

Yancheng Port International Co., Limited 鹽城港國際股份有限公司

(Incorporated in the Cayman Islands with limited liability)

Stock Code : 8310

INTERIM REPORT

2026



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This report, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules of the Stock Exchange for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief, the information contained in this report is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this report misleading.

DEFINITIONS

Term	Definition
Audit Committee	the audit committee of the Company
Authorised Representative	an authorised representative of the Company under Rule 5.24 of the GEM Listing Rules
Board	the board of the Directors of the Company
Chief Executive Officer	the chief executive officer of the Company
Company	Yancheng Port International Co., Limited 鹽城港國際股份有限公司
CG Code	the Corporate Governance Code set out in Appendix C1 to the GEM Listing Rules
Dafeng Port Development Group	Jiangsu Yancheng Port Dafeng Port Development Group Co., Ltd.*(江蘇鹽城港大豐港開發集團有限公司)
Dafeng Port (HK)	Dafeng Port (HK) Development Limited 大豐港(香港)發展有限公司, a company incorporated in Hong Kong with limited liability and wholly owned by Dafeng Port Development Group
Director(s)	the directors of the Company
GEM Listing Rules	the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited
Group	the Company and its subsidiaries
Harbour Logistics	Jiangsu Yueda Harbour Logistics Development Company Limited*(江蘇悅達港口物流發展有限公司)
Hong Kong	the Hong Kong Special Administrative Region of the People's Republic of China
HK\$	Hong Kong dollars, the lawful currency of Hong Kong
Jiangsu Yancheng	Jiangsu Yancheng Port Holding Group Co., Ltd.*(江蘇鹽城港控股集團有限公司)

DEFINITIONS

Period	1 January 2026 to 30 June 2026
PGYC	the People's Government of Yancheng City* (鹽城市人民政府)
Port Storage Petrochemical	Jiangsu Yancheng Port Port Storage Petrochemical Co., Ltd.*(江蘇鹽城港港儲石化有限公司)
PRC/Mainland China	the People's Republic of China, excluding Hong Kong, Macau Special Administrative Region and Taiwan for the purpose of this report
Remuneration Committee	the remuneration committee of the Company
RMB	Renminbi, the lawful currency of the PRC
SFO	Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong)
Share(s)	ordinary shares of the Company
Smart Port	Jiangsu Yancheng Port Smart Port Co., Ltd.*(江蘇鹽城港智慧港口有限公司)
Stock Exchange	the Stock Exchange of Hong Kong Limited
US\$/US dollars	United States dollars
Worldly Development	Worldly Development Limited 匯利豐發展有限公司
Yancheng Port Overseas	Yancheng Port Overseas Investment Holdings Limited
Yancheng Port Supply Chain	Jiangsu Yancheng Port Supply Chain Technology Group Co., Ltd.* (江蘇鹽城港供應鏈科技集團有限公司)

* For the purpose of this report and unless otherwise specified, the English translation of the names of the companies incorporated in the PRC are used for identification purpose only.

FINANCIAL SUMMARY

The Group's total revenue for the Period was approximately HK\$639.5 million, representing an increase of approximately 24.3% as compared with the total revenue of approximately HK\$514.7 million for the corresponding period in 2025.

Loss before taxation for the Period was approximately HK\$7.9 million, representing a decrease of approximately 70.5% as compared with the loss before taxation of approximately HK\$26.8 million for the corresponding period in 2025.

Loss attributable to the equity holders of the Company for the Period was approximately HK\$7.9 million, representing a decrease of approximately 70.7% as compared with the loss attributable to the equity holders of the Company of approximately HK\$26.9 million for the corresponding period in 2025.

Loss per share for the Period was approximately HK0.61 cents compared with approximately HK2.09 cents for the corresponding period in 2025.

The Board presents the unaudited condensed consolidated financial results of the Group for the six months ended 30 June 2026 (the “Interim Financial Statements”) together with the comparative figures for the corresponding period in 2025 as follows:

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		Unaudited Six months ended 30 June	
	Note	2026 HK\$'000	2025 HK\$'000
Revenue	4	639,475	514,654
Cost of revenue		(628,516)	(513,268)
Gross profit		10,959	1,386
Other (loss)/income	5	(3,004)	(4,354)
Administrative expenses		(11,758)	(13,742)
Impairment of other receivables		(27)	–
Gain on disposal of a subsidiary	15	9,207	–
Finance costs	6	(13,279)	(10,070)
Loss before taxation	6	(7,902)	(26,780)
Taxation	7	–	(97)
Loss for the period		(7,902)	(26,877)
Other comprehensive income/(loss):			
Items that may be reclassified to profit or loss in subsequent periods:			
Exchange difference arising from translation of foreign operations		1,196	1,357
Total comprehensive loss for the period		(6,706)	(25,520)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		Unaudited Six months ended 30 June	
		2026	2025
	Note	HK\$'000	HK\$'000
(Loss)/Profit attributable to:			
Owners of the Company		(7,902)	(26,941)
Non-controlling interests		–	64
		(7,902)	(26,877)
Total comprehensive loss attributable to:			
Owners of the Company		(6,706)	(26,342)
Non-controlling interests		–	822
		(6,706)	(25,520)
Loss per share attributable to equity holders of the Company			
Basic and diluted (HK cents)	9	(0.61)	(2.09)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		Unaudited As at 30 June 2026 HK\$'000	Audited As at 31 December 2025 HK\$'000
	Note		
Non-current assets			
Property, plant and equipment	10	125,406	123,868
Goodwill		340	340
Right-of-use assets		35,797	34,918
		161,543	159,126
Current assets			
Inventories		719	–
Trade and other receivables	11	327,098	518,779
Bank balances and cash		19,333	5,278
Assets associated with disposal of a subsidiary classified as held for sale		–	16,599
		347,150	540,656

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		Unaudited As at 30 June 2026 HK\$'000	Audited As at 31 December 2025 HK\$'000
	Note		
Current liabilities			
Trade and other payables	12	442,625	727,247
Current portion of bank and other borrowings	13	575,938	201,605
Amount due to a former associate		3,841	3,344
Liabilities associated with disposal of a subsidiary classified as held for sale		–	25,782
		1,022,404	957,978
Net current liabilities		(675,254)	(417,322)
Total assets less current liabilities		(513,711)	(258,196)
Non-current liabilities			
Non-current portion of bank and other borrowings	13	11,523	260,387
Deferred tax liabilities		1,506	1,451
		13,029	261,838
NET LIABILITIES		(526,740)	(520,034)
Capital and reserves			
Share capital	14	12,880	12,880
Reserves		(539,620)	(532,914)
Total deficits attributable to equity holders of the Company		(526,740)	(520,034)
Non-controlling interests		–	–
TOTAL DEFICITS		(526,740)	(520,034)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Company								Non-controlling interests	Total deficits
	Share capital	Share premium	Capital reserve	Exchange reserve	Statutory reserve	Other reserve	Accumulated losses	Total		
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 January 2026 (audited)	12,880	201,419	(7,337)	1,367	1,720	–	(730,083)	(520,034)	–	(520,034)
(Loss)/Profit for the period	–	–	–	–	–	–	(7,902)	(7,902)	–	(7,902)
Exchange difference arising from translation of foreign operations	–	–	–	1,196	–	–	–	1,196	–	1,196
Total comprehensive (loss)/income for the period	–	–	–	1,196	–	–	(7,902)	(6,706)	–	(6,706)
At 30 June 2026 (unaudited)	12,880	201,419	(7,337)	2,563	1,720	–	(737,985)	(526,740)	–	(526,740)

	Attributable to equity holders of the Company								Non-controlling interests	Total deficits
	Share capital	Share premium	Capital reserve	Exchange reserve	Statutory reserve	Other reserve	Accumulated losses	Total		
	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)	12,880	201,419	(7,337)	(8,267)	1,720	(9,151)	(701,975)	(510,711)	16,562	(494,149)
(Loss)/Profit for the period	–	–	–	–	–	–	(26,941)	(26,941)	64	(26,877)
Exchange difference arising from translation of foreign operations	–	–	–	599	–	–	–	599	758	1,357
Total comprehensive (loss)/income for the period	–	–	–	599	–	–	(26,941)	(26,342)	822	(25,520)
At 30 June 2025 (unaudited)	12,880	201,419	(7,337)	(7,668)	1,720	(9,151)	(728,916)	(537,053)	17,384	(519,669)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Unaudited	
	Six months ended 30 June	
	2026 HK\$'000	2025 HK\$'000
Cash generated from/(used in) operating activities	115,011	(66,809)
Interest paid	(11,626)	(8,631)
Tax paid	–	(97)
Net cash generated from/(used in) operating activities	103,385	(75,537)
INVESTING ACTIVITIES		
Interest received	10	4
Purchase of property, plant and equipment	(471)	(614)
Net cash used in investing activities	(461)	(610)
FINANCING ACTIVITIES		
New bank borrowings raised	182,816	–
Advances from connected companies	134,257	116,283
Repayment of lease liabilities	(198)	(294)
Repayment of bank borrowings	(22,966)	(32,092)
Repayment of loans from third parties	(8,147)	(7,167)
Repayment of loans from a connected company	(5,713)	–
Repayment of amounts due to connected parties	(337,249)	–
Repayment of loan from an associated company	(31,993)	–
Net cash (used in)/generated from financing activities	(89,193)	76,730
Net increase in cash and cash equivalents	13,731	583
Cash and cash equivalents at the beginning of the period	5,278	4,968
Effect on exchange rate changes	324	115
Cash and cash equivalents at the end of the period, represented by bank balances and cash	19,333	5,666

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

The Company was incorporated in the Cayman Islands on 13 September 2011 as an exempted company with limited liability under the Company Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The Company's shares are listed on GEM of the Stock Exchange. The address of the registered office of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The principal place of business is located at Unit 1009, Exchange Tower, 33 Wang Chiu Road, Kowloon Bay, Kowloon, Hong Kong. The Company acts as an investment holding company and its subsidiaries are principally engaged in trading business and the provision of petrochemical products storage services.

2. BASIS OF PREPARATION

The Interim Financial Statements have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") as well as with the applicable disclosure requirements under the GEM Listing Rules.

Other than additional accounting policies resulting from application of amendments to Hong Kong Financial Reporting Standards ("HKFRSs"), the accounting policies and methods of computation used in the Interim Financial Statements are the same as those presented in the Group's audited annual financial statements for the year ended 31 December 2025.

Adoption of new/revised HKFRSs

The adoption of the new/revised HKFRSs that are relevant to the Group and effective from the current period, did not have any significant effect on the results and financial position of the Group for the current and prior accounting periods.

The Group has not early adopted any new/revised HKFRSs that have been issued but are not yet effective for the current period. The Directors have already commenced an assessment of the impact of these new and revised HKFRSs but are not yet in a position to reasonably estimate whether these new and revised HKFRSs would have a significant impact on the Group's results of operations and financial position.

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

3. SEGMENT INFORMATION

The executive directors of the Company are identified collectively as the chief operating decision maker. An operating segment is a component of the Group that is engaged in business activities from which the Group may earn revenue and incur expenses, and is identified on the basis of the internal management reporting information that is provided to and regularly reviewed by the Company’s executive directors in order to allocate resources and assess performance of the segment.

For management purposes, the Group is currently organised into the following operating segments:

Operating segments	Principal activities
— Trading business	— Trading of petrochemical products, electronic products and soybean products etc.
	— Provision of supply chain management services
— Petrochemical products storage business	— Provision of storage services for petrochemical products

For the purposes of assessing segment performance and allocating resources between segments, the Company’s senior executive management monitors the results, assets and liabilities attributable to each reportable segment on the following bases:

Segments assets include all assets except for corporate assets which are managed on a group basis. All liabilities are allocated to reportable segment liabilities other than unallocated head office and corporate liabilities which are managed on a group basis and certain other payables and accrued charges.

Revenues and expenses are allocated to the reporting segments with reference to the sales generated by those segments and the expenses incurred by those segments or the expenses arising from the depreciation of assets attributable to those segments. The measure used for reporting segment results is profit/loss before taxation without allocation of share of results of other unallocated corporate expenses and income.

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

3. SEGMENT INFORMATION *(Continued)*

For the purpose of assessing the performance of the operating segments and allocation of resources between segments, the Group's results are further adjusted for items not specifically attributed to individual segments and other head office or corporate administration costs.

Inter-segment sales transactions are charged at prevailing market prices. Operating segment information is presented below:

For the six months ended 30 June 2026

	Trading business HK\$'000	Petrochemical products storage business HK\$'000	Total HK\$'000
Revenue			
Third parties	621,976	16,173	638,149
Connected parties	1,326	–	1,326
Total revenue	623,302	16,173	639,475
Results			
Segment result	(841)	933	92
Other unallocated corporate loss			(2,943)
Other unallocated corporate expenses			(14,258)
Gain on disposal of a subsidiary			9,207
Loss before taxation			(7,902)
Taxation			–
Loss for the period			(7,902)

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

3. SEGMENT INFORMATION *(Continued)*

For the six months ended 30 June 2025

	Trading business HK\$'000	Petrochemical products storage business HK\$'000	Inter-segment elimination HK\$'000	Total HK\$'000
Revenue (from external customers)	506,156	8,498	–	514,654
— Inter-segment revenue	2,269	243	(2,512)	–
Total revenue	508,425	8,741	(2,512)	514,654
Results				
Segment result	709	(6,904)	–	(6,195)
Other unallocated corporate loss				(4,985)
Other unallocated corporate expenses				(15,600)
Loss before taxation				(26,780)
Taxation				(97)
Loss for the period				(26,877)

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

3. SEGMENT INFORMATION *(Continued)*

As at 30 June 2026

	Trading business HK\$'000	Petrochemical products storage business HK\$'000	Total HK\$'000
ASSETS			
Segment assets	287,689	184,586	472,275
Unallocated corporate assets	–	–	36,418
Consolidated total assets			508,693
LIABILITIES			
Segment liabilities	(343,191)	(200,239)	(543,430)
Unallocated corporate liabilities	–	–	(492,003)
Consolidated total liabilities			(1,035,433)

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

3. SEGMENT INFORMATION *(Continued)*

As at 31 December 2025

	Trading business HK\$'000	Petrochemical products storage business HK\$'000	Total HK\$'000
ASSETS			
Segment assets	449,875	195,999	645,874
Unallocated corporate assets	–	–	37,309
Assets associated with disposal of a subsidiary classified as held for sale			16,599
Consolidated total assets			699,782
LIABILITIES			
Segment liabilities	(552,876)	(159,424)	(712,300)
Unallocated corporate liabilities	–	–	(481,734)
Liabilities associated with disposal of a subsidiary classified as held for sale			(25,782)
Consolidated total liabilities			(1,219,816)

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

3. SEGMENT INFORMATION *(Continued)*

Geographical segment

The Group operates and derives revenue in two principal geographical areas: Hong Kong and the PRC. The following table sets out the revenue derived from geographical areas which are based on the geographical location of the customers:

	Unaudited Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
Hong Kong	5,225	–
The PRC	634,250	514,654
	639,475	514,654

4. REVENUE

Revenue, which represents income from trading business and petrochemical products storage business, is analysed by category as follows:

	Unaudited Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
Income from trading business	623,302	506,156
Income from provision of petrochemical products storage business	16,173	8,498
	639,475	514,654

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

5. OTHER (LOSS)/INCOME

	Unaudited Six months ended 30 June	
	2026 HK\$'000	2025 HK\$'000
Bank interest income	10	4
Exchange (loss)/gain	(3,014)	(4,362)
Sundry income	–	4
	(3,004)	(4,354)

6. LOSS BEFORE TAXATION

	Unaudited Six months ended 30 June	
	2026 HK\$'000	2025 HK\$'000
This is stated after charging:		
Finance costs		
Interest on borrowings wholly repayable within five years	5,800	2,049
Interest on listed credit enhanced guaranteed bonds	7,096	7,041
Interest on lease liabilities	16	35
Interest on loans from a former associate	367	945
	13,279	10,070
Other items		
Cost of inventories	619,896	505,552
Depreciation of property, plant and equipment	6,573	5,982
Depreciation of right-of-use assets	416	501
	626,885	512,035
Staff costs		
Salaries, allowance and the other short-term employee benefits including directors' emoluments	6,639	7,588
Contribution to defined contribution plans	2,035	2,073
	8,674	9,661

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

7. TAXATION

Hong Kong Profits Tax is calculated in accordance with the two-tiered profits tax rates regime. Under the two-tiered profits tax rates regime, the profits tax rate for the first HK\$2 million of estimated assessable profits of the qualifying group entity is lowered to 8.25% while the estimated assessable profits above HK\$2 million will continue to be subject to the rate of 16.5% for corporations. Neither the Company nor its subsidiaries in Hong Kong have obtained taxable profits and no income tax has been accrued.

The PRC Enterprise Income Tax ("EIT") is calculated at the prevailing tax rate at 25% (2025: 25%) on taxable income determined in accordance with the relevant laws and regulations in the PRC.

Pursuant to the rules and regulations of the British Virgin Islands and the Cayman Islands, the Group is not subject to any taxation under those jurisdictions.

	Unaudited Six months ended 30 June	
	2026 HK\$'000	2025 HK\$'000
Current tax		
PRC EIT		
— Under-provision in prior period	—	97
Total income tax expenses recognised in profit or loss	—	97

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

8. DIVIDEND

The Board did not recommend the payment of any interim dividend for the Period (2025: Nil).

9. LOSS PER SHARE

Basic loss per share for the six months ended 30 June 2026 and 2025 are calculated by dividing the loss attributable to the owners of the Company by the weighted average number of ordinary shares in issue.

	Unaudited Six months ended 30 June	
	2026	2025
Loss attributable to the owners of the Company (HK\$'000)	(7,902)	(26,941)
Weighted average number of ordinary shares in issue	1,288,000,000	1,288,000,000
Basic loss per share (HK cents)	(0.61)	(2.09)

Basic and diluted loss per share are the same as the Company did not have any dilutive potential ordinary shares during the six months ended 30 June 2026 and 2025.

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

10. PROPERTY, PLANT AND EQUIPMENT

During the Period, the Group acquired items of property, plant and equipment (the “PPE”) with a cost of approximately HK\$776,000 (the corresponding period in 2025: approximately HK\$640,000). The Group did not dispose any PPE during the corresponding period in 2025.

11. TRADE AND OTHER RECEIVABLES

		Unaudited 30 June 2026 HK\$'000	Audited 31 December 2025 HK\$'000
	Note		
Trade receivables			
— Third parties		189,889	475,399
— Connected parties	11(a)	1,420	—
		191,309	475,399
Other receivables			
Deposits, prepayments and other debtors		135,767	42,089
Advanced payment to suppliers		—	489
Value added tax refundable		37	791
Amount due from a connected company	11(b)	12	11
Less: Loss allowance		(27)	—
		135,789	43,380
		327,098	518,779

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

11. TRADE AND OTHER RECEIVABLES *(Continued)*

The ageing analysis of trade receivables, based on the invoice date, is as follows:

	Unaudited 30 June 2026 HK\$'000	Audited 31 December 2025 HK\$'000
Non-credit impaired		
Within 90 days	187,024	463,238
91–180 days	4,285	11,049
181–365 days	–	1,112
	191,309	475,399

The Group allows a credit period of up to 90 days to its trade debtors.

The information about the exposure to credit risk for trade receivable as at the end of each reporting period is summarised below:

	Unaudited 30 June 2026 HK\$'000	Audited 31 December 2025 HK\$'000
Non-credit impaired		
Not past due	191,309	463,238
1–90 days past due	–	11,049
91–180 days	–	1,112
	191,309	475,399

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

11. TRADE AND OTHER RECEIVABLES *(Continued)*

As at 30 June 2026, no trade receivables were past due but not impaired (31 December 2025: approximately HK\$12,161,000). In respect of the comparative balance, the Group did not recognise any impairment as there had been no significant change in credit quality and the Directors considered the amounts to be fully recoverable; such amounts were subsequently settled in full. The Group does not hold any collateral over these balances.

Receivables that were neither past due nor impaired as at 30 June 2026 and 31 December 2025 relate to a wide range of customers for whom there was no history of default.

11(a) Amount due from connected parties

	Unaudited 30 June 2026 HK\$'000	Audited 31 December 2025 HK\$'000
Dafeng Port Development Group	1,024	–
Smart Port	396	–
	1,420	–

11(b) Amount due from a connected company

	Unaudited 30 June 2026 HK\$'000	Audited 31 December 2025 HK\$'000
Smart Port	12	11
	12	11

The amounts due are unsecured, interest-free and have no fixed term of repayment.

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

12. TRADE AND OTHER PAYABLES

	Unaudited 30 June 2026 HK\$'000	Audited 31 December 2025 HK\$'000
Note		
Trade payables		
Trade payables	157,062	238,558
Other payables		
Accrued charges and other creditors	36,429	48,264
Construction costs payable	2,914	2,631
Contract liabilities	1,159	603
Salaries and bonus payable	1,354	2,578
Amount due to an ex-director	1,220	1,220
Amount due to connected companies - current portion	12(a) 242,487	433,393
	285,563	488,689
	442,625	727,247

The ageing analysis of trade payables, based on invoice date, is as follows:

	Unaudited 30 June 2026 HK\$'000	Audited 31 December 2025 HK\$'000
90 days or below	157,029	217,255
91-180 days	–	–
181-365 days	–	21,271
More than 365 days	33	32
	157,062	238,558

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

12. TRADE AND OTHER PAYABLES *(Continued)*

12(a) Amount due to connected companies

		Unaudited 30 June 2026 HK\$'000	Audited 31 December 2025 HK\$'000
	Note		
Current portion			
Dafeng Port Development Group	12a(i)	371	200,661
New Fortune International Development Limited	12a(ii)	17,656	17,202
Dafeng Port (HK)	12a(iii)	222,982	215,530
Yancheng Port Overseas	12a(iv)	1,478	–
		242,487	433,393

- (i) Dafeng Port Development Group has 40% equity interests in Yancheng Port Overseas. The amount of RMB323,000 (equivalent to HK\$371,000) is unsecured, repayable on demand and interest-free.
- (ii) Dafeng Port Development Group has 100% equity interests in New Fortune International Development Limited. The amount is unsecured, repayable on demand and interest-free.
- (iii) Dafeng Port Development Group has 100% equity interests in Dafeng Port (HK). The amount is unsecured, repayable on demand and interest-free. The balance of HK\$212,271,000 was denominated in US\$ and the remaining balance was denominated in HK\$.
- (iv) The amount is unsecured, repayable on demand and interest-free.

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

13. BANK AND OTHER BORROWINGS

	Unaudited 30 June 2026 HK\$'000	Audited 31 December 2025 HK\$'000
Interest-bearing		
Bank loans	334,545	166,785
Loans from a connected company	–	5,560
Lease liabilities	477	658
Listed credit enhanced guaranteed bonds	245,682	243,418
Loan from a former associate	2,535	33,575
Loan from a third party	4,222	11,996
Total bank and other borrowings	587,461	461,992
Current portion		
— Bank loans	323,120	155,666
— Lease liabilities	379	368
— Listed credit enhanced guaranteed bonds	245,682	–
— Loan from a former associate	2,535	33,575
— Loan from a third party	4,222	11,996
	575,938	201,605
Non-current portion		
— Bank loans	11,425	11,119
— Loans from a connected company	–	5,560
— Lease Liabilities	98	290
— Listed credit enhanced guaranteed bonds	–	243,418
	11,523	260,387
Total bank and other borrowings	587,461	461,992
Analysed as follows:		
Secured and guaranteed	4,222	11,996
Unsecured	3,012	39,793
Unsecured but guaranteed	580,227	410,203
	587,461	461,992

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

14. SHARE CAPITAL

	30 June 2026		31 December 2025	
	Number of shares	Nominal value HK\$'000	Number of shares	Nominal value HK\$'000
Ordinary shares of HK\$0.01 each				
Authorised				
At 1 January 2025, 31 December 2025, 1 January 2026 (audited) and 30 June 2026 (unaudited)	10,000,000,000	100,000	10,000,000,000	100,000
Issued and fully paid:				
At 1 January 2025, 31 December 2025, 1 January 2026 (audited) and 30 June 2026 (unaudited)	1,288,000,000	12,880	1,288,000,000	12,880

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

15. DISPOSAL OF A SUBSIDIARY

In 2025, the Board approved the commencement of the disposal plan on Worldly Development. In December 2025, the Group entered into a conditional equity transfer agreement with an independent third party for the disposal of the entire equity interest in Worldly Development at a consideration of HK\$10.

As at 31 December 2025, the major classes of assets and liabilities of Worldly Development had been classified as held for sale (measured at the lower of carrying amount and fair value less costs to sell). As of 30 June 2026, the disposal was completed, resulting in a gain on disposal of the subsidiary of HK\$9,207,000. The disposal did not constitute a notifiable transaction under Chapter 19 of the GEM Listing Rules.

16. RELATED PARTY TRANSACTIONS

During the six months ended 30 June 2026 and 2025, the Group had the following transactions with related parties:

	Unaudited 30 June 2026 HK\$'000	Unaudited 30 June 2025 HK\$'000
Sales of goods and services		
Dafeng Port Development Group	957	–
Smart Port	369	–
	1,326	–
Rental fee:		
Dafeng Port Development Group	114	114

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

17. KEY MANAGEMENT PERSONNEL REMUNERATION

The remuneration of Directors, who are also identified as key management personnel of the Group, and senior management during the periods is as follows:

	Unaudited Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
Salaries, allowance and the other short-term employee benefits	1,211	2,385
Contribution to defined contribution plans	255	416
	1,466	2,801

18. PLEDGE OF ASSETS/BANKING AND OTHER FACILITIES

As at 30 June 2026 and 31 December 2025, banking and other facilities granted to and utilised by the Group are summarised as follows:

	Unaudited 30 June 2026 HK\$'000	Audited 31 December 2025 HK\$'000
Total banking and other facilities granted to the Group	461,600	244,618
Total utilised banking and other facilities	338,767	178,781

The Group utilized banking facilities and other borrowings to finance its business expansion. As at 30 June 2026, a loan from a third party of approximately RMB3.7 million (equivalent to approximately HK\$4.2 million) was secured by petrochemical storage equipment of approximately RMB27.2 million (equivalent to approximately HK\$31.3 million).

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

19. CAPITAL COMMITMENTS

Capital expenditure commitments

	Unaudited 30 June 2026 HK\$'000	Audited 31 December 2025 HK\$'000
Contracted but not provided net of deposit paid for construction of property, plant and equipment	227,200	312,148

20. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

The Interim Financial Statements were approved and authorised for issue by the Board on 27 August 2026.

MANAGEMENT DISCUSSION AND ANALYSIS

MACRO SITUATION REVIEW

In the first half of 2026, the global economic pattern continued to adjust. Under the superposition of multiple factors such as geopolitical conflicts and policy cycle transformation, the rhythm of economic recovery was obviously differentiated, and the uncertainty of external environment remained prominent. At the same time, the domestic economy continued to recover, but the endogenous growth momentum still needed to be further consolidated, and industrial transformation and demand recovery were facing a lot of pressure. The Company will adhere to the principle of prudent operation, continue to track the global macroeconomic trend, pay close attention to the impact of various risk factors, adhere to the bottom line thinking, flexibly adjust the operation strategy, effectively buffer the impact of fluctuations in the internal and external environment, strive to maintain operational stability under the complex cyclical environment, and continue to consolidate the foundation for the long-term development of the Group.

BUSINESS REVIEW

For the Period, the Group was principally engaged in trading business and the provision of petrochemical products storage business.

1. Trading Business

The Group is engaged in the trading of petrochemical products, electronic products and soybean products. During the Period, the revenue generated from the Group's trading business increased by approximately 23.1% to approximately HK\$623.3 million (the corresponding period in 2025: approximately HK\$506.2 million). The increase in revenue from this segment was primarily attributable to the Group's proactive efforts to expand its customer base, enhance the turnover volume of procurement and sales and prudently expand its business scale. Leveraging its port advantages, the Group strengthened its spot distribution business and maintained a stable flow of customer orders.

MANAGEMENT DISCUSSION AND ANALYSIS

2. Petrochemical Products Storage Business

The Group is engaged in petrochemical products storage business through Port Storage Petrochemical. Revenue generated from the Group's petrochemical products storage business increased by approximately 90.3% to approximately HK\$16.2 million (the corresponding period in 2025: approximately HK\$8.5 million). The increase in revenue from this segment was primarily attributable to the Group's continued focus on the core tank storage business in the port area, optimisation of the overall scheduling of the tank field, revitalisation of tank storage assets and enhanced utilisation of tank capacity. In addition, the Group benefited from favourable market conditions for tank leasing, which resulted in an overall increase in the contracted rental rates for individual tanks.

FINANCIAL REVIEW

The Group's revenue increased by approximately 24.3% to approximately HK\$639.5 million for the Period (the corresponding period in 2025: approximately HK\$514.7 million). For reasons of the increase in revenue, please refer to the paragraph headed "Business Review" above for details.

The Group's cost of revenue increased by approximately 22.5% to approximately HK\$628.5 million for the Period (the corresponding period in 2025: approximately HK\$513.3 million). The increase in cost was mainly driven by the effect of increase in revenue of the Group's trading business.

With the combined effects of revenue and cost of sales, the Group recorded a gross profit margin of approximately 1.7% for the Period (the corresponding period in 2025: approximately 0.3%). The increase in gross profit margin was mainly due to (i) the Group's active development of new trade and sales markets, as well as the optimization of sales channels to enhance its bargaining power and improve the gross profit margin; and (ii) a substantial increase in revenue from the petrochemical product storage business, and generally unchanged costs, thereby boosting the gross profit margin of the storage business.

The Group's finance costs amounted to approximately HK\$13.3 million for the Period (the corresponding period in 2025: approximately HK\$10.1 million). Finance costs mainly include interests on bank loans and listed credit enhanced guaranteed bonds. The increase in the finance costs was primarily attributable to an increase in borrowings from banks of approximately HK\$167.8 million.

MANAGEMENT DISCUSSION AND ANALYSIS

For the Period, the Group recorded loss for the Period of approximately HK\$7.9 million (the corresponding period in 2025: approximately HK\$26.9 million). The loss attributable to the owners of the Company was approximately HK\$7.9 million (the corresponding period in 2025: approximately HK\$26.9 million) and the loss per share was HK0.61 cents (the corresponding period in 2025: loss of HK2.09 cents).

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2026, the Group had net current liabilities of approximately HK\$675.3 million (31 December 2025: approximately HK\$417.3 million) including amounts due to connected companies of approximately HK\$242.5 million (31 December 2025: approximately HK\$433.4 million).

The Group's equity capital, bank and other borrowings have been applied to fund its working capital and other operational needs. The Group's current ratio (defined as the ratio of current assets to current liabilities) as at 30 June 2026 was approximately 0.34 (31 December 2025: approximately 0.56). The decrease was mainly attributable to the combined effects of decreases in trade and other receivables and trade and other payables, an increase in bank balances and cash, and an increase in the current portion of bank and other borrowings.

The Group's gearing ratio (defined as the ratio of total interest-bearing borrowings to total equity) was approximately negative 111.5% for the Period (31 December 2025: approximately negative 88.8%). The change was driven by a 27.2% increase in total interest-bearing borrowings to approximately HK\$587.5 million (31 December 2025: approximately HK\$462.0 million), and the total deficit of HK\$526.7 million (31 December 2025: approximately HK\$520.0 million).

CAPITAL STRUCTURE

As at 30 June 2026, the Group's total deficit attributable to the owners of the Company amounted to approximately HK\$526.7 million (31 December 2025: approximately HK\$520.0 million). The capital of the Company comprised issued share capital. There was no movement in the issued share capital of the Company during the Period.

DIVIDEND

The Board did not recommend the payment of any interim dividend for the Period (2025: Nil).

MANAGEMENT DISCUSSION AND ANALYSIS

PLEDGE OF ASSETS

The Group used bank facilities and other borrowings to finance the expansion of its business. Pursuant to a loan agreement dated 23 September 2023 entered into between Port Storage Petrochemical and an independent third party, a loan facility of RMB40.0 million (equivalent to HK\$46.2 million) was made available to the Group and was secured by petrochemical storage equipment with an aggregate carrying amount of RMB27.2 million (equivalent to HK\$31.3 million). As at 30 June 2026, the balance of the loan was approximately RMB3.7 million (equivalent to approximately HK\$4.2 million).

SIGNIFICANT INVESTMENT, MATERIAL ACQUISITIONS AND DISPOSALS

Save as disclosed in this report, there were no significant investments held, nor material acquisitions or disposals of subsidiaries, associates or joint ventures by the Group during the Period.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS AND EXPECTED SOURCES OF FUNDING

The Group had no future plans for material investments or capital assets as at 30 June 2026. The Group will continue to monitor the industry closely and review its business expansion plans regularly, so as to take necessary measures in the Group's best interests.

OUTLOOK

Looking ahead to the second half of 2026, global inflationary pressures are expected to ease gradually, albeit with lingering uncertainties in the external environment, while the domestic economy is anticipated to continue its moderate recovery. The Group will adhere to a prudent and steady operational strategy to consolidate the foundation of its existing principal businesses. Meanwhile, the Group will seize the strategic opportunities arising from the integrated development initiatives in Yancheng, Jiangsu Province, by continuously streamlining internal resources, restructuring and optimizing resource allocation, refining inefficient business chains and enhancing resource utilisation efficiency. The Group will rationally assess market dynamics, prudently explore investment opportunities that offer sustainable returns, steadily strengthen its operational resilience and drive the enterprise towards high-quality and stable development.

MANAGEMENT DISCUSSION AND ANALYSIS

FOREIGN CURRENCY EXPOSURE

The income and expenditure of the Group are mainly carried in Hong Kong dollars, Renminbi and US dollars. Exposures to foreign currency risk arise from certain of the Group's trade and other receivables, trade and other payables, listed credit enhanced bonds and cash and bank balances denominated in Renminbi and US dollars. The Group mainly adopts measures such as adjusting the time of foreign exchange receipt and payment, matching the balance of foreign exchange receipts and payments, and signing foreign exchange lock agreements with banks to control foreign exchange risks. The Group does not use derivative financial instruments to hedge its foreign currency risk. The management team of the Group reviews the foreign currency exposures regularly and does not expect significant exposure to foreign currency risk.

EMPLOYEES AND EMOLUMENT POLICY

As at 30 June 2026, the Group had a total of 84 employees (31 December 2025: 85 employees) based in Hong Kong and the PRC. During the Period, the total staff costs, including Directors' emoluments, amounted to approximately HK\$8.7 million (the corresponding period in 2025: approximately HK\$9.7 million).

The Group reviews the emoluments of its directors and staff based on their respective qualification, experience, performance and the market rates so as to maintain the remunerations of its directors and staff at a competitive level. The Group provides benefits in accordance with relevant laws and regulations.

MANAGEMENT DISCUSSION AND ANALYSIS

CAPITAL COMMITMENTS

As at 30 June 2026, the Group had capital expenditure commitments contracted but not provided, net of deposit paid of approximately HK\$227.2 million (31 December 2025: approximately HK\$312.1 million). The capital commitments were mainly related to the construction of property, plant and equipment.

CONTINGENT LIABILITIES

As at 30 June 2026, the Group had no material contingent liabilities (31 December 2025: Nil).

CHANGE OF DIRECTORS AND CHANGE IN THE COMPOSITION OF BOARD COMMITTEES

During the Period and up until the date of this report, the following changes to the Directors and the composition of the Board committees took place:

- With effect from 22 May 2026, (i) Mr. Ji Yaosheng resigned as an executive Director, the Chief Executive Officer, a member of the Remuneration Committee and an Authorised Representative; (ii) Mr. Chen Haojie has been appointed as an executive Director, the Chief Executive Officer, a member of the Remuneration Committee and an Authorised Representative.

Save as disclosed above, during the Period and up to the date of this report, there was no change in the information of any Director or chief executive of the Company required to be disclosed pursuant to Rule 17.50A(1) of the GEM Listing Rules.

EVENTS AFTER THE PERIOD

Save as disclosed herein, the Group did not have any significant events after the end of Period and up to the date of this report.

CORPORATE GOVERNANCE AND OTHER INFORMATION

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

As at 30 June 2026, none of the Directors or the chief executive of the Company had any interests or short positions in the Shares, underlying Shares and debentures of the Company or any associated corporation (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO) or which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein; or which were required, pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules relating to securities transactions by the Directors, to be notified to the Company and the Stock Exchange.

CONVERTIBLE SECURITIES, WARRANTS OR SIMILAR RIGHTS

Up to 30 June 2026, the Group has not issued or granted any convertible securities, warrants or other similar rights.

CORPORATE GOVERNANCE AND OTHER INFORMATION

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

As at 30 June 2026, so far as was known to the Directors, the following persons/entities (other than the Directors or chief executive of the Company) had, or were deemed to have, interests or short positions in the Shares or underlying Shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 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 as follows:

Name of shareholders	Capacity/Nature of interests	Number of Shares held (Note 1)	% of the Company’s issued share capital (Approximate)
Yancheng Port Overseas (Note 2)	Beneficial owner	740,040,000 (L)	57.46%
Dafeng Port (HK) (Note 2 and 3)	- Interest of controlled corporation - Beneficial owner	740,040,000 (L) 225,535,000 (L)	57.46% 17.51%
Dafeng Port Development Group (Note 4)	Interest of controlled corporation	965,575,000 (L)	74.97%
Jiangsu Yancheng (Note 4)	Interest of controlled corporation	965,575,000 (L)	74.97%
PGYC (Note 4)	Interest of controlled corporation	965,575,000 (L)	74.97%

CORPORATE GOVERNANCE AND OTHER INFORMATION

Notes:

1. The letter “L” denotes a long position in the interest in the issued share capital of the Company.
2. Yancheng Port Overseas, a company incorporated in Hong Kong with limited liability, is owned (i) as to 40% by Dafeng Port Development Group, which in turn is wholly owned by Jiangsu Yancheng, which in turn is owned as to 40.8% by PGYC; and (ii) as to 60% by Dafeng Port (HK), which in turn is wholly owned by Dafeng Port Development Group.
3. Dafeng Port (HK) is deemed to be interested in the Shares held by Yancheng Port Overseas under the SFO.
4. Each of Dafeng Port Development Group, Jiangsu Yancheng and PGYC are deemed to be interested in the Shares held by Yancheng Port Overseas and Dafeng Port (HK) under the SFO.

Save as disclosed above, as at 30 June 2026, the Directors were not aware of any other persons or entities (other than the Directors and chief executives of the Company) who had interests or short positions in the Shares or underlying Shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 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.

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

During the Period, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

CORPORATE GOVERNANCE AND OTHER INFORMATION

COMPETING INTERESTS

The controlling shareholder of the Company, Dafeng Port Development Group, has a direct wholly-owned subsidiary, namely Yancheng Port Supply Chain, and a direct non-wholly-owned subsidiary, namely Harbour Logistics, and it is engaged in the trading of various commodities, including coal, metal ores, non-metal ores, non-ferrous metals, chemical products, non-metallic building materials, scrap steel and timber. Meanwhile, the Group has also developed trading businesses in electronic products, petrochemical products and various other products. Accordingly, one of the activities of Dafeng Port Development Group constitutes or may constitute a competing business. The Board is of the view that the businesses of Dafeng Port Development Group do not pose a material competitive threat to the Group as the types of products offered by the Group and Dafeng Port Development Group have different focuses and they target different customers in the market.

Mr. Chen Haojie, an executive Director and chief executive officer of the Company, also serves as the chairman and party secretary of Dafeng Port Development Group. Save for the duties of Mr. Chen Haojie as disclosed above, there is no overlap between the directors of the Company, Dafeng Port Development Group, Yancheng Port Supply Chain and Harbour Logistics. Notwithstanding the multiple roles of Mr. Chen Haojie, the Directors are of the view that the Board is able to operate independently from the Dafeng Port Development Group in the best interests of the Company and its shareholders as a whole.

Save as disclosed above, the Directors consider that during the Period, none of the Directors, controlling shareholders of the Company or their respective close associates had any interest in any business which competes or may compete either directly or indirectly with the business of the Group which would be required to be disclosed under Rule 11.04 of the GEM Listing Rules.

CODE OF CONDUCT REGARDING SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct regarding securities transactions by the Directors on terms no less exacting than the required standard of dealings as set out in Rules 5.48 to 5.67 of the GEM Listing Rules. Having made specific enquiries of all the Directors, the Company was not aware of any non-compliance with the required standard of dealings and its code of conduct regarding securities transactions by the Directors for the Period.

CORPORATE GOVERNANCE AND OTHER INFORMATION

CORPORATE GOVERNANCE CODE

The Board is committed to achieving good corporate governance standards. The Board believes that good corporate governance is essential in providing a framework for the Company to safeguard the interests of shareholders, enhance corporate value, formulate its business strategies and policies, and enhance its transparency and accountability.

During the Period, the Company applied the principles of, and complied with, the applicable code provisions set out in the section headed “Part 2 – Principles of good corporate governance, code provisions and recommended best practices” of the CG Code.

AUDIT COMMITTEE

The Audit Committee has been established on 3 August 2013 with written terms of reference in compliance with Rules 5.28 to 5.29 of the GEM Listing Rules and code provision D.3.3 of the CG Code. The Audit Committee currently consists of Mr. Lau Hon Kee (Chairman), Mr. Yu Xugang and Ms. Hui Alice, all of whom are independent non-executive Directors. The primary duties of the Audit Committee are to make recommendations to the Board on the appointment and removal of the external auditor, review the financial statements and related materials and provide advice in respect of the financial reporting process and oversee the internal control procedures and the risk management system of the Group.

The Interim Financial Statements have not been audited by the Company’s auditor, but have been reviewed by the Audit Committee. The Audit Committee is of the opinion that the Interim Financial Statements complied with the applicable accounting standards, the GEM Listing Rules and legal requirements and that adequate disclosures have been made.

CHANGE OF NAME OF AUDITOR

With effect from 21 August 2026, the Company’s auditor changed its English name from “Prism Hong Kong Limited” to “CLA Prism Hong Kong Limited”, and its Chinese name from “栢淳會計師事務所有限公司” to “思立安栢淳會計師事務所有限公司”. The Company understands from its auditor that the above change of name has no impact on the audit and related services to be provided to the Company.

CORPORATE GOVERNANCE AND OTHER INFORMATION

APPRECIATION

On behalf of the Directors, I would like to extend our gratitude and sincere appreciation to all management and staff members for their diligence and dedication, as well as the continuing support of our business partners, customers and the shareholders.

By order of the Board
Yancheng Port International Co., Limited
Lu Shuai
Chairman

Hong Kong, 27 August 2026

As at the date of this report, the Board comprises the following members:

Executive Directors	Non-executive Director	Independent Non-executive Directors
Mr. Lu Shuai (<i>Chairman</i>)	Mr. Ding Anguang	Mr. Lau Hon Kee
Ms. Yuan Xin (<i>Vice-chairman</i>)		Mr. Yu Xugang
Mr. Chen Haojie		Ms. Hui Alice