



中國恒有源發展集團有限公司 CHYY DEVELOPMENT GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)

Stock Code: 8128

2025 INTERIM REPORT



Technology and Resources Links

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HIGHLIGHTS

Revenue for the six months ended 30 June 2025 (the “Review Period”) amounted to approximately HK\$32,469,000.

Net profit after tax of the Group for the Review Period amounted to approximately HK\$3,662,000.

No dividend was declared for the Review Period.

FINANCIAL REVIEW

The following table provides a brief summary of the financial results of CHYY Development Group Limited (the “Company”) and its subsidiaries (collectively the “Group”). For more detailed information, please refer to the unaudited consolidated financial statements for the Review Period and for the six months ended 30 June 2024.

	Six months ended	
	30 June	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Revenue		
– Shallow geothermal energy	29,815	30,617
– Air conditioning/shallow geothermal heat pump	93	635
– Property investment and development	2,561	220
	32,469	31,472
Profit for the period	3,662	159
Profit attributable to owners of the parent	3,948	176



During the Review Period, the Group's revenue from business amounted to approximately HK\$32,469,000 and approximately HK\$31,472,000 for the corresponding period last year. Revenue increased by approximately HK\$997,000 as compared with the same period of the previous year. Rose slightly by 3.17%.

Other income and gains increased from approximately HK\$4,730,000 in the corresponding period last year to approximately HK\$11,143,000 for the six months ended 30 June 2025. This growth was primarily attributable to the recognition of financial subsidies related to prior periods, totaling HK\$6,510,000 during the Review Period.

Selling and distribution expenses amounted to approximately HK\$4,579,000 and HK\$5,048,000 for the six months ended 30 June 2024 and 2025 respectively. The selling and distribution expenses for the Review Period decreased as compared with the corresponding period last year. The main reason was that during the Review Period, the Group further strengthened control to reduce the occurrence of expenses.

During the Review Period, administrative expenses increased by approximately HK\$1,211,000 or 7.46% as compared with that of six months ended 30 June 2024. Administrative expenses increased which was mainly attributable to the increase in legal service expenses.

Finance costs amounted to approximately HK\$1,531,000 for the six months ended 30 June 2025 as compared with approximately HK\$1,817,000 for the corresponding period last year. The finance costs mainly attributed by leased liabilities.

For the six months ended 30 June 2025, the profit for the period was approximately HK\$3,662,000, whereas the profit was approximately HK\$159,000 for the corresponding period last year. The significant increase in profits is mainly due to the rise in gross profit margin, the increase in other income, and the increase in income from affiliated and joint ventures.

Order Book

As at 30 June 2025, the Group has contracts on hand of approximately HK\$80,000,000 (30 June 2024: HK\$50,000,000).

Liquidity, Capital Structure and Gearing Ratio

Net current liabilities of the Group as at 30 June 2025 was approximately HK\$5,914,000 (net current liabilities as at 31 December 2024: approximately HK\$10,168,000).

As at 30 June 2025, the Group had cash and cash equivalents of approximately HK\$46,353,000 (31 December 2024: approximately HK\$52,586,000). In addition, the Group had time deposits of approximately HK\$11,057,000. Cash and cash equivalents on the condensed consolidated statement of financial position include funds available for general corporate purposes.

Non-controlling interests amounted to approximately HK\$18,042,000 which mainly represents the interests attributable to non-controlling shareholders of the Group's subsidiaries in the PRC.

The gearing ratio of the Group, based on total net debt (including lease liabilities, trade and bills payables, financial liabilities included in other payables and accruals, less cash and cash equivalents) to the equity (representing equity attributable to owners of the parent) plus net debt of the Group, was 46% as at 30 June 2025 (31 December 2024: 49%).

Charges on Asset

As at 30 June 2025, the Group did not have any charges on asset.

Material Acquisition and Disposal

The Group did not have any material acquisition and disposal during the six months ended 30 June 2025.



Treasury Policies

The Group continues to adopt a conservative treasury policy with all bank deposits being kept in either Hong Kong dollars, or in local currencies of the operating subsidiaries of the Group, keeping a minimum exposure to foreign exchange risks.

Contingent Liabilities

As at 30 June 2025, the Group had no material contingent liabilities (31 December 2024: Nil).

Employees

As at 30 June 2025, the Group had approximately 181 employees in total (31 December 2024: approximately 193). The remuneration package of the employees is determined with reference to their performance, experience and their positions, duties and responsibilities in the Group.

BUSINESS REVIEW AND OUTLOOK

During the Review Period, the Group achieved a slight increase in revenue compared to the same period last year, with an improvement in gross profit margin. This was primarily attributed to the Group's rigorous implementation of cost control measures, process management optimization, and continuous design enhancements, which collectively contributed to cost reductions.

During the Review Period, the Group implemented an exclusive agency system for HYY geothermal heat pump high-efficiency clean heating project, promoting the development of an integrated heat pump green industry. Market expansion served as the "driving force," further broadening market reach. The Group focused on key operational reform tasks, continuously adjusting its layout, optimizing mechanisms, and strengthening safeguards to ensure business alignment and enhance operational sustainability and stability.

During the Review Period, the Group prioritized project collaborations with financially robust and reputable partners based on its actual capital situation. It seized development opportunities, leveraging its strengths and distinctive features to deepen its core business focus.

During the Review Period, the Group centered on project management control, accelerating the conversion of in-progress projects into output value. It reinforced independent project and unit accounting systems.

During the Review Period, the Group treated financial capital as a “safeguard,” strengthening fund management to mitigate financial risks. It continuously improved its capital management system and optimized cash flow while enhancing financial oversight and advancing financial approval process reforms to reduce financial risks.

In October 2024, the National Development and Reform Commission and five other ministries jointly issued the Guidelines on Vigorously Promoting Renewable Energy Substitution Initiatives, providing favorable support for the Group’s promotion of shallow geothermal energy as an alternative heating source.

For years, the company has adhered to a quality-driven corporate strategy, meeting the public’s demand for a better life by continuously improving product, engineering, and service quality standards. It has cultivated a distinguished, high-quality brand, driving high-quality corporate development.

Under the Board of Directors’ leadership, the Group’s management proactively addressed various operational challenges, achieving industrial-scale growth during the Group’s U-shaped recovery phase. This milestone further advanced the high-quality development of the emerging industry of integrated geothermal heat pump clean heating and cooling solutions for northern winters.



FINANCIAL RESULTS

The Board of Directors (the “Board”) of CHYY Development Group Limited (the “Company”) is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (collectively the “Group”) for the six months ended 30 June 2025 together with the unaudited comparative figures for the corresponding period in 2024 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2025

		Six months ended 30 June	
	<i>Notes</i>	2025	2024
		HK\$'000	HK\$'000
		(Unaudited)	(Unaudited)
Revenue	4	32,469	31,472
Cost of sales		(23,261)	(22,773)
Gross profit		9,208	8,699
Other income and gains	4	11,143	4,730
Selling and distribution expenses		(4,579)	(5,048)
Administrative expenses		(17,446)	(16,235)
Reversal of impairment losses on trade and bills receivables, net		–	10,045
Reversal of impairment losses on contract assets, net		8,634	6,065
Finance costs	5	(1,531)	(1,817)
Other expenses		(1,795)	(3,637)
Share of profits and losses of:			
A joint venture		1,358	(3,847)
Associates		(1,157)	(1,758)

	Notes	Six months ended 30 June	
		2025 HK\$'000 (Unaudited)	2024 HK\$'000 (Unaudited)
Profit (Loss) before tax	6	3,835	(2,803)
Income tax expense	7	(173)	2,962
Profit for the period		3,662	159
Attributable to:			
Owners of the parent		3,948	176
Non-controlling interests		(286)	(17)
		3,662	159
Earning per share attributable to ordinary equity holders of the parent	9		
Basic and diluted (expressed in HK\$ cents)		0.09	0.003



CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2025

	Six months ended 30 June	
	2025 HK\$'000 (Unaudited)	2024 HK\$'000 (Unaudited)
Profit for the period	3,662	159
Other comprehensive income (loss):		
Other comprehensive income (loss) that may be reclassified to profit or loss in subsequent periods:		
Exchange differences:		
Exchange differences on translation of foreign operations	993	(1,451)
Share of other comprehensive loss of a joint venture	(222)	(338)
Share of other comprehensive income (loss) of associates	3,110	(157)
Net other comprehensive income (loss) that may be reclassified to profit or loss in subsequent periods	3,881	(1,946)
Other comprehensive income (loss) for the period, net of tax	3,881	(1,946)
Total comprehensive profit (loss) for the period	7,543	(1,787)
Attributable to:		
Owners of the parent	7,559	(1,706)
Non-controlling interests	(16)	(81)
	7,543	(1,787)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2025

		30 June 2025	31 December 2024
	<i>Notes</i>	HK\$'000	HK\$'000
		(Unaudited)	(Audited)
NON-CURRENT ASSETS			
Property, plant and equipment	10	140,146	139,896
Investment properties		122,368	120,518
Right-of-use assets		1,107	1,102
Investment in a joint venture		1,770	393
Investments in associates		24,691	25,655
Equity investments designated at fair value through other comprehensive income		55,500	54,661
Trade receivables		46,921	55,332
Deposits paid for acquisition of investment properties		1,447	1,425
Total non-current assets		393,950	398,982
CURRENT ASSETS			
Inventories		11,908	14,067
Properties held for sale		296,467	291,984
Trade receivables	11	10,554	11,881
Prepayments, other receivables and other assets		45,287	53,558
Contract assets		25,255	28,849
Financial assets at fair value through profit or loss		4,461	4,895
Cash and cash equivalents		46,353	52,586
Total current assets		440,285	457,820



		30 June 2025 HK\$'000 (Unaudited)	31 December 2024 HK\$'000 (Audited)
	Notes		
CURRENT LIABILITIES			
Trade and bills payables	12	119,596	139,369
Other payables and accruals		96,504	102,041
Contract liabilities		35,876	36,307
Amounts due to associates		17,642	17,649
Amounts due to related companies		28,101	27,677
Lease liabilities		11,455	9,893
Tax payable		137,025	135,052
Total current liabilities		446,199	467,988
NET CURRENT (LIABILITIES)		(5,914)	(10,168)
TOTAL ASSETS LESS CURRENT LIABILITIES		388,036	388,814
NON-CURRENT LIABILITIES			
Lease liabilities		52,758	56,494
Deferred income		–	6,479
Deferred tax liabilities		42,462	41,741
Total non-current liabilities		95,220	104,714
Net assets		292,816	284,100
EQUITY			
Equity attributable to owners of the parent			
Share capital	13	353,043	353,043
Shares held for Share Award Scheme		(8,169)	(8,169)
Treasury shares		(124)	(959)
Other reserves		(69,976)	(77,873)
		274,774	266,042
Non-controlling interests		18,042	18,058
Total equity		292,816	284,100

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2025

	Attributable to owners of the parent												
	Share Capital HK\$'000	Share Premium HK\$'000	Shares held for Share Awards Scheme HK\$'000	Statutory reserve HK\$'000	Assets revaluation reserve HK\$'000	Contributed Surplus HK\$'000	Special reserve HK\$'000	Capital reserve HK\$'000	Exchange fluctuation reserve HK\$'000	Accumulated losses HK\$'000	Total HK\$'000	Non-controlling interests HK\$'000	Total equity HK\$'000
At 1 January 2024 (audited)	353,043	906,013	(8,169)	11,045	28,728	154,381	7,553	84,772	(11,879)	(1,275,563)	249,924	28,666	278,590
Profit for the period	-	-	-	-	-	-	-	-	-	176	176	(17)	159
Other comprehensive income for the year:													
Exchange differences arising from translation of foreign operations	-	-	-	-	-	-	-	-	(1,705)	-	(1,705)	(64)	(1,769)
Share of other comprehensive expense of a joint venture	-	-	-	-	-	-	-	-	(338)	-	(338)	-	(338)
Share of other comprehensive expense of associates	-	-	-	-	-	-	-	-	(157)	-	(157)	-	(157)
Total comprehensive income for the period	-	-	-	-	-	-	-	-	(2,200)	176	(2,024)	(81)	(2,105)
At 30 June 2024 (unaudited)	353,043	906,013	(8,169)	11,045	28,728	154,381	7,553	84,772	(14,079)	(1,275,387)	247,900	28,585	(276,485)

	Attributable to owners of the parent													
											Non-controlling interests		Total equity	
	Shares held for Share			Assets				Exchange			Total	Total	equity	
	Share Capital	Share Premium	Awards Scheme	Treasury shares	Statutory reserve	revaluation reserve	Contributed Surplus	Special reserve	Capital reserve	fluctuation reserve				Accumulated losses
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 January 2025 (audited)	353,043	906,013	(8,169)	(959)	12,577	31,235	154,381	7,553	84,842	(8,138)	1,266,336	266,042	18,058	284,100
Profit for the period	-	-	-	-	-	-	-	-	-	-	3,948	3,948	(286)	3,662
Other comprehensive income for the year:														
Exchange differences arising from translation of foreign operations	-	-	-	-	-	-	-	-	-	723	-	723	270	993
Share of other comprehensive expense of a joint venture	-	-	-	-	-	-	-	-	-	(222)	-	(222)	-	(222)
Share of other comprehensive expense of associates	-	-	-	-	-	-	-	-	-	3,110	-	3,110	-	3,110
Disposal of treasury shares	-	-	-	1,006	-	-	-	-	339	-	-	1,345	-	1,345
Repurchase of shares	-	-	-	(171)	-	-	-	-	-	-	-	(171)	-	(171)
Total comprehensive income for the period	-	-	-	835	-	-	-	-	339	3,611	3,948	8,733	(16)	8,717
At 30 June 2025 (unaudited)	353,043	906,013	(8,169)	(124)	12,577	31,235	154,381	7,553	85,181	4,527	1,262,388	274,775	18,042	282,816



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2025

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Net cash flows (used) in operating activities	(9,190)	(14,331)
Net cash flows from investing activities	2,212	937
Net cash flows (used) in financing activities	1,175	—
Net increase (decrease) in cash and cash equivalents	(5,803)	(13,394)
Cash and cash equivalents at the beginning of period	52,586	64,875
Effect of foreign exchange rate changes, net	(430)	1,629
Cash and cash equivalents at the end of period	46,353	53,110

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2025

1. CORPORATE INFORMATION

CHYY Development Group Limited (the “Company”) was incorporated in Cayman Islands as an exempted company with limited liability and its shares are listed on the GEM of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

The addresses of the registered office and principal place of business in Hong Kong of the Company are P.O. Box 31119, Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman KY1-1205, Cayman Islands and 8/F, Chung Hing Commercial Building, 62-63 Connaught Road Central, Central, Hong Kong respectively.

During the six months ended 30 June 2025, the Group was involved in the following principal activities:

- Provision, installation and maintenance of shallow geothermal energy utilisation system
- Trading of air conditioning/shallow geothermal heat pump products
- Investment in properties for their potential rental income
- Trading of securities and other types of investments

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The condensed consolidated interim financial statements for the six months ended 30 June 2025 have been prepared in accordance with the applicable disclosure requirements of Chapter 18 of the Rules Governing the Listing of Securities on the GEM of The Stock Exchange of Hong Kong Limited (the “GEM Listing Rules”) and with Hong Kong Accounting Standard 34 (“HKAS 34”), Interim Financial Reporting, issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”). The condensed consolidated interim financial statements are presented in Hong Kong dollars and all values are rounded to the nearest thousand except when otherwise indicated.



The accounting policies and methods of computation used in the preparation of the condensed consolidated interim financial statements for the six months ended 30 June 2025 are consistent with those adopted in the annual financial statements for the year ended 31 December 2024. The condensed consolidated interim financial statements for the six months ended 30 June 2025 should be read in conjunction with the annual financial statements for the year ended 31 December 2024.

On 1 January 2025, the Group has adopted all the new and revised Hong Kong Financial Reporting Standards (“HKFRSs”), amendments and interpretations that are effective from that date and are relevant to its operations. The adoption of these new/revised HKFRSs, amendments and interpretations has no material effect on the results reported for the current or prior periods.

3. OPERATING SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on their products and services and has four reportable operating segments as follows:

- (a) Shallow geothermal energy segment – provision, installation and maintenance of shallow geothermal energy utilisation system;
- (b) Air conditioning/shallow geothermal heat pump segment – trading of air conditioning/shallow geothermal heat pump products;
- (c) Property investment and development segment – investments in properties for their potential rental income; and
- (d) Securities investment and trading segment – trading of securities and other types of investment.

Management monitors the results of the Group’s operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on reportable segment profit/loss, which is a measure of adjusted profit/loss before tax. The adjusted profit/loss before tax is measured consistently with the Group’s profit/loss before tax except that share of profits and losses of associates and a joint venture, interest income, certain other income, certain administration costs, and non-lease-related finance costs are excluded from such measurement.

Segment assets exclude certain investments in associates, deferred tax assets, time deposits, restricted cash and cash and cash equivalents as these assets are managed on a group basis.

Segment liabilities exclude certain amounts due to associates and related companies, interest-bearing bank borrowings, deferred tax liabilities and tax payable as these liabilities are managed on a group basis.

Intersegment sales and transfers are transacted with reference to the selling prices used for sales made to third parties at the then prevailing market prices.

(a) Segment revenue and results

The following tables present revenue and profit information for the Group's operating segments for the six months ended 30 June 2025 and 2024, respectively:

	Shallow geothermal energy Six months ended 30 June		Air conditioning/Shallow geothermal heat pump Six months ended 30 June		Property investment and development Six months ended 30 June		Securities investment and trading Six months ended 30 June		Total Six months ended 30 June	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Segment revenue (note 4)										
Sales to external customers	29,586	30,617	101	635	2,782	220	-	-	31,472	31,472
Intersegment sales	1,138	3,130	-	-	-	-	-	-	3,130	3,130
	30,724	33,747	101	635	2,782	220	-	-	34,602	34,602
Reconciliation:										
Elimination of intersegment sales									(1,138)	(3,130)
Revenue									32,469	31,472
Segment results										
	10,059	9,185	18	635	1,254	220	-	-	11,331	9,500
Reconciliation:										
Elimination of intersegment results									-	-
Share of profits and losses of associates									201	(5,605)
Unallocated other income									9,545	4,562
Corporate and other unallocated expenses									(15,834)	(9,692)
Finance costs (other than interest on lease liabilities)									(1,408)	(1,568)
(Loss) before tax									3,835	(2,803)



(b) Segment assets and liabilities

The following tables present assets and liabilities information for the Group's operating segments as at 30 June 2025 and 31 December 2024, respectively:

	30 June 2025				
	Shallow geothermal energy HK\$'000 (Unaudited)	Air conditioning/ shallow geothermal heat pump HK\$'000 (Unaudited)	Property investment and development HK\$'000 (Unaudited)	Securities investment and trading HK\$'000 (Unaudited)	Total HK\$'000 (Unaudited)
Segment assets	268,356	6	487,891	60,426	816,679
<i>Reconciliation:</i>					
Elimination of intersegment receivables					(55,258)
Corporate and other unallocated assets					<u>72,816</u>
Total assets					<u>834,237</u>
Segment liabilities	275,206	-	87,253	8,990	371,449
<i>Reconciliation:</i>					
Elimination of intersegment payables					(55,258)
Corporate and other unallocated liabilities					<u>225,231</u>
Total liabilities					<u>541,422</u>

	30 June 2024				
	Shallow geothermal energy HK\$'000 (Unaudited)	Air conditioning/ shallow geothermal heat pump HK\$'000 (Unaudited)	Property investment and development HK\$'000 (Unaudited)	Securities investment and trading HK\$'000 (Unaudited)	Total HK\$'000 (Unaudited)
Segment assets	569,572	7,955	485,484	314,484	1,377,496
<i>Reconciliation:</i>					
Elimination of intersegment receivables					(308,377)
Corporate and other unallocated assets					92,323
Total assets					1,161,442
Segment liabilities	587,798	23,107	331,659	9,870	952,434
<i>Reconciliation:</i>					
Elimination of intersegment payables					(308,377)
Corporate and other unallocated liabilities					240,900
Total liabilities					884,957

4. REVENUE, OTHER INCOME AND GAINS

An analysis of revenue is as follows:

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
<i>Revenue from contracts with customers</i>	29,687	31,252
<i>Revenue from other sources</i>		
Rental income	2,782	220
	32,469	31,472



Disaggregated revenue information for revenue from contracts with customers

For the six months ended 30 June 2025

Segments	Shallow geothermal energy HK\$'000 (Unaudited)	Air conditioning/ shallow geothermal heat pump HK\$'000 (Unaudited)	Total HK\$'000 (Unaudited)
Types of goods or services:			
Sale of industrial products	–	101	101
Construction services	<u>29,586</u>	<u>–</u>	<u>29,586</u>
Total revenue from contracts with customers	<u>29,586</u>	<u>101</u>	<u>29,687</u>
Geographical markets:			
Mainland China	<u>29,586</u>	<u>101</u>	<u>29,687</u>
Timing of revenue recognition:			
Goods transferred at a point in time	–	101	101
Services transferred over time	<u>29,586</u>	<u>–</u>	<u>29,586</u>
Total revenue from contracts with customers	<u>29,586</u>	<u>101</u>	<u>29,687</u>

For the six months ended 30 June 2024

Segments	Shallow geothermal energy HK\$'000 (Unaudited)	Air conditioning/ shallow geothermal heat pump HK\$'000 (Unaudited)	Total HK\$'000 (Unaudited)
Types of goods or services:			
Sale of industrial products	–	635	635
Construction services	30,617	–	30,617
Total revenue from contracts with customers	30,617	635	31,252
Geographical markets:			
Mainland China	30,617	635	31,252
Timing of revenue recognition:			
Goods transferred at a point in time	–	635	635
Services transferred over time	30,617	–	30,617
Total revenue from contracts with customers	30,617	635	31,252



Set out below is the reconciliation of the revenue from contracts with customers with the amounts disclosed in the segment information:

For the six months ended 30 June 2025

Segments	Shallow geothermal energy HK\$'000 (Unaudited)	Air conditioning/ shallow geothermal heat pump HK\$'000 (Unaudited)	Total HK\$'000 (Unaudited)
Revenue from contracts with customers:			
External customers	32,368	101	32,469
Intersegment sales	1,138	–	1,138
	33,506	101	33,607
Intersegment adjustments and eliminations	(1,138)	–	(1,138)
Total revenue from contracts with customers	32,368	101	32,469

For the six months ended 30 June 2024

Segments	Shallow geothermal energy HK\$'000 (Unaudited)	Air conditioning/ shallow geothermal heat pump HK\$'000 (Unaudited)	Total HK\$'000 (Unaudited)
Revenue from contracts with customers:			
External customers	30,617	635	31,252
Intersegment sales	3,130	–	3,130
	33,747	635	34,382
Intersegment adjustments and eliminations	(3,130)	–	(3,130)
Total revenue from contracts with customers	30,617	635	31,252
		Six months ended	
		30 June	
		2025	2024
		HK\$'000	HK\$'000
		(Unaudited)	(Unaudited)
Other income			
Interest income		1,570	1,749
Sale of scrap materials		–	–
Dividend income from equity investment designated at fair value through other comprehensive income		2,283	1,221
Waive of trade payables		–	65
Subsidy income		6,519	–
Others		771	1,695
		11,143	4,730



5. FINANCE COSTS

An analysis of finance costs is as follows:

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Interest on bank loans	–	392
Interest on lease liabilities	<u>1,408</u>	<u>1,425</u>
	<u>1,408</u>	<u>1,817</u>

6. PROFIT (LOSS) BEFORE TAX

The Group's profit (loss) before tax is arrived at after charging:

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Cost of inventories sold	9,991	9,782
Cost of services provided	13,270	12,981
Depreciation	1,839	2,270
Employee benefit expense (including directors' and chief executive's remuneration)	<u>8,087</u>	<u>12,400</u>

7. INCOME TAX EXPENSE

Pursuant to the laws and regulations of the Cayman Islands and the BVI, the Group is not subject to any income tax in the Cayman Islands and the BVI during both periods.

No provision for Hong Kong profits tax has been made as the Group did not have any assessable profits subject to Hong Kong profits tax during both periods.

Under the Law of the PRC on Enterprise Income Tax (the “EIT Law”) and Implementation Regulation of the EIT Law, except as stated below, the tax rate of all the other PRC subsidiaries is 25% from 1 January 2008 onwards.

Pursuant to the income tax rules and regulations of the PRC, certain subsidiaries were recognised as high and new technology enterprises and the income tax rate applicable to these subsidiaries was 15% for the six months ended 30 June 2025 (six months ended 30 June 2024: 15%).

	Six months ended	
	30 June	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Current – Mainland China	173	53
Over-provision in prior years	–	(3,015)
Deferred	–	–
Total tax charge for the period	173	(2,962)

8. DIVIDENDS

No interim dividend was paid, declared or proposed during the six months ended 30 June 2025, nor has any dividend been proposed since the end of the interim reporting period (six months ended 30 June 2024: Nil).



9. PROFIT (LOSS) PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of the basic (loss) per share amounts is based on the (loss) for the period attributable to ordinary equity holders of the parent, and the weighted average number of ordinary shares of 4,513,233,715 (30 June 2024: 4,526,925,163) in issue during the period.

The calculations of basic and diluted (loss) per share are based on:

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Earnings/(Loss)		
Earnings/(loss) for the period attributable to ordinary equity holders of the parent	<u>3,948</u>	<u>176</u>
Number of shares		
	'000	'000
Shares		
Weighted average number of ordinary shares in issue during the period used in the basic earnings/(loss) per share calculation	<u>4,513,234</u>	<u>4,526,925</u>

10. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2025, the Group did not have any material acquisition of property, plant and equipment.

11. TRADE RECEIVABLES

	30 June 2025 HK\$'000 (Unaudited)	31 December 2024 HK\$'000 (Audited)
Trade receivables	155,907	157,544
Impairment	152,733	152,733
Trade receivables, net	3,174	4,811
Finance lease receivables	54,301	62,402
Less: non-current portion	(46,921)	(55,332)
Current portion	10,554	11,881

The Group's trading terms with its customers are mainly on credit. The credit period is generally three months. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk. Overdue balances are reviewed regularly by senior management. In view of the aforementioned and the fact that the Group's trade receivables relate to a large number of diversified customers, there is no significant concentration of credit risk. The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade receivables are non-interest-bearing.

An ageing analysis of the trade receivables as at the end of the reporting period, based on the invoice date and net of loss allowance, is as follows:

	30 June 2025 HK\$'000 (Unaudited)	31 December 2024 HK\$'000 (Audited)
Within 90 days	2,433	3,997
91 to 180 days	89	116
181 to 365 days	297	282
Over 365 days	355	416
	3,174	4,811



12. TRADE AND BILLS PAYABLES

An ageing analysis of the trade and bills payables as at the end of the reporting period, based on the invoice date, is as follows:

	30 June 2025 HK\$'000 (Unaudited)	31 December 2024 HK\$'000 (Audited)
Within 90 days	15,271	22,968
91 to 180 days	13,587	13,867
181 to 365 days	11,884	17,048
Over 365 days	78,854	85,486
	119,596	139,369

The trade and bills payables are non-interest-bearing and are normally settled in six months.

13. SHARE CAPITAL

	Number of shares US\$0.01 each		Share capital		Share capital	
	30 June 2025 '000 (excluding treasury shares) (Unaudited)	31 December 2024 '000 (excluding treasury shares) (Audited)	30 June 2025 US\$'000 (Unaudited)	31 December 2024 US\$'000 (Audited)	30 June 2025 HK\$'000 (Unaudited)	31 December 2024 HK\$'000 (Audited)
Ordinary shares						
Issued and fully paid	4,523,909	4,505,573	45,239	45,056	353,043	353,043

14. CAPITAL COMMITMENTS

The Group did not have any material capital commitment at the end of the reporting period.

15. RELATED PARTY TRANSACTIONS

- (a) Amounts due from/to related companies and associates are included in the condensed consolidated statement of financial position.
- (b) In addition to the transactions detailed elsewhere in these financial statements, the Group had the following transactions with related parties during the period:

	Six months ended	
	30 June	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
<hr/>		
Associates:		
Purchases of products	–	–
Other related parties:		
Rental expense	330	330

- (c) Compensation of key management personnel of the Group

	Six months ended	
	30 June	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
<hr/>		
Short term employee benefits	3,956	3,820
Post-employment benefits	<u>–</u>	<u>–</u>
Total compensation paid to key management personnel	<u>3,956</u>	<u>3,820</u>



16. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying amounts and fair values of the Group's financial instruments, other than those with carrying amounts that reasonably approximate to fair values, are as follows:

	Carrying amounts		Fair values	
	30 June 2025 HK\$'000 (Unaudited)	31 December 2024 HK\$'000 (Audited)	30 June 2025 HK\$'000 (Unaudited)	31 December 2024 HK\$'000 (Audited)
Financial assets				
Trade receivables, non-current portion	46,921	55,332	46,921	55,332
Equity investments designated at fair value through other comprehensive income	55,500	54,661	55,500	54,661
Financial assets at fair value through profit or loss	4,461	4,895	4,461	4,895
	106,882	114,888	106,882	114,888
Financial liabilities				
Interest-bearing bank borrowings	-	-	-	-

The Group's finance department headed by the finance manager is responsible for determining the policies and procedures for the fair value measurement of financial instruments. The finance manager reports directly to the chief financial officer and the audit committee.

INTERESTS OF DIRECTORS AND CHIEF EXECUTIVE

As at 30 June 2025, the interests and short positions of the directors and chief executive of the Company in the Shares, underlying Shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “SFO”)), which were required (a) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO; or (b) pursuant to Section 352 of the SFO, to be recorded in the register referred therein; or (c) pursuant to Rules 5.46 to 5.68 of the GEM Listing Rules to be notified to the Company and the Stock Exchange, were as follows:

1. Aggregate long position in the shares, underlying shares and debentures of the Company and its associated corporations

The interests of Directors and the Chief Executive in the shares of the Company (other than pursuant to equity derivatives such as share options, warrants to subscribe or convertible bonds) as at 30 June 2025 were as follows:

Name	Capacity	Number of Ordinary Shares of the Company	% of the Issued Voting Shares of the Company ⁽¹⁾
Directors			
Mr. Xu Shengheng (徐生恒先生)	Beneficial Owner	722,170,600)	
	Interest of Spouse ⁽²⁾	982,800)	15.99%
Ms. Liu Ening (劉炯寧女士)	Beneficial Owner	253,000,000	5.59%
Mr. Zhang Yiyi (張軼穎先生)	Beneficial Owner	5,504,000)	
	Interest of Controlled Corporation ⁽³⁾	250,000,000)	5.65%
Mr. Wu Qiang (武強先生) ⁽⁴⁾	Beneficial Owner	5,000,000	0.11%
Mr. Guan Chenhua (關成華先生)	Beneficial Owner	5,000,000	0.11%
Chief Executive			
Mr. Yang Mingzhong (楊明忠先生)	Beneficial Owner	1,760,000	0.04%



Notes:

- (1) As at 30 June 2025, the total number of issued shares of the Company was 4,526,925,163 Shares. After excluding 3,016,000 treasury shares without voting rights, the total number of issued shares with voting rights was 4,523,909,163 Shares.
- (2) The interests are beneficially held by Ms. Luk Hoi Man, the spouse of Mr. Xu Shengheng, comprising 982,800 Shares. Pursuant to the SFO, Mr. Xu Shengheng is deemed to be interested in all the interests held by Ms. Luk Hoi Man.
- (3) The interests are beneficially held by Universal Zone Limited, which is wholly owned by Mr. Zhang Yiyi. Pursuant to the SFO, Mr. Zhang Yiyi is deemed to be interested in all the shares held by Universal Zone Limited.
- (4) Mr. Wu Qiang was resigned as an Independent Non-executive Director of the Company with effect from 28 March 2025.

Each of the other Directors, namely Mr. Liao Yuan, Mr. Dai Qi, Mr. Zhang Honghai and Mr. Guo Guanglei have confirmed that they had no interests in the shares of the Company or any of its associated corporations as at 30 June 2025.

None of the Directors or the Chief Executive had interests in debentures or under equity derivatives, interests in underlying shares of the Company or its associated corporations as at 30 June 2025.

2. Aggregate short position in the shares, underlying shares and debentures of the Company and its associated corporations

None of the Directors or the Chief Executive had short positions in respect of shares, debentures or under equity derivatives, interests in underlying shares of the Company or its associated corporations as at 30 June 2025.

INTERESTS OF SUBSTANTIAL SHAREHOLDERS AND OTHER PERSONS

So far as the Directors are aware, as at 30 June 2025, the following persons (other than directors or chief executives of the Company) have or are deemed or taken to have an interest and/or short position in the shares or the underlying shares of the Company which would fall to be disclosed under the provisions of Division 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

1. Aggregate long position in the shares and underlying shares of the Company

The Company had been notified of the following substantial shareholders' and other persons' interests in the shares of the Company as at 30 June 2025:

Name	Capacity	Number of Ordinary Shares of the Company	% of the Issued Voting Shares of the Company ⁽¹⁾
China Energy Conservation and Environmental Protection (Hong Kong) Investment Company Limited* (中國節能環保(香港)投資有限公司) ⁽²⁾	Beneficial Owner	1,190,000,000	26.30%
China Energy Conservation and Environmental Protection Group* (中國節能環保集團有限公司) ⁽²⁾	Interest of Controlled Corporation	1,190,000,000	26.30%
Ms. Luk Hoi Man (陸海汶女士)	Beneficial Owner	982,800	
	Interest of Spouse ⁽³⁾	722,170,600	15.99%
Mr. Wang Michael Zhiyu (王志宇先生)	Interest of Spouse ⁽⁴⁾	253,000,000	5.59%
Ms. Wang Xinneng (王心萌女士)	Interest of Spouse ⁽⁵⁾	255,504,000	5.65%
Universal Zone Limited	Beneficial Owner	250,000,000	5.53%



Notes:

- (1) As at 30 June 2025, the total number of issued shares of the Company was 4,526,925,163 Shares. After excluding 3,016,000 treasury shares without voting rights, the total number of issued shares with voting rights was 4,523,909,163 Shares.
- (2) China Energy Conservation and Environmental Protection (Hong Kong) Investment Company Limited, a wholly-owned subsidiary of China Energy Conservation and Environmental Protection Group, holds 1,190,000,000 Shares of the Company.
- (3) The interests are beneficially held by Mr. Xu Shengheng, the spouse of Ms. Luk Hoi Man, comprising 722,170,600 Shares. Pursuant to the SFO, Ms. Luk Hoi Man is deemed to be interested in all the interests held by Mr. Xu Shengheng.
- (4) The interests are beneficially held by Ms. Liu Ening, the spouse of Mr. Wang Michael Zhiyu, comprising 253,000,000 Shares. Pursuant to the SFO, Mr. Wang Micheal Zhiyu is deemed to be interested in all the interests held by Ms. Liu Ening.
- (5) The interests are beneficially held by Mr. Zhang Yiyang, the spouse of Ms. Wang Xinmeng, comprising 255,504,000 Shares. Pursuant to the SFO, Ms. Wang Xinmeng is deemed to be interested in all the interests held by Mr. Zhang Yiyang.

As at 30 June 2025, the Company had not been notified of any long positions being held by any substantial shareholder or other persons in the underlying shares of the Company through equity derivatives such as share options, warrants to subscribe or convertible bonds.

2. Aggregate short position in the shares and underlying shares of the Company

As at 30 June 2025, the Company had not been notified of any short positions being held by any substantial shareholder or other persons in the shares or underlying shares of the Company.

SHARE SCHEMES

2024 Share Option Scheme and 2024 Share Award Scheme

The 2024 Share Option Scheme and the 2024 Share Award Scheme were adopted on 6 September 2024. Subject to any early termination as may be determined by the Board pursuant to the terms of the 2024 Share Option Scheme and the 2024 Share Award Scheme, the 2024 Share Option Scheme and the 2024 Share Award Scheme shall be valid and effective for a term of ten (10) years commencing on the Adoption Date.

Both the 2024 Share Option Scheme and the 2024 Share Award Scheme may grant share options and awarded shares through the issuance of new shares or the transfer of treasury shares. In addition, the 2024 Share Award Scheme may also be funded by existing shares to be purchased by the trustee.

Other than the 2024 Share Option Scheme and the 2024 Share Award Scheme, the Company does not have any other share scheme involving the grant of new shares or options over new shares.

No share options have been granted by the Company under the 2024 Share Option Scheme since its adoption. During the six months ended 30 June 2025, no share options was granted, exercised, cancelled, or lapsed under the 2024 Share Option Scheme. As at 1 January 2025 and 30 June 2025, there were no outstanding share options under the 2024 Share Option Scheme.

No awarded shares have been granted by the Company under the 2024 Share Award Scheme since its adoption. During the six months ended 30 June 2025, no awarded shares was granted, vested, cancelled, or lapsed under the 2024 Share Award Scheme. As at 1 January 2025 and 30 June 2025, there were no unvested awarded shares under the 2024 Share Award Scheme.

The total number of shares available for grant under the mandate of 2024 Share Option Scheme, together with the 2024 Share Award Scheme, was 452,692,516 Shares as at both 1 January 2025 and 30 June 2025.

The total number of shares available for grant to the service provider sublimit of the 2024 Share Option Scheme, together with the 2024 Share Award Scheme, was 45,269,251 Shares as at both 1 January 2025 and 30 June 2025.



During the six months ended 30 June 2025, the number of shares that may be issued in respect of share options and awarded shares granted under the 2024 Share Option Scheme, together with the 2024 Share Award Scheme, divided by the weighted average number of shares of the relevant class in issue (excluding treasury shares) for the period, was 0%.

COMPETITION AND CONFLICT OF INTERESTS

None of the directors or substantial shareholders of the Company or any of their respective associates has engaged in any business that competes or may compete with the business of the Group or has any other conflict of interests with the Group.

AUDIT COMMITTEE

The Company has an audit committee (the “Audit Committee”) established with written terms of reference in compliance with the GEM Listing Rules. The primary duties of the Audit Committee are to review and supervise the financial reporting process, risk management and internal controls systems of the Group and to provide advice and comments to the directors of the Company.

The Audit Committee currently comprises three independent non-executive Directors, namely, Mr. Zhang Honghai, Mr. Guan Chenghua and Mr. Guo Guanglei. Mr. Wu Qiang resigned as an Independent Non-executive Director of the Company and ceased to be a member of the Audit Committee with effect from 28 March 2025. On the same date, Mr. Guo Guanglei was appointed as an Independent Non-executive Director of the Company and joined the Audit Committee. Mr. Zhang Honghai serves as the Chairman of the Audit Committee.

The Audit Committee has reviewed the Group’s unaudited interim results for the six months ended 30 June 2025 and has provided advice and comments thereon to the Board.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has not adopted its own code of conduct regarding securities transactions by directors, but having made specific enquiry of all Directors, the Company was not aware of any non-compliance with the required standard of dealings and its code of conduct regarding directors' securities transactions as set out in Rules 5.48 to 5.67 of the GEM Listing Rules during the Review Period.

CORPORATE GOVERNANCE CODE

During the Review Period, the Company has complied with all code provisions set out in Part 2 of the Corporate Governance Code (the "CG Code") as set forth in Appendix C1 of the GEM Listing Rules, except for the deviations as follows:

Under code provision C.1.5 of the CG Code requires that independent non-executive directors and other non-executive directors should attend general meetings to gain and develop a balanced understanding of the views of shareholders.

Mr. Liao Yuan, the non-executive director, did not attend the annual general meeting held on 22 May 2025 due to other business commitment.

UPDATE ON DIRECTORS' INFORMATION

Pursuant to Rule 17.50A(1) of the GEM Listing Rules, the changes in information of the Directors during the six months ended 30 June 2025 are set out below:

1. Mr. Wu Qiang has resigned as an Independent Non-executive Director of the Company, the member of the Audit Committee, the Remuneration Committee and the Nomination Committee, as well as the Chairman of the Group Development Strategic Committee with effect from 28 March 2025.



2. Mr. Guo Guanglei has been appointed as an Independent Non-executive Director of the Company, the member of the Audit Committee, the Remuneration Committee and the Nomination Committee, as well as the Chairman of the Group Development Strategic Committee with effect from 28 March 2025.

Save as disclosed above, there is no other information required to be disclosed pursuant to Rule 17.50A(1) of the GEM Listing Rules during the six months ended 30 June 2025.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Repurchase Mandate

The Directors have been granted the general mandate (the “2024 Repurchase Mandate”) pursuant to the resolutions of the Shareholders passed on 7 June 2024, to repurchase Shares in the open market from time to time. Pursuant to the Repurchase Mandate, the Company is allowed to repurchase up to 10% of the total number of the issued Shares (excluding any treasury Shares) on the date of passing such resolution. The 2024 Repurchase Mandate lapsed at the conclusion of the Annual General Meeting of the Company held on 22 May 2025.

The Directors have been granted the general mandate (the “2025 Repurchase Mandate”) pursuant to the resolutions of the Shareholders passed on 22 May 2025, to repurchase Shares in the open market from time to time. Pursuant to the Repurchase Mandate, the Company is allowed to repurchase up to 10% of the total number of the issued Shares (excluding any treasury Shares) on the date of passing such resolution.

Share Repurchase

During the six months ended 30 June 2025, the Company repurchased a total of 4,080,000 Shares on GEM for an aggregate consideration of HK\$170,864 (excluding transaction costs), comprising 1,064,000 Shares under the 2024 Repurchase Mandate for HK\$47,704 and 3,016,000 Shares under the 2025 Repurchase Mandate for HK\$123,160. Subsequent to 30 June 2025 and up to the date of this Report, the Company repurchased 6,112,000 Shares under the 2025 Repurchase Mandate on GEM for an aggregate consideration of HK\$244,048 (excluding transaction costs). These Shares are held as treasury shares (as defined under the GEM Listing Rules) of the Company. Details are as below:

Repurchase period	No. of Shares repurchased	Purchase price per Share		Aggregate consideration paid	No. of treasury shares As at the end of the month
		Highest price paid	Lowest price paid		
		(HK\$/Share)	(HK\$/Share)	(HK\$)	
<i>During the six months ended 30 June 2025</i>					
Under the 2024 Repurchase Mandate					
January 2025	1,064,000	0.045	0.044	47,704	22,416,000
Subtotal	1,064,000	-	-	47,704	-
Under the 2025 Repurchase Mandate					
May 2025	1,744,000	0.045	0.040	73,352	1,744,000
June 2025	1,272,000	0.040	0.039	49,808	3,016,000
Subtotal	3,016,000	-	-	123,160	-
Total	4,080,000	-	-	170,864	-
<i>Subsequent to 30 June 2025 and up to the date of this Report</i>					
Under the 2025 Repurchase Mandate					
July 2025	6,112,000	0.040	0.038	244,048	9,128,000
Total	6,112,000	-	-	244,048	-



The Board considers that the shares repurchased by the Company and held as treasury shares may provide more flexibility to the Board to resell such treasury shares on the market prices to raise additional funds for the Company, or transfer or use for share grants under share schemes that comply with Chapter 23 of the GEM Listing Rules, as well as for other purposes permitted under the GEM Listing Rules, the Memorandum and Articles of Association and the applicable laws of the Cayman Islands.

Disposal of Treasury Shares

On 17 April 2025, the Company disposed of 22,416,000 treasury shares to Mr. Lung Wan, an independent third party, through an off-market transaction at HK\$0.06 per share. The sale price represents a premium of approximately 53.85% over the closing market price of HK\$0.039 per share on 17 April 2025, being the trading date of the Disposal. Gross proceeds amounted to HK\$1,344,960.00, with estimated net proceeds of HK\$300,651.01. The shares were sold under the General and Resale Mandate granted on 7 June 2024.

The net proceeds have been or will be applied towards general working capital purposes, consistent with the Company's previously disclosed plans. The Board believes the disposal strengthens the Group's financial position and reflects market confidence in the Company.

Further details of the transaction are set out in the Company's announcement dated 17 April 2025.

As at 1 January 2025, the Company held 21,352,000 treasury shares. As at 30 June 2025, the Company held 3,016,000 treasury shares. As at the date of this Report, the Company held 9,128,000 treasury shares.

Save as disclosed above, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares) during the six months ended 30 June 2025 and up to the date of this Report.

AMENDMENTS TO THE MEMORANDUM AND ARTICLES OF ASSOCIATION AND ADOPTION OF THE NEW MEMORANDUM AND ARTICLES OF ASSOCIATION

At the annual general meeting held on 22 May 2025, the Shareholders passed a special resolution to amend the Second Amended and Restated Memorandum and Articles of Association of the Company (adopted on 9 November 2023), and to adopt the Third Amended and Restated Memorandum and Articles of Association (the “New M&A”).

The New M&A introduced amendments to the Memorandum and Articles of Association to, among other things, (i) enable the Company to hold and deal with treasury shares; and (ii) incorporate certain housekeeping changes.

CHANGE OF AUDITOR’S REGISTERED NAME

The Company’s auditor has changed its registered name. With effect from 30 June 2025, the English name of the Auditor has been changed from “CL Partners CPA Limited” to “Rongcheng (Hong Kong) CPA Limited”, and the Chinese name has been changed from 「先機會計師行有限公司」 to 「容誠（香港）會計師事務所有限公司」。The new name has been duly registered with the Accounting and Financial Reporting Council (AFRC) in accordance with applicable requirements.

As at the date of this Report, the Board comprises Mr. Xu Shengheng and Mr. Dai Qi as executive Directors, Mr. Liao Yuan, Ms. Liu Ening and Mr. Zhang Yiyi as non-executive Directors, Mr. Zhang Honghai, Mr. Guan Chenghua and Mr. Guo Guanglei as independent non-executive Directors.

By Order of the Board of
CHYY Development Group Limited
Xu Shengheng
Joint Chairman & Executive Director

Hong Kong, 26 August 2025

