary shares immediately before the completion of the Listing (the “Share Subdivision”). Immediately following the Share Subdivision on August 28, 2025, the Company’s number of Shares in issue changed from 11,765 to 329,420,000. The weighted average number of ordinary shares for the purposes of basic losses per share for the six months ended June 30, 2025 and 2024 has been retrospectively adjusted for the effect of the Share Subdivision.

(b) Diluted losses per share

Diluted losses per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

There are no potential dilutive ordinary shares, and the diluted losses per share are equal to the basic losses per share.

9 DIVIDENDS

No dividend has been paid or declared by the Company during the six months ended June 30, 2025 and 2024.

10 TRADE RECEIVABLES

The Group's sales of tungsten concentrate are collectible by two instalments of which approximately 70% of the sales amount are generally collectible within a few days after start of delivery and the remaining balance is collectible within 15 days from the issuance of final billing statement to the customers.

	As at June 30, 2025 HK\$'000 (Unaudited)	As at December 31, 2024 HK\$'000
Due from a customer – aging within 3 months based on recognition date	<u>47,087</u>	<u>–</u>

The carrying amounts of trade receivables approximate their fair values and are denominated in RMB.

No impairment loss has been recognized as the expected credit loss is considered minimal as at June 30, 2025.

11 BORROWINGS

	As at June 30, 2025 HK\$'000 (Unaudited)	As at December 31, 2024 HK\$'000
Non-current		
– Secured bank loan denominated in Euro (<i>Note (a)</i>)	1,615,989	1,470,386
Current		
– Secured bank loan denominated in Euro – current portion (<i>Note (a)</i>)	84,702	47,408
– Secured bank loan denominated in RMB (<i>Note (b)</i>)	30,408	31,170
– Unsecured bank loan denominated in RMB (<i>Note (c)</i>)	163,984	106,065
	<u>279,094</u>	<u>184,643</u>
	<u>1,895,083</u>	<u>1,655,029</u>

(a) Secured bank loan – Euro

In September 2020, the Company entered into a loan agreement with a bank for a loan facility of EUR188 million for the purpose of financing the costs related to the construction of the Boguty tungsten mine. According to the loan agreement, the draw down period of the loan facility is 2 years from date of the first drawn down, i.e. November 2020. The borrowings carried a fixed interest rate of 1% per annum and an upfront arrangement fee of 1.1% on the amount of loan facility.

Every single drawn down of the borrowings is repayable semi-annually by equal installment, starting from 4th year after the respective dates of drawn down and end of 8th year from the date of first drawn down.

Upon the signing of the loan agreement, the upfront arrangement fee of HK\$18,954,000 was accrued and debited as prepayment (Note 17) and treated as a transaction cost when draw-down occur. In November 2022, the Group had not drawn down all the facility within the draw-down period thus the remaining upfront arrangement fee of HK\$12,946,000 which is related to the undrawn facility of EUR141,672,000 was charged as finance expense upon the expiry of the draw-down period (Note 9).

On February 14, 2023, the Group entered into a supplemental agreement with the bank to extend the draw down period in respect of the unused facility to November 2023. Any loan drawn down under the supplemental agreement carries a floating rate of Euro short-term rate plus 110 basis point per annum and the other terms remained the same as the original loan agreement.

Details of the guarantee of this loan is disclosed below.

(b) Secured bank loan – RMB

In April 2024, the Company entered into a loan agreement with a bank for a loan facility of RMB92 million to finance the Group's operating activities. According to the loan agreement, the draw down period of the loan facility is 2 years from April 15, 2024. The repayment terms and interest rate will be individually agreed upon each draw-down.

As at December 31, 2024 and June 30, 2025, bank loans of RMB29,328,000 were drawn down from the above facility and committed but unused facility amounted to RMB62,672,000. Details of the guarantee of this loan is disclosed below.

(c) Unsecured bank loan – RMB

In addition, the Company entered into another loan agreement with a bank for a loan facility of RMB150 million to support the Group's construction and operating activities in April 2024. According to the loan agreement, the draw down period of the loan facility is 1 year from April 17, 2024. The repayment terms and interest rate will be individually agreed upon each draw-down. This loan facility is unsecured.

As at December 31, 2024 and June 30, 2025, bank loans of RMB99,798,000 and RMB149,798,000 were drawn down from the above facility, respectively.

(d) Guarantee

Jiangxi Copper Corporation Limited, the parent company of a shareholder of the Company, provided a corporate guarantee to the Company against the outstanding loan balances drawn down from the above two facilities and a guarantee fee of 0.57% per annum on the guaranteed amount is payable to Jiangxi Copper Corporation Limited. At the same time, Ever Trillion, a shareholder of the Company, provided a counter-guarantee to Jiangxi Copper Corporation Limited by providing a charge of its shares in the Company to Jiangxi Copper Corporation Limited. CRCCII and CCECC HK also provided a counter-guarantee to Jiangxi Copper Corporation Limited to the extent of their equity holding in the Company, in respect of the corporate guarantee provided by Jiangxi Copper Corporation Limited.

12 TRADE PAYABLES

	As at June 30, 2025 <i>HK\$'000</i> <i>(Unaudited)</i>	As at December 31, 2024 <i>HK\$'000</i>
Trade payables denominated in:		
RMB	20,675	–
Tenge	55,524	–
	<hr/>	<hr/>
Trade payables aging within 3 months	76,199	–
	<hr/> <hr/>	<hr/> <hr/>

The carrying amounts of trade payables approximate their fair values.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS OVERVIEW

The Group is a tungsten mining company focusing on the development of the Boguty Project based in Kazakhstan, which was the world's largest open-pit tungsten mine in terms of Mineral Resources of tungsten trioxide (WO₃) as of 31 December 2024, according to Frost & Sullivan. As of 31 December 2024, the Group's Boguty tungsten mine was also the world's fourth largest tungsten mine (including both open-pit and underground tungsten mines) in terms of Mineral Resources of WO₃, having the world's largest designed tungsten concentrate production capacity among single tungsten mines, according to Frost & Sullivan. During the Period, the Group primarily focused on preparing the Boguty Project for commercial production, and the phase I commercial production of the Boguty Project commenced in April 2025 with a target annual mining and processing capacity of 3.3 Mt of tungsten ore in 2025.

The Boguty tungsten mine of the Group is located in Yenbekshikazakh District, Almaty Oblast, and can be accessed via national highway from both Almaty, Kazakhstan and the Khorgos crossing that connects Kazakhstan to China. In addition, a railway connecting Khorgos and Almaty is located approximately 20 km north of the Boguty tungsten mine, which is expected to enable smooth transportation of the Group's products. The Group also has ready and affordable access to water and electricity supply for the Boguty Project.

The Group holds the exclusive mining rights (the rights for exploration for and extraction of tungsten ore) of the Boguty tungsten mine under the Subsoil Use Contract No. 4608-TPI (as amended and supplemented by four subsequently agreed addenda, the "**SSU Contract**") with the relevant competent authority. The contract area for mining is stated at 1.16 km² and allows exploitation for up to a maximum depth of 300 m below surface, with a term of 25 years from June 2, 2015 to June 2, 2040.

OUTLOOK AND FUTURE PLANS

In the second half of 2025, leveraging the Group's abundant tungsten Resources and Reserves, anticipated cost-effective production and convenient location in Kazakhstan, the Group plans to continue to develop the Boguty Project into a world-class tungsten mining project. In particular, the Group plans to increase its target annual mining and processing capacity to 4.95 Mt of tungsten ore in 2027 after the Group integrates an ore sorting system into its existing mining flowsheet. The Group also plans to explore additional investment opportunities for nonferrous metal resources in Central Asia.

FINANCIAL REVIEW

Revenue

The Group did not generate any revenue during the Previous Period. The Group commenced commercial production in April 2025 and started to generate revenue of HK\$126.3 million during the Period, which was derived from the sale of tungsten ore concentrate.

Cost of Sales

The Group did not have any cost of sales during the Previous Period. The Group commenced commercial production in April 2025 and recorded cost of sales of HK\$108.3 million during the Period.

Gross Profit and Gross Profit Margin

As a result of the foregoing, the Group had gross profit of HK\$18.0 million in the six months ended 30 June 2025, with a gross profit margin of 14.2%.

Administrative Expenses

The administrative expenses of the Group increased by 82.2% from HK\$33.2 million during the Previous Period to HK\$60.5 million during the Period primarily attributable to (i) an increase in the employee benefit expenses of the Group from HK\$14.4 million during the Previous Period to HK\$31.3 million during the Period as the Group increased the number of its employees for commercial production; and (ii) an increase in listing expenses from HK\$7.5 million during the Previous Period to HK\$13.5 million during the Period, in line with the progress of the preparatory work for the Listing.

Other Losses, Net

The other net losses of the Group decreased from HK\$30.2 million during the Previous Period to HK\$27.2 million during the Period, primarily attributable to a decrease in foreign exchange losses, net from HK\$30.5 million during the Previous Period to HK\$25.2 million during the Period.

Finance Costs, Net

The net finance costs of the Group increased from HK\$1.6 million during the Previous Period to HK\$19.8 million during the Period, primarily due to finance costs and foreign exchange losses ceasing to be capitalized for completed property, plant and equipment.

Income Tax Expense

The Group did not incur any income tax expense during the Previous Period. During the Period, as the Group commenced phase I commercial production at the Boguty Project, the management of the Group considered it is probable that future taxable profits will be available to utilize the related tax losses, and therefore, the Group recognized deferred income tax assets of HK\$82.6 million on tax losses carried forward, resulting in an income tax credit of HK\$82.6 million for the Period.

Loss for the Period

As a result of the above, the Group recorded net losses of HK\$65.0 million and HK\$7.0 million during the Previous Period and the Period, respectively.

LIQUIDITY, FINANCIAL AND CAPITAL RESOURCES

The Group principally financed its working capital and other liquidity needs through bank borrowings, shareholder loans and internal funds. The principal uses of cash have been development of the Boguty Project and to fund the Group's working capital. The Group expects to fund its future working capital and other liquidity needs with a combination of its bank balances, net proceeds from the Global Offering, bank and other borrowings and cash generated from its operations.

Net Current Liabilities

The Group recorded net current liabilities of HK\$442.9 million as of 30 June 2025 as compared to net current liabilities HK\$268.9 million as of 31 December 2024, primarily attributable to (i) an increase in contract liabilities of HK\$133.6 million, primarily because the Group received advance payments from customers in relation to its sales while the relevant products were yet to be delivered; (ii) an increase in borrowings of HK\$94.5 million, partially offset by an increase in inventories of HK\$81.7 million and an increase in trade payables of HK\$76.2 million, as the Group commenced commercial production and sale during the Period.

Cash Flows

For the Period, the Group had net cash generated from operating activities of HK\$15.6 million, primarily representing a loss for the Period of HK\$7.0 million, as positively adjusted by (i) increase in contract liabilities of HK\$130.2 million as the Group received advance payments from customers in relation to its sales while the relevant products were yet to be delivered and (ii) trade payables of HK\$76.2 million in relation to the purchase of goods and services from the Group's suppliers as the Group commenced phase I commercial production, and negatively adjusted by increase in inventories of HK\$79.4 million and trade receivables of HK\$47.1 million, as the Group commenced phase I commercial production and sale during the Period.

For the Period, the Group had net cash used in investing activities of HK\$21.5 million, primarily attributable to additions to property, plant and equipment of HK\$127.3 million, partially offset by capitalization of interest expenses of HK\$105.2 million.

For the Period, the Group had net cash generated from financing activities of HK\$1.6 million, primarily attributable to proceeds from borrowings of HK\$53.5 million as the Group further drew down available bank facilities, partially offset by interest paid of HK\$28.3 million and repayment of borrowings of HK\$23.6 million, as the Group repaid certain borrowings.

Cash position

As of 30 June 2025, the Group had cash and cash equivalents of HK\$32.7 million (31 December 2024: HK\$41.4 million) and unutilized bank facilities of HK\$68.6 million (31 December 2024: HK\$124.3 million).

Borrowings

The borrowings of the Group represent its bank loans denominated in EUR and RMB. The Group entered into the Bank Loan Agreement with a commercial bank in September 2020 to obtain the Bank Loan of up to EUR188.0 million to fund the construction of the Boguty Project, with a draw down period of two years after the first draw-down.

As of 30 June 2025, (i) HK\$362.7 million of the Group's borrowings bore interest at 1% per annum; (ii) HK\$1,302.8 million of the Group's borrowings bore floating interest rates ranging from 3.488% to 5.013% per annum; and (iii) HK\$1,302.8 million of the Group's borrowings bore floating interest rates ranging from 3.017% to 4.023% per annum.

The principal of the Group's outstanding borrowings are repayable in semi-annual installments with the last installment due on 14 June 2028. As of 30 June 2025, the Group had drawn down all the facility of the Bank Loan.

To fund the Group's capital needs as the Group progresses the construction of the Boguty Project, the Group made other drawdowns under its available bank facilities. The Group's current and non-current borrowings increased by 12.7% from HK\$1,665.0 million as of 31 December 2024 to HK\$1,895.1 million as of 30 June 2025.

FINANCIAL RISKS

The Group is exposed to a variety of market risks and other financial risks, including credit risk, liquidity risk, foreign exchange risk and interest rate risk, as set out below. The management of the Group continually monitors its risk management process to ensure that an appropriate balance between risk and control is achieved. The Group reviews risk management policies and systems regularly to reflect changes in market conditions and its activities. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company's financial performance.

Credit Risk

Credit risk refers to the risk that the counterparty to a financial instrument would fail to discharge its obligation under the terms of the financial instrument and cause a financial loss to us. The Group is exposed to credit risk in relation to its trade receivables, other receivables and cash and cash equivalents. Accordingly, the management of the Company considers that the exposure to loss arising from the non-performance by the counterparties were minimal and has made no provision for allowance.

Liquidity Risk

Liquidity risk relates to the risk that the Group will not be able to meet its obligations associated with the financial liabilities that are settled by delivering cash or other financial asset. The Group monitors and maintains sufficient cash and cash equivalents and availability of funding through sufficient financial support by its holding company to finance its operations and mitigate the effects of fluctuations in cash flows.

Foreign Exchange Risk

The Group manages its foreign exchange risk by performing regular reviews of its net foreign exchange exposures and may enter into certain forward foreign exchange contracts, when necessary, to manage its exposure against the above-mentioned currencies and to mitigate the impact on exchange rate fluctuations. During the Period, the Group did not enter into any forward foreign exchange contracts.

Interest Rate Risk

Interest rate risk relates to the risk that the fair value or cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group is exposed to cash flow interest rate risk in relation to its borrowings with floating interest rates and the Group is exposed to fair value interest rate risk in relation to its borrowings with fixed interests. The Group closely monitors the trend of interest rate and its impact on the interest rate risk exposure. The Group has not had any interest rate swap arrangements but will consider hedging interest rate risk when necessary.

Pledge of assets

As at 30 June 2025, the Group did not have any pledged assets (31 December 2024: Nil).

Gearing ratio and the basis of calculation

The Group's gearing ratio (calculated as net debt divided by total capital) remained stable at 100.8% as of 31 December 2024 and 101.6% as 30 June 2025.

Commitments and contingent liabilities

The Group entered into construction contracts in relation to the development of the Boguty Project. As of 30 June 2025, contracts in relation to the capital expenditure of the Group that the Group had entered into but not included in the condensed consolidated financial statements were in the amount of HK\$145.5 million. In addition, the Group leased offices under non-cancellable operating lease arrangements with terms within one year. As of 30 June 2025, the Group's future aggregate minimum lease payments under such operating leases not recognized in lease liabilities were HK\$0.3 million.

Saved as disclosed above, as of 30 June 2025, the Group did not have any material commitments or contingent liabilities in respect of payment obligations of any third parties.

Off-balance sheet arrangements

The Group has not entered into any off-balance sheet arrangements or commitments to guarantee the payment obligations of any third parties and related parties. The Group does not have any variable interest in any unconsolidated entity that provides financing, liquidity, market risk or credit support to the Group or engage in leasing or hedging or research and development services with the Group.

EMPLOYEE AND REMUNERATION POLICIES

As at 30 June 2025, the Group had 347 employees in total (30 June 2024: 150). During the Period, the staff cost recognized as employee benefit expenses by the Group amounted to approximately HK\$39.96 million (30 June 2024: approximately HK\$14.37 million).

The Company participate in various defined contribution retirement benefit plans schemes which are available to all relevant employees. These plans are generally funded through payments to schemes established by governments or trustee-administered funds. A defined contribution plan is a pension plan under which the Company pays contributions on a mandatory, contractual or voluntary basis into a separate fund. The Company has no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employee services in the current and prior years. The Company expenses its contributions to the defined contribution plans as incurred and does not reduce such contributions by contributions forfeited by those employees who leave the plans prior to vesting fully in the contributions. The Company has not utilized forfeited contributions to reduce the existing contributions.

The Company accrues discretionary bonus for the year in which the associated services are rendered by its employees. The Company expects to settle liabilities for discretionary bonus within twelve months and the Company measures such liabilities at the amounts expected to be paid when they are settled.

SIGNIFICANT INVESTMENTS HELD, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

During the Period, the Group had no significant investments, material acquisitions or disposals of subsidiaries, associates and joint ventures.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

Save as disclosed in the section headed “Future Plans and Use of Proceeds” as disclosed in the Prospectus, the Group has no other future plans for material investments and capital assets as at 30 June 2025.

INTERIM DIVIDEND

The Board resolved not to declare any interim dividend for the Period (for the six months ended 30 June 2024: nil).

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules as the guidelines for the Directors’ dealings in the securities of the Company since the Listing. As the Shares were not listed on the Stock Exchange as of 30 June 2025, the Model Code does not apply to the Company during the Period.

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

As the Shares were listed on the Stock Exchange on 28 August 2025, and the Company was not a listed company during the Period, the Corporate Governance Code was not applicable to it during the Period, but has been applicable to the Company since the Listing Date. The Board will comply with all applicable code provisions set out in the Corporate Governance Code since the Listing Date.

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

As the Shares were not listed on the Stock Exchange as of 30 June 2025, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities (including sale or transfer of treasury shares) during the six months ended 30 June 2025. As at 30 June 2025, the Company has no treasury share.

IMPORTANT EVENTS AFTER THE PERIOD

In connection with the Listing, 109,808,800 new Shares were issued at a price of HK\$10.92 per Share for a total net proceeds of HK\$1,087.7 million. Dealing in the Shares on the Stock Exchange commenced on 28 August 2025. Upon the Listing, additional 16,471,200 Shares were issued at a price of HK\$10.92 per Share for a total net proceeds of HK\$173.6 million as a result of the full exercise of the over-allotment option under the Global Offering.

Save as disclosed, there are no important events affecting the Group which have occurred since 30 June 2025 and up to the date of this announcement.

AUDIT COMMITTEE AND REVIEW OF INTERIM RESULTS

The Audit Committee consists of three independent non-executive Directors, namely Mr. Zhu Guoshan, Mr. Wang Jianfeng and Mr. Wong Hok Bun Mario (being the chairman of the Audit Committee). The Audit Committee has reviewed and agreed with the Group's unaudited condensed consolidated interim results for the Period and this announcement.

PUBLICATION OF INTERIM REPORT

The interim report of the Company for the Period will be published on the respective websites of the Stock Exchange at <https://www.hkexnews.hk/> and the Company at <https://www.jiaxinir.com/>, and despatched to the Shareholders (if so requested) in due course.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms have the meanings below:

“Audit Committee”	the audit committee of the Company
“Board”	the board of Directors
“Boguty Project”	the geological exploration, mining of tungsten ore and construction of the processing facilities of the tungsten ore in Boguty, Kazakhstan by the Company
“Company”	Jiaxin International Resources Investment Limited (佳鑫國際資源投資有限公司), a company incorporated in Hong Kong with limited liability and the Shares of which are listed on the Main Board of the Stock Exchange
“Corporate Governance Code”	the corporate governance code set out in Part 2 to Appendix C1 of the Listing Rules
“Director(s)”	the director(s) of the Company
“EUR”	Euro, the lawful currency of the European Union
“Global Offering”	the offer of the Shares for subscription by the public as described in the Prospectus
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Listing”	the listing of the Shares on the Main Board of the Stock Exchange
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“Model Code”	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules
“Period”	the six months ended 30 June 2025
“Previous Period”	the six months ended 30 June 2024
“Prospectus”	the prospectus of the Company dated 20 August 2025

“Share(s)”	the ordinary share(s) of the Company
“Shareholder(s)”	holder(s) of Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent.

By order of the Board
Jiaxin International Resources Investment Limited
 佳鑫國際資源投資有限公司
Mr. Liu Liqiang
Chairperson of the Board, Executive Director

Hong Kong, 31 August 2025

As at the date of this announcement, the board of Directors comprises Mr. Liu Liqiang, Mr. Wang Zhongwei and Mr. Qiu Huaizhi as executive Directors, Mr. Zha Keping and Ms. Lian Jie as non-executive Directors, and Mr. Zhu Guoshan, Mr. Wang Jianfeng and Mr. Wong Hok Bun Mario as independent non-executive Directors.