中国联通
China unicom

中國聯合網絡通信（香港）股份有限公司
CHINA UNICOM (HONG KONG) LIMITED

股份代號 Stock Code : 762

INNOVATE to ELEVATE

中期報告 INTERIM REPORT 2025

融合創新 提價值

Forward-looking statements

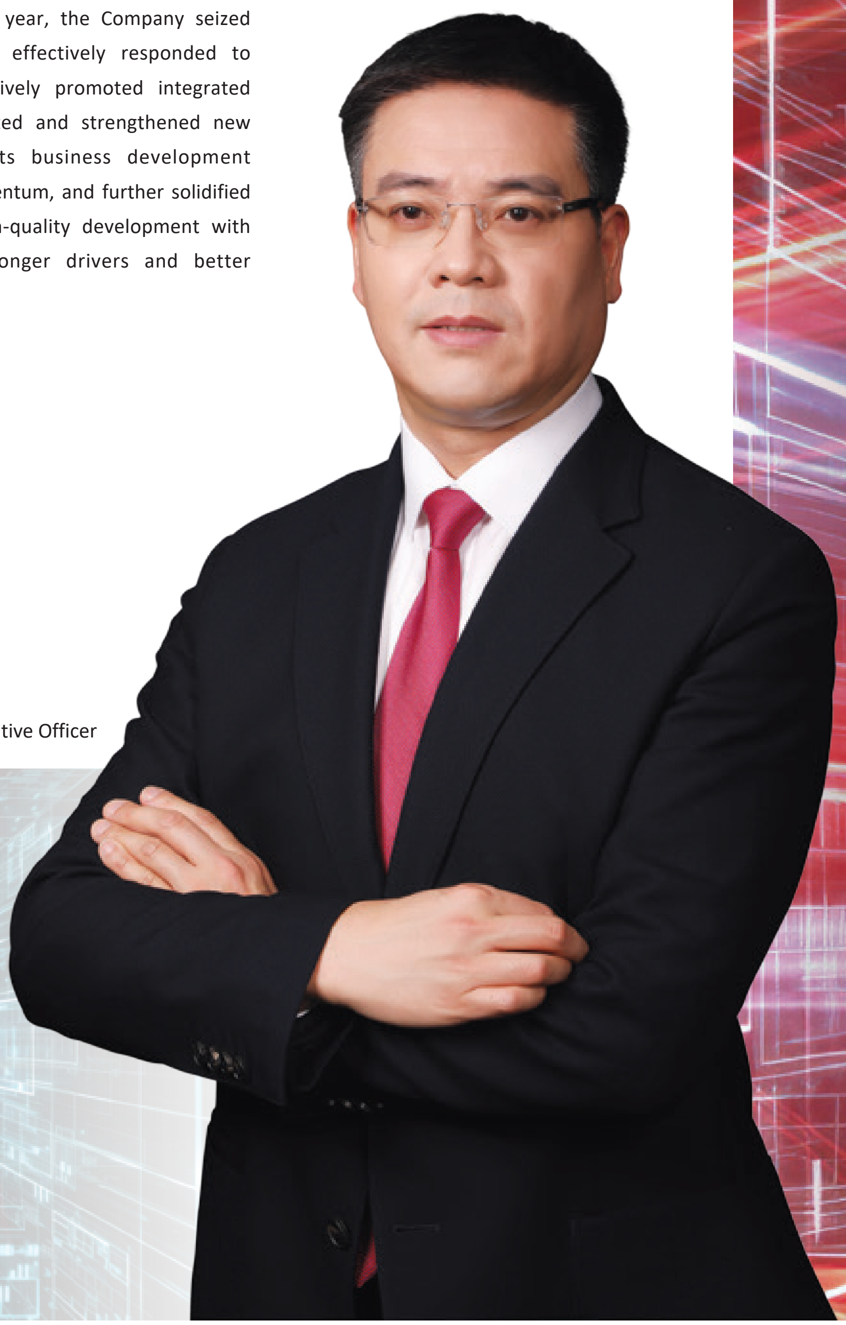
Certain statements contained in this report may be viewed as "forward-looking statements". Such forward-looking statements are subject to known and unknown risks, uncertainties and other factors, which may cause the actual performance, financial condition or results of operations of the Company to be materially different from any future performance, financial condition or results of operations implied by such forward-looking statements. In addition, we do not intend to update these forward-looking statements. Neither the Company nor the directors, employees or agents of the Company assume any liabilities in the event that any of the forward-looking statements does not materialise or turns out to be incorrect.

CONTENTS

CHAIRMAN'S STATEMENT

Dear Shareholders,

In the first half of the year, the Company seized strategic opportunities, effectively responded to challenges, comprehensively promoted integrated innovation, and cultivated and strengthened new quality productivity. Its business development maintained strong momentum, and further solidified the foundation for high-quality development with improved stability, stronger drivers and better quality.



CHEN ZHONGYUE
Chairman and Chief Executive Officer

OVERALL RESULTS

Operating results grew steadily. In the first half of the year, the Company's revenue steadily increased, with operating revenue exceeding RMB200 billion, representing a year-on-year increase of 1.5%. Profitability continued to improve, with profit before income tax reaching RMB17.8 billion, representing a year-on-year increase of 5.1%.

Continued optimisation of business structure. In the first half of the year, Connectivity and Communications (CC)[1] revenue reached RMB131.9 billion. Computing and Digital Smart Applications (CDSA)[2] revenue reached RMB45.4 billion, with its contribution increasing to 26%. International business revenue reached RMB6.8 billion, up by 11% year-on-year. The revenue ratio of strategic emerging businesses increased to 86%, becoming a new driving force for the Company's high-quality development.

We always placed great importance on shareholder returns. While achieving steady growth in operating results, we are committed to sharing the fruits of development with shareholders. This year, the Company will continue to distribute an interim dividend. The Board of Directors has resolved to distribute an interim dividend of RMB0.2841 per share (before tax), representing a year-on-year increase of 14.5%. In the future, we will better coordinate current operations and long-term development, actively bringing better returns to shareholders.

CONNECTIVITY AND COMMUNICATIONS (CC) BUSINESS MADE STEADY PROGRESS

In terms of "steadiness", the Company achieved steady enhancement of operating efficiency and market presence. In terms of "progress", it achieved new breakthroughs in the three aspects of "scale, value, and service".

Firstly, connectivity scale continued to expand. The Company continuously promoted network and product upgrades, constantly shaping new development momentum and advantages with "faster connectivity, superior communication, and better products". In the first half of the year, the total number of connectivity subscribers[3] exceeded 1.2 billion. Among these, mobile and broadband subscribers net increased by over 11 million, which was a new high for the same period in recent years, and reached a total of 480 million. The number of Internet of Things (IoT) connections increased by over 60 million, totaling 690 million, of which 86 million were Internet of Vehicles (IoV), further solidifying the Company's leading advantage.

Secondly, customer value was effectively enhanced. Customer value is the fundamental source of the Company's business value. The Company made concerted efforts to retain existing users, seek growth, unlock potential opportunities and enhance value. It deepened integrated development, added new business elements, provided new service offerings, and explored new value potential. "Unicom Smart Home" has gained widespread recognition, and "Unicom WO Pai" is well-received by the market. 50% of China Unicom subscribers chose "Dual-Gigabit" services[4]. Services such as Unicom UHD, Unicom Home Monitoring, Cloud-AI handsets, and "UniBOX Tongtong" robots served 270 million subscribers. The penetration rate of integrated business exceeded 77%, and the average revenue per customer exceeded RMB100.

CHAIRMAN'S STATEMENT

Thirdly, service quality continued to be enhanced. Focusing on "artisan" network, "trusted" products, "attentive" channel, and "heartwarming" services, the Company endeavoured to enhance customer service quality. It revitalised nearly 10,000 stores, further expanded product categories, optimised services, and improved efficiency. It upgraded the China Unicom APP, integrating the "Tone" AI agent into all business scenarios, and providing smarter quality services to customers. It empowered customer service with the UniAI large model, and achieved a smart customer service ratio of 84% with an issue resolution ratio of 99%. Customer satisfaction continued to rise, and our brand influence was further strengthened.

COMPUTING AND DIGITAL SMART APPLICATIONS (CDSA) BUSINESS DELIVERED ENHANCED QUALITY

In the first half of the year, the Company's CDSA business achieved enhancement in both scale and quality. It was mainly demonstrated in the following three aspects:

Firstly, computing power business showed strong momentum. The Company upgraded Unicom Cloud by strengthening the integration of computing, AI, cloud, and network, achieving millisecond-level intelligent allocation and integrated intelligent operations, and building the "AI Select Unicom Cloud" brand image. In the first half of the year, Unicom Cloud revenue[5] reached RMB37.6 billion. The intelligent upgrade of data centres yielded significant results, with more Internet platform companies and financial institutions such as banks deploying in China Unicom's data centres. IDC revenue reached RMB14.4 billion, an increase of 9.4% year-on-year. AIDC contract value signed increased by 60% year-on-year, and the Company's market presence steadily strengthened.

Secondly, intelligence services growth accelerated. The Company deepened innovation of data and intelligence integration, built multi-source and integrated high-quality datasets, created multi-model UniAI large models, and launched the "UniAI Wanwu" AI Agent Development Platform. In key areas such as industrial manufacturing, economic operations, urban governance, and healthcare, scale commercial AI applications have achieved initial results, with over 30 trusted data spaces established and over a hundred AI agents developed.

Thirdly, we empowered industry-wide upgrade. Leveraging its advantages of information networks and digital technologies, the Company supported the digital transformation of the economy, government affairs, culture, society, and ecology, striving to become a digital service provider with deeper industry expertise. It accelerated the large-scale application of 5G, cumulatively implementing over 50,000 5G application projects, and 5G private network revenue increased 60% year-on-year in the first half of the year. It promoted the deep integration of 5G, AI, and industrial Internet, cumulatively establishing 7,500 5G factories, supporting the construction of smart factories in industries such as automotive, steel, electronics, and equipment, and assisting the advanced, intelligent, and green development of the manufacturing sector. It also supported the intelligent upgrade of 12345 hotline operations, iteratively upgraded digital management platforms for transportation, environment, emergency response, public facilities, and cultural venues, helping over 400 cities enhance their innovative development and smart governance capabilities.

ACCELERATING EXPANSION INTO INTERNATIONAL MARKETS

We renewed our international brand as UniCom, and collaborated with over 600 operators and more than 1,000 industry partners worldwide, integrating into the global innovation network and aggregating global innovation resources, continuously enhancing the Company's global development capabilities. Leveraging global network connectivity and operational service advantages, the Company provided intelligent networking services to over 280 cloud service providers and connected with more than 400 data centres. The Company established five new overseas intelligent computing centres, further enhancing our international intelligent computing deployment. Multiple benchmark projects have been established, including smart manufacturing in ASEAN, smart warehousing in Middle East, smart mining in Africa, and smart ports in Europe, offering efficient and convenient digital intelligence services to global customers.

NETWORK INVESTMENT ACHIEVED HIGHER QUALITY AND EFFICIENCY

In the first half of the year, the Company's precise network construction and intelligent network management achieved significant results. Capital expenditure was RMB20.2 billion, a year-on-year decrease of 15%. Ultra-lean network construction made orderly progress with annualised OPEX savings of nearly RMB1 billion. IDC resource utilisation exceeded 70%. It insisted on high-standard construction and highly efficient operations, and comprehensively deepened network co-building and co-sharing as well as co-maintenance and co-optimisation. The Company achieved a more robust network deployment, significantly enhanced network capabilities, and a more secure network architecture.

Firstly, we upgraded the capability of our broadband and mobile networks. We promoted the upgrade of mobile networks from 5G to 5G-A and broadband networks from gigabit to 10-gigabit, achieving broader connectivity, faster speeds, wider uplink bandwidth, lower latency, and more accurate perception. Mobile network population coverage exceeded 99%, with large-scale 5G-A commercialisation in over 330 cities. Broadband network covered 570 million households, and the number of 10G optical network pilot cities reached 106.

Secondly, we strengthened the innovative supply of computing power networks. To optimise the integrated deployment of computing power infrastructure, we built and operated 10,000-chip intelligent computing centres in Shanghai Lingang, Hohhot, Zhongwei in Ningxia province, and Sanjiangyuan in Qinghai province, etc, promoting the integrated development of advanced computing power and green electricity. Data centre capacity reserve reached 2,650MW, and total intelligent computing capacity reached 30 EFLOPS. To build a stronger computing power intelligent network (AINet), we accelerated the evolution to 800G and 1.2T ultra bandwidth, achieving high-speed, secure, and lossless interconnection between computing power hub nodes.

Thirdly, we achieved robust backbone network connectivity. We continued to develop ultra-high speed and ultra-large capacity transmission capabilities, with the "New Eight Vertical Eight Horizontal" backbone optical cable network reaching 200,000 kilometres. We further enhanced global network robustness and security, increasing international submarine equity capacity by 23%, steadily advancing the construction of international exchanges in Qingdao and Haikou in an orderly manner.

CHAIRMAN'S STATEMENT

CONTINUOUSLY STRENGTHENING TECHNOLOGICAL INNOVATION

Focusing on key technologies such as next-generation Internet, Big Data, artificial intelligence, and cybersecurity, we strengthened our frontier deployment in 6G, low-altitude intelligent networks, satellite Internet, humanoid AI, and quantum technology. **We further increased investment,** with R&D expenditure growing by 16% year-on-year, leading to more landmark achievements. We were selected as an outstanding enterprise in technological innovation among central state-owned enterprises. **We strengthened our talent pool,** with the proportion of technological innovation talents exceeding 40% and its scale reaching 47,000 people. A high-level technological talent team of over a hundred people has been established. **We optimised our innovation system,** giving full play to the role of research and development institutions such as the National Engineering Research Centre, China Unicom Data Science and Artificial Intelligence Research Institute, and China Unicom (Hong Kong) Innovation Research Institute Limited, to create a highland for technological innovation and industrial innovation.

ACTIVELY FULFILLING CORPORATE ESG RESPONSIBILITIES

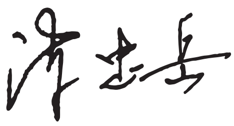
Firstly, adhering to green development, the Company released the "China Unicom Carbon Search Green Action Plan", deepening network energy conservation. It operated 22 national green data centres, and strengthened coordination between computing power and electricity by building a demonstration park for the integration of green power with intelligent computing. **Secondly, we fulfilled our social responsibilities,** deeply advancing universal telecommunication services to help bridge the digital divide. Heartwarming products for the elderly and disabled benefited over 5 million users. Leveraging its edge in network-wide joint actions, the Company efficiently coordinated flood response resources to fully safeguard communication network stability. **Thirdly, in terms of corporate governance enhancement,** the Company is the fastest-rising telecommunications company in the Fortune Global 500 annual ranking. It has also received numerous accolades, including ranking 264th in the Forbes Global 2000 in 2025; being named "Most Honoured Telecom Company" by Extel (formerly Institutional Investor) for ten consecutive years; and winning the "Best Managed Company in China" Gold Award in FinanceAsia's "Asia's Best Managed Companies Poll 2025".

OUTLOOK

2025 is a pivotal year for artificial intelligence, marking its transition from theory to practice, and a crucial juncture for the large-scale implementation of its applications to yield tangible results. On 19 July, we held the 2025 China Unicom Partner Conference under the theme "Jointly Advancing Deeper Integration with the Real Economy, Co-creating an Integrated New Ecosystem". We will integrate more closely with our partners to promote integrated innovation across different technological fields, production factors, industry categories, and application scenarios, co-creating an integrated new ecosystem for AI infrastructure, AI technology, and AI industry. Looking ahead to the full year, the Company will continue to enhance its management, operation, and service levels, with expected CAPEX of around RMB55 billion. We are confident in achieving full-year targets with high quality and ensuring a sound conclusion of the "14th Five Year Plan".

The Company will continue to implement the integrated innovation strategy, continuously deepen the "three integrations" between computing power and network, between data and AI, and between digital and real economies, and continuously advance "the three innovations" of network, technology, and service, striving to create greater value for shareholders, customers, and the society.

Finally, on behalf of the Board of Directors, I would like to express my sincere gratitude to all shareholders, customers, and all sectors of society for their long-standing care and support for the Company, and to all employees for their continuous efforts and contributions!



Chen Zhongyue
Chairman and Chief Executive Officer

Hong Kong, 12 August 2025

Note 1: Connectivity and Communications (CC) includes mobile connectivity, broadband connectivity, TV connectivity, leased line connectivity, communication services, and information services.

Note 2: Computing and Digital Smart Applications (CDSA) includes computing services, data centre, system integration, data services, intelligence services, and cybersecurity.

Note 3: Connectivity scale = aggregate number of mobile billing subscribers + aggregate number of fixed-line broadband subscribers + aggregate number of fixed-line local access subscribers + aggregate number of Internet-of-things terminal connections + aggregate number of networking leased line subscribers.

Note 4: "Dual-Gigabit" subscribers = 5G network subscribers + gigabit broadband subscribers.

Note 5: To reflect the business opportunities brought by the development of artificial intelligence in terms of general computing and intelligent computing, the scope of Unicom Cloud revenue has been optimised to include revenue from cloud IDC, cloud resources, cloud platform, cloud service, cloud integration, cloud interconnection, cloud security, etc. generated from integrated innovation solutions, with the revenue for the same period last year being adjusted accordingly.

FINANCIAL OVERVIEW

I. OVERVIEW

In the first half of 2025, the Company has thoroughly implemented its integrated innovation strategy, maintaining strong momentum in its operation and development. Revenue scale growth steadily, profitability was consistently enhanced, and the growth structure continues to be optimised. Total revenue was RMB200.20 billion, up by 1.5% year-on-year. Service revenue reached RMB178.36 billion, up by 1.5% year-on-year. Profit attributable to equity shareholders of the Company was RMB14.48 billion, up by 5.0% year-on-year.

In the first half of 2025, the Company's net cash flow from operating activities was RMB29.00 billion. Capital expenditure was RMB20.22 billion. Liabilities-to-assets ratio was 43.7% as at 30 June 2025.

II. REVENUE

In the first half of 2025, the Company's revenue was RMB200.20 billion, up by 1.5% year-on-year, of which, service revenue was RMB178.36 billion, up by 1.5% year-on-year due to continuous optimisation of the revenue mix.

The table below sets forth the Company's service revenue of the two main types of business for the first half of 2025 and 2024:

(RMB in billions)	First half of 2025 Total amount	First half of 2025 Mix proportion	First half of 2024 Total amount	First half of 2024 Mix proportion
Connectivity and Communications business revenue	**131.87**	**74.4%**	131.29	75.1%
Computing and Digital Smart Applications business revenue	**45.40**	**25.6%**	43.54	24.9%

1. **Connectivity and Communications business revenue**[1]

   In the first half of 2025, revenue from Connectivity and Communications business was RMB131.87 billion, up by 0.4% year-on-year.

2. **Computing and Digital Smart Applications business revenue**[1]

   In the first half of 2025, service revenue from Computing and Digital Smart Applications business was RMB45.40 billion, up by 4.3% year-on-year.

III. OPERATING COSTS

In the first half of 2025, total operating costs of the Company amounted to RMB186.28 billion, up by 0.9% year-on-year.

The table below sets forth the items of the Company's operating costs and the changes in their respective percentage of the revenue for the first half of 2025 and 2024:

(RMB in billions)	First half of 2025 Total amount	First half of 2025 As a percentage of revenue	First half of 2024 Total amount	First half of 2024 As a percentage of revenue
Operating costs	**186.28**	**93.0%**	184.69	93.6%
Include: Interconnection charges	**5.47**	**2.7%**	5.48	2.8%
Depreciation and amortisation	**40.32**	**20.1%**	42.36	21.5%
Network, operation and support expenses	**31.36**	**15.7%**	30.45	15.4%
Employee benefit expenses	**28.61**	**14.3%**	28.71	14.5%
Costs of telecommunications products sold	**21.11**	**10.5%**	21.15	10.7%
Selling and marketing expenses	**18.17**	**9.1%**	17.73	9.0%
General and administrative expenses	**2.15**	**1.1%**	2.29	1.2%
Other operating expenses	**39.09**	**19.5%**	36.52	18.5%

FINANCIAL OVERVIEW

1. **Interconnection charges**

   The interconnection charges were RMB5.47 billion in the first half of 2025, down by 0.2% year-on-year and, as a percentage of revenue, decreased from 2.8% in the first half of 2024 to 2.7% in the first half of 2025.

2. **Depreciation and amortisation**

   Mainly benefiting from precise investment, comprehensively deepened “co-build co-share”, strived to create an ultra-lean network and the adjustment of the depreciation period for 4G wireless-related equipment in recent years, the depreciation and amortisation charges were RMB40.32 billion in the first half of 2025, down by 4.8% year-on-year and, as a percentage of revenue, decreased from 21.5% in the first half of 2024 to 20.1% in the first half of 2025.

3. **Network, operation and support expenses**

   As the Company focused on enhancing network operational efficiency, further improving resource utilization, the network, operation and support expenses were RMB31.36 billion in the first half of 2025, up by 3.0% year-on-year and, as a percentage of revenue, increased from 15.4% in the first half of 2024 to 15.7% in the first half of 2025.

4. **Employee benefit expenses**

   The employee benefit expenses were RMB28.61 billion in the first half of 2025, down by 0.4% year-on-year and, as a percentage of revenue, decreased from 14.5% in the first half of 2024 to 14.3% in the first half of 2025.

5. **Costs of telecommunications products sold**

   The costs of telecommunications products sold were RMB21.11 billion, and revenue from sales of telecommunications products was RMB21.85 billion in the first half of 2025. Gross profit on sales of telecommunications products was RMB0.74 billion.

6. **Selling and marketing expenses**

   The Company continued to optimise marketing costs, the selling and marketing expenses were RMB18.17 billion in the first half of 2025, up by 2.5% year-on-year and, as a percentage of revenue, increased from 9.0% in the first half of 2024 to 9.1% in the first half of 2025.

7. **General and administrative expenses[2]**

   The Company has deepened its efforts to improve quality and efficiency, and strengthened lean management, the general and administrative expenses were RMB2.15 billion in the first half of 2025, down by 6.1% year-on-year and, as a percentage of revenue, decreased from 1.2% in the first half of 2024 to 1.1% in the first half of 2025.

8. **Other operating expenses**

   The Company strove to expand its Computing and Digital Smart Applications business, other operating expenses were RMB39.09 billion in the first half of 2025, up by 7.1% year-on-year and, as a percentage of revenue, increased from 18.5% in the first half of 2024 to 19.5% in the first half of 2025.

IV. EARNINGS

(RMB in billions)	First half of 2025 Total amount	First half of 2024 Total amount	Change
Operating profits	**13.92**	12.65	10.0%
Net interest income/(expenses)	**0.24**	(0.04)	641.7%
Share of net profit of associates	**1.35**	1.31	3.5%
Share of net profit of joint ventures	**0.73**	0.84	(13.7%)
Other income-net	**1.55**	2.16	(28.1%)
Profit before income tax	**17.79**	16.92	5.1%
Income tax expenses	**3.28**	3.08	6.3%
Profit attributable to equity shareholders of the Company	**14.48**	13.79	5.0%

1. **Profit before income tax**

   In the first half of 2025, the Company focused on its primary task of high-quality development. It achieved stable growth in its business performance, resulting in a profit before income tax of RMB17.79 billion, up by 5.1% year-on-year.

2. **Income tax expenses**

   In the first half of 2025, the Company's income tax expenses were RMB3.28 billion and the effective tax rate was 18.4%.

3. **The profit attributable to equity shareholders of the Company**

   In the first half of 2025, the profit attributable to equity shareholders of the Company was RMB14.48 billion, up by 5.0% year-on-year. Basic earnings per share was RMB0.473, up by 5.0% year-on-year.

4. **EBITDA[3]**

   In the first half of 2025, the Company's EBITDA was RMB54.24 billion, and the EBITDA as a percentage of service revenue was 30.4%.

V. CAPITAL EXPENDITURE AND CASH FLOW

In the first half of 2025, the Company made moderate, precise and efficient investments, the capital expenditure of the Company totalled RMB20.22 billion. The Company's net cash flow from operating activities was RMB29.00 billion. Free cash flow[4] was RMB8.78 billion after the deduction of the capital expenditure, up by 63.1% year-on-year.

FINANCIAL OVERVIEW

VI. BALANCE SHEET

The Company's total assets changed from RMB671.24 billion as at 31 December 2024 to RMB663.83 billion as at 30 June 2025. Total liabilities changed from RMB307.67 billion as at 31 December 2024 to RMB290.04 billion as at 30 June 2025. The liabilities-to-assets ratio was 43.7% as at 30 June 2025, down by 2.1 percentage points year-on-year. The Company's interest-bearing borrowings were RMB3.99 billion. The debt-to-capitalisation ratio decreased from 10.2% as at 31 December 2024 to 9.0% as at 30 June 2025. The net debt-to-capitalisation ratio was 4.1% as at 30 June 2025.

Note 1: In the first half of 2025, Connectivity and Communications business revenue is the sum of relevant amounts in various types of service revenue, including revenue from voice usage and monthly fees RMB9.84 billion, revenue from broadband and mobile data services RMB77.05 billion, revenue from data and internet application services RMB9.63 billion, revenue from other value-added services RMB15.57 billion, revenue from interconnection fees RMB6.10 billion, revenue from transmission lines usage and associated services RMB12.63 billion and revenue from other services RMB1.05 billion. Computing and Digital Smart Applications business revenue consists of service revenue related to data and internet application services RMB45.40 billion. In addition to the above two main types of service business revenue, other business service revenue was RMB1.09 billion.

From the 2024 annual result announcement onwards, interconnection revenue is classified as Connectivity and Communications business revenue based on its business attributes during revenue analysis, the service revenue of the two main types of business is presented on a comparable basis for the first half of 2024.

Note 2: General and administrative expenses exclude staff costs and depreciation.

Note 3: EBITDA represents profit for the period before finance costs, interest income, shares of net profit of associates, share of net profit of joint ventures, other income-net, income tax expenses, depreciation and amortisation. As the telecommunications business is a capital intensive industry, capital expenditure and finance costs may have a significant impact on the net profit of companies with similar operating results. Therefore, the Company believes that EBITDA may be helpful in analysing the operating results of a telecommunications service operator like the Company. However, it is a non-GAAP financial measure which does not have a standardised meaning and therefore may not be comparable to similar measures presented by other companies.

Note 4: Free cash flow represents operating cash flow less capital expenditure. However, it is a non-GAAP financial measure which does not have a standardised meaning and therefore may not be comparable to similar measures presented by other companies.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF INCOME

For the six months ended 30 June 2025
(All amounts in Renminbi ("RMB") millions, except per share data)

	NOTE	Six months ended 30 June 2025	2024
Revenue	6	**200,202**	197,341
Interconnection charges		**(5,467)**	(5,481)
Depreciation and amortisation		**(40,320)**	(42,361)
Network, operation and support expenses	7	**(31,366)**	(30,448)
Employee benefit expenses	8	**(28,609)**	(28,711)
Costs of telecommunications products sold	9	**(21,111)**	(21,153)
Other operating expenses	10	**(59,411)**	(56,537)
Finance costs	11	**(633)**	(913)
Interest income		**868**	870
Share of net profit of associates		**1,352**	1,307
Share of net profit of joint ventures		**730**	846
Other income — net	12	**1,552**	2,159
Profit before income tax		**17,787**	16,919
Income tax expenses	13	**(3,277)**	(3,083)
Profit for the period		**14,510**	13,836
Profit attributable to:			
Equity shareholders of the Company		**14,484**	13,793
Non-controlling interests		**26**	43
Profit for the period		**14,510**	13,836
Earnings per share for profit attributable to equity shareholders of the Company during the period:			
Basic earnings per share (RMB)	14	**0.47**	0.45
Diluted earnings per share (RMB)	14	**0.47**	0.45

The notes on pages 20 to 49 are an integral part of these unaudited condensed consolidated interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2025
(All amounts in RMB millions)

	Six months ended 30 June	
	2025	2024
Profit for the period	14,510	13,836
Other comprehensive income		
Items that will not be reclassified to statement of income:		
Changes in fair value of financial assets measured at fair value through other comprehensive income ("FVOCI") (non-recycling)	509	194
Tax effect on changes in fair value of financial assets measured at FVOCI (non-recycling)	(1)	(4)
Changes in fair value of financial assets measured at FVOCI, net of tax (non-recycling)	508	190
Items that may be reclassified subsequently to statement of income:		
Changes in fair value of financial assets measured at FVOCI, net of tax (recycling)	(15)	13
Currency translation differences	(98)	23
	(113)	36
Other comprehensive income for the period, net of tax	395	226
Total comprehensive income for the period	14,905	14,062
Total comprehensive income attributable to:		
Equity shareholders of the Company	14,879	14,012
Non-controlling interests	26	50
Total comprehensive income for the period	14,905	14,062

The notes on pages 20 to 49 are an integral part of these unaudited condensed consolidated interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025
(All amounts in RMB millions)

	Note	30 June 2025	31 December 2024 (Re-presented)
ASSETS			
Non-current assets			
Property, plant and equipment	15	342,175	351,530
Right-of-use assets	16	42,509	47,522
Goodwill		2,771	2,771
Interest in associates		44,932	45,058
Interest in joint ventures		12,183	11,453
Deferred income tax assets	13	1,804	1,256
Contract assets		242	77
Contract costs		8,369	8,868
Financial assets measured at fair value	17	5,041	4,667
Long-term bank deposits		15,381	15,185
Other assets	18	23,095	24,050
		498,502	512,437
Current assets			
Inventories		3,364	2,463
Contract assets		364	283
Accounts receivable	19	72,636	58,874
Prepayments and other current assets	20	30,882	33,324
Financial assets measured at fair value	17	9,800	9,150
Short-term bank deposits and restricted deposits		28,256	26,226
Cash and cash equivalents	21	20,030	28,480
		165,332	158,800
Total assets		663,834	671,237

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025
(All amounts in RMB millions)

	Note	30 June 2025	31 December 2024 (Re-presented)
EQUITY			
Equity attributable to equity shareholders of the Company			
Share capital	22	254,056	254,056
Reserves		(9,884)	(10,378)
Retained profits			
— Proposed 2025 interim dividend	23	8,693	—
— Proposed 2024 final dividend	23	—	4,779
— Others		118,379	112,588
		371,244	361,045
Non-controlling interests		2,554	2,525
Total equity		373,798	363,570
LIABILITIES			
Non-current liabilities			
Long-term loans	24	2,459	2,128
Lease liabilities		20,254	24,222
Deferred income tax liabilities	13	182	1,306
Deferred revenue		7,823	8,229
Other obligations		1,169	1,110
		31,887	36,995

	Note	30 June 2025	31 December 2024 (Re-presented)
Current liabilities			
Short-term bank loans	25	**821**	711
Current portion of long-term loans	24	**705**	727
Lease liabilities		**12,605**	13,419
Accounts payable and accrued liabilities	26	**180,755**	188,162
Bills payable		**15,743**	15,484
Taxes payable		**3,954**	2,683
Current portion of other obligations		**2,495**	2,495
Contract liabilities		**40,693**	46,765
Advances from customers		**378**	226
		258,149	270,672
Total liabilities		**290,036**	307,667
Total equity and liabilities		**663,834**	671,237
Net current liabilities		**(92,817)**	(111,872)
Total assets less current liabilities		**405,685**	400,565

The notes on pages 20 to 49 are an integral part of these unaudited condensed consolidated interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2025
(All amounts in RMB millions)

		Attributable to equity shareholders of the Company								
	Note	Share capital	General risk reserve	Investment revaluation reserve	Statutory reserves	Other reserves	Retained profits	Total	Non-controlling interests	Total equity
Balance at 1 January 2024		254,056	987	(9,277)	35,933	(40,555)	110,330	351,474	2,424	353,898
Total comprehensive income for the period		—	—	184	—	35	13,793	14,012	50	14,062
Contribution from non-controlling interests		—	—	—	—	1	—	1	7	8
Share of associates' other reserves		—	—	—	—	14	—	14	—	14
Dividends relating to 2023 final	23	—	—	—	—	—	(4,088)	(4,088)	—	(4,088)
Capital contribution relating to share-based payment borne by A Share Company	29	—	—	—	—	141	—	141	—	141
Others		—	—	—	—	36	—	36	—	36
Balance at 30 June 2024		254,056	987	(9,093)	35,933	(40,328)	120,035	361,590	2,481	364,071
Balance at 1 January 2025		254,056	987	(9,127)	37,830	(40,068)	117,367	361,045	2,525	363,570
Total comprehensive income for the period		—	—	506	—	(111)	14,484	14,879	26	14,905
Contribution from non-controlling interests		—	—	—	—	—	—	—	3	3
Share of associates' other reserves		—	—	—	—	17	—	17	—	17
Dividends relating to 2024 final	23	—	—	—	—	—	(4,779)	(4,779)	—	(4,779)
Capital contribution relating to share-based payment borne by A Share Company	29	—	—	—	—	65	—	65	—	65
Others		—	—	—	—	17	—	17	—	17
Balance at 30 June 2025		254,056	987	(8,621)	37,830	(40,080)	127,072	371,244	2,554	373,798

The notes on pages 20 to 49 are an integral part of these unaudited condensed consolidated interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2025
(All amounts in RMB millions)

	Six months ended 30 June	
	2025	2024
Cash flows from operating activities		
Cash generated from operations	**32,149**	33,274
Income tax paid	**(3,147)**	(3,985)
Net cash inflow from operating activities	**29,002**	29,289
Cash flows from investing activities		
Purchase of property, plant and equipment, right-of-use assets and other assets	**(29,916)**	(32,084)
Other cash flows arising from investing activities	**1,945**	9,330
Net cash outflow from investing activities	**(27,971)**	(22,754)
Cash flows from financing activities		
Capital element of lease rentals paid	**(6,533)**	(6,351)
Dividends paid to equity shareholders of the Company	**(4,779)**	(820)
Other cash flows arising from financing activities	**1,799**	(1,281)
Net cash outflow from financing activities	**(9,513)**	(8,452)
Net decrease in cash and cash equivalents	**(8,482)**	(1,917)
Cash and cash equivalents, beginning of period	**28,480**	47,733
Effect of changes in foreign exchange rate	**32**	23
Cash and cash equivalents, end of period	**20,030**	45,839

The notes on pages 20 to 49 are an integral part of these unaudited condensed consolidated interim financial statements.

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

1. ORGANISATION AND PRINCIPAL ACTIVITIES

China Unicom (Hong Kong) Limited (the "Company") was incorporated as a limited liability company in the Hong Kong Special Administrative Region ("Hong Kong"), the People's Republic of China (the "PRC") on 8 February 2000. The principal activity of the Company is investment holding. The principal activities of the Company's subsidiaries are the provision of comprehensive telecommunications services. The Company and its subsidiaries are hereinafter referred to as the "Group". The address of the Company's registered office is 75th Floor, The Center, 99 Queen's Road Central, Hong Kong.

The shares of the Company were listed on The Stock Exchange of Hong Kong Limited on 22 June 2000.

The substantial shareholders of the Company are China Unicom (BVI) Limited ("Unicom BVI") and China Unicom Group Corporation (BVI) Limited. The majority of equity interests in Unicom BVI is owned by China United Network Communications Limited (hereinafter referred to as "A Share Company"), a joint-stock company incorporated in the PRC on 31 December 2001, with its A shares listed on the Shanghai Stock Exchange on 9 October 2002.

The directors of the Company consider Unicom BVI and China United Network Communications Group Company Limited (a state-owned enterprise established in the PRC, hereinafter referred to as "Unicom Group") as the immediate holding company and ultimate holding company, respectively.

2. BASIS OF PREPARATION

The unaudited condensed consolidated interim financial statements for the six months ended 30 June 2025 have been prepared in accordance with the applicable disclosure requirements of the "Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited" and Hong Kong Accounting Standard 34 ("HKAS 34") "Interim financial reporting" issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA").

The unaudited condensed consolidated interim financial statements for the six months ended 30 June 2025 have not been audited, but have been reviewed by the Company's Audit Committee. They have also been reviewed by the Company's auditor in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the HKICPA.

The unaudited condensed consolidated interim financial statements should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2024. The Group's policies on financial risk management, including management of market risk, credit risk and liquidity risk, as well as capital risk management, were set out in the financial statements included in the Company's 2024 Annual Report and there have been no significant changes in any financial risk management policies for the six months ended 30 June 2025.

2. BASIS OF PREPARATION (Continued)

The financial information relating to the year ended 31 December 2024 that is included in these unaudited condensed consolidated interim financial statements as comparative information does not constitute the Company's statutory annual consolidated financial statements for that year but is derived from those financial statements. Further information relating to these statutory financial statements disclosed in accordance with section 436 of the Hong Kong Companies Ordinance (Cap. 622) is as follows:

The Company has delivered the financial statements for the year ended 31 December 2024 to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedule 6 to, the Hong Kong Companies Ordinance (Cap. 622).

The Company's auditor has reported on those financial statements. The auditor's report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under sections 406(2), 407(2) or (3) of the Hong Kong Companies Ordinance (Cap. 622).

(a) Going Concern Assumption

As at 30 June 2025, current liabilities of the Group exceeded current assets by approximately RMB92.8 billion (31 December 2024: approximately RMB111.9 billion). Considering the current economic conditions and taking into account of the Group's expected capital expenditure in the foreseeable future, management has comprehensively considered the Group's available sources of funds as follows:

- The Group's continuous net cash inflows from operating activities;

- Approximately RMB248.8 billion of revolving banking facilities of which approximately RMB219.2 billion was unutilised as at 30 June 2025; and

- Other available sources of financing from domestic banks and other financial institutions in view of the Group's good credit history.

In addition, the Group believes that it has the ability to raise funds from short, medium and long-term perspectives and maintain reasonable financing costs through appropriate financing portfolio.

Based on the above considerations, the Board of Directors is of the opinion that the Group has sufficient funds to meet its working capital commitments, expected capital expenditure and debt obligations. As a result, the unaudited condensed consolidated interim financial statements of the Group for the six months ended 30 June 2025 have been prepared on a going concern basis.

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

3. SIGNIFICANT ACCOUNTING POLICIES

The unaudited condensed consolidated interim financial statements have been prepared under the historical cost basis, except for certain financial instruments that are measured at fair values.

Other than the changes in accounting policies resulting from application of amendments to HKFRS Accounting Standards, the accounting policies and methods of computation used in the preparation of these unaudited condensed consolidated interim financial statements are the same as those used in the preparation of the Group's annual financial statements for the year ended 31 December 2024.

The HKICPA has issued the following amendments to a HKFRS Accounting Standard that is first effective for the current accounting period of the Group:

- Amendments to HKAS 21, "Lack of Exchangeability"

The application of the amendments to a HKFRS Accounting Standard in the current interim period has had no material effect on how the Group's results and financial positions for the current or prior periods have been prepared or presented in these unaudited condensed consolidated interim financial statements.

4. RE-PRESENTATION OF CERTAIN ITEMS IN CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

For the six months ended 30 June 2025, to better align the financial information with the A Share Company, the Group has re-presented certain line items in its condensed consolidated statement of financial position. Comparative figures in the condensed consolidated statement of financial position have also been re-presented to conform to the presentation for the period. Such re-presentation did not have any impact on the Group's total amount of non-current/current assets, non-current/current liabilities, total equity as at 31 December 2024, and the profit or loss, total comprehensive income and cash flows for the period ended.

The following table highlights the impact from the aforesaid changes on certain line items in the Group's consolidated statement of financial position as at 31 December 2024.

4. RE-PRESENTATION OF CERTAIN ITEMS IN CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

Consolidated Statement of Financial Position (Extracted)

	Note	31 December 2024 (As previously reported)	Re-presentation	31 December 2024 (As re-presented)
ASSETS				
Non-current assets				
Amounts due from related parties	(i)	3	(3)	—
Other assets	(i)	24,047	3	24,050
		24,050	—	24,050
Current assets				
Contract assets	(i)	275	8	283
Accounts receivable	(i)	53,730	5,144	58,874
Prepayments and other current assets	(i)	27,590	5,734	33,324
Amounts due from ultimate holding company	(i)	5,113	(5,113)	—
Amounts due from related parties	(i)	1,387	(1,387)	—
Amounts due from domestic carriers	(i)	4,386	(4,386)	—
		92,481	—	92,481
LIABILITIES				
Non-current liabilities				
Long-term loans	(ii)	1,170	958	2,128
Amounts due to ultimate holding company	(ii)	958	(958)	—
		2,128	—	2,128
Current liabilities				
Current portion of long-term loans	(ii)	243	484	727
Accounts payable and accrued liabilities	(ii)	163,367	24,795	188,162
Bills payable	(ii)	5,296	10,188	15,484
Amounts due to ultimate holding company	(ii)	2,026	(2,026)	—
Amounts due to related parties	(ii)	29,311	(29,311)	—
Amounts due to domestic carriers	(ii)	4,159	(4,159)	—
Contract liabilities	(ii)	46,739	26	46,765
Advances from customers	(ii)	223	3	226
		251,364	—	251,364

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

4. RE-PRESENTATION OF CERTAIN ITEMS IN CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

Consolidated Statement of Financial Position (Extracted) (Continued)

(i) Balances previously included in "amounts due from ultimate holding company/related parties/domestic carriers" have been disaggregated into "other assets"/"contract assets"/"accounts receivable"/"prepayments and other current assets" by nature, see Note 18, 19 and 20.

(ii) Balances previously included in "amounts due to ultimate holding company/related parties/domestic carriers" have been disaggregated into "long-term loans"/"accounts payable and accrued liabilities"/"bills payable"/"contract liabilities"/"advances from customers" by nature, see Note 24 and 26.

5. SEGMENT INFORMATION

The executive directors of the Company have been identified as the Chief Operating Decision Maker (the "CODM"). Operating segments are identified on the basis of internal reports that the CODM reviews regularly in allocating resources to segments and in assessing their performances.

The CODM makes resources allocation decisions based on internal management functions and assesses the Group's business performance as one integrated business instead of by separate business lines or geographical regions. Accordingly, the Group has only one operating segment and therefore, no segment information is presented.

The Group primarily operates in Mainland China and accordingly, no geographic information is presented. No revenue from a single customer accounted for 10 percent or more of the Group's revenue in all periods presented.

6. REVENUE

Revenue from telecommunications services are subject to value-added tax ("VAT") at VAT rates applicable to various telecommunications services. The VAT rates for basic telecommunications services and value-added telecommunications services are 9% and 6%, respectively, while VAT rate for sales of telecommunications products is 13%. Basic telecommunications services include business activities for the provision of voice services, and transmission lines usage and associated services etc. Value-added telecommunications services include business activities for the provision of short message service and multimedia message service, broadband and mobile data services, and data and internet application services etc. VAT is excluded from the revenue.

6. REVENUE (Continued)

Disaggregation of revenue by major services and products:

	Six months ended 30 June 2025	2024
Voice usage and monthly fees	9,843	10,308
Broadband and mobile data services	77,052	77,225
Data and internet application services	55,025	51,971
Other value-added services	15,572	15,193
Interconnection fees	6,096	6,224
Transmission lines usage and associated services	12,631	12,422
Other services	2,137	2,313
Total service revenue	178,356	175,656
Sales of telecommunications products	21,846	21,685
Total	200,202	197,341
Include: Revenue from contracts with customers within the scope of HKFRS 15	199,568	196,735
Revenue from other sources	634	606

7. NETWORK, OPERATION AND SUPPORT EXPENSES

	Note	Six months ended 30 June 2025	2024
Repairs and maintenance		5,250	5,303
Power and water charges		7,328	7,217
Charges for use of network, premises, equipment and facilities	(i)	13,069	11,333
Charges for use of tower assets	(ii)	4,399	5,351
Others		1,320	1,244
		31,366	30,448

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

7. NETWORK, OPERATION AND SUPPORT EXPENSES (Continued)

(i) During the six months ended 30 June 2025 and 2024, charges for use of network, premises, equipment and facilities mainly included the non-lease components charges (maintenance service, certain ancillary facilities usage and other related support services charges) and charges relating to short-term leases, leases of low-value assets and variable lease payments which are recorded in profit or loss as incurred.

(ii) During the six months ended 30 June 2025 and 2024, charges for use of tower assets included the non-lease components charges (maintenance service, certain ancillary facilities usage and other related support services charges) and variable lease payments which are recorded in profit or loss as incurred. For related party transactions with China Tower Corporation Limited ("Tower Company"), see Note 31.3.

8. EMPLOYEE BENEFIT EXPENSES

		Six months ended 30 June	
	Note	2025	2024
Salaries and wages		19,634	20,053
Contributions to defined contribution pension schemes		4,891	4,687
Contributions to medical insurance		1,599	1,538
Contributions to housing fund		2,413	2,285
Other housing benefits		7	7
Share-based compensation	29	65	141
		28,609	28,711

9. COSTS OF TELECOMMUNICATIONS PRODUCTS SOLD

	Six months ended 30 June	
	2025	2024
Handsets and other telecommunication products	20,635	20,822
Others	476	331
	21,111	21,153

10. OTHER OPERATING EXPENSES

	Six months ended 30 June	
	2025	2024
Impairment losses under expected credit loss, net of reversal	**8,083**	7,235
Write-down of inventories	**119**	145
Commission and other service expenses	**13,685**	12,998
Advertising and promotion expenses	**734**	760
Internet access terminal maintenance expenses	**1,487**	1,369
Customer retention costs	**1,330**	1,514
Property management fee	**1,401**	1,355
Office and administrative expenses	**667**	720
Transportation expense	**296**	326
Miscellaneous taxes and fees	**858**	803
Service technical support expenses	**28,970**	27,474
Repairs and maintenance expenses	**116**	152
Gain on disposal of property, plant and equipment	**(1,038)**	(1,207)
Others	**2,703**	2,893
	59,411	56,537

11. FINANCE COSTS

	Six months ended 30 June	
	2025	2024
Finance costs:		
— Interest on lease liabilities	**626**	816
— Interest on related party loans	**78**	67
— Interest on bank loans and others	**17**	25
— Less: Interest capitalised in construction-in-progress (“CIP”)	**(7)**	(1)
Total interest expense	**714**	907
Net exchange gain	**(92)**	(1)
Others	**11**	7
	633	913

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

12. OTHER INCOME — NET

	Six months ended 30 June	
	2025	2024
Dividends from financial assets measured at FVOCI (non-recycling)	**85**	75
Government grants	**532**	661
Additional deduction for VAT	**—**	224
Investment income from debt securities measured at FVOCI (recycling)	**85**	260
Fair value losses on financial instrument measured at fair value through profit or loss (“FVPL”)	**(5)**	(7)
(Losses)/gains on disposal of financial assets measured at FVPL	**(6)**	13
Payables that do not need to be paid	**574**	675
Others	**287**	258
	1,552	2,159

13. TAXATION

Hong Kong profits tax has been provided at the rate of 16.5% (for the six months ended 30 June 2024: 16.5%) on the estimated assessable profits for the six months ended 30 June 2025. Taxation on profits outside Hong Kong has been calculated on the estimated assessable profits for the six months ended 30 June 2025 at the rates of taxation prevailing in the jurisdictions in which the Group operates. The Company’s subsidiaries operate mainly in Mainland China and the applicable statutory enterprise income tax rate is 25% (for the six months ended 30 June 2024: 25%). Taxation for certain subsidiaries in Mainland China was calculated at a preferential tax rate of 15% (for the six months ended 30 June 2024: 15%).

	Six months ended 30 June	
	2025	2024
Provision for estimated assessable profits for the period		
— Hong Kong profits tax	**32**	38
— Mainland China and other jurisdictions income tax	**4,881**	5,228
Under tax provision in respect of prior years	**16**	72
	4,929	5,338
Deferred taxation	**(1,652)**	(2,255)
Income tax expenses	**3,277**	3,083

13. TAXATION (Continued)

Reconciliation between actual income tax expense and accounting profit at PRC statutory tax rate:

	Note	Six months ended 30 June 2025	2024
Profit before income tax		17,787	16,919
Expected income tax expense at PRC statutory tax rate of 25%		4,447	4,230
Impact of different tax rates outside Mainland China		(109)	(45)
Tax effect of preferential tax rate	(i)	(41)	(279)
Additional deduction for qualified research and development costs	(i)	(967)	(731)
Tax effect of non-deductible expenses		343	254
Tax effect of non-taxable income from share of net profit of joint ventures		(183)	(211)
Tax effect of non-taxable income from share of net profit of associates	(ii)	(306)	(294)
Under tax provision in respect of prior years		16	72
Tax effect of unused tax losses not recognised, net of utilisation	(iii)	77	87
Income tax expenses		3,277	3,083

(i) According to the PRC enterprise income tax law and its relevant regulations, entities that are qualified as high and new technology enterprise under the tax law are entitled to a preferential income tax rate of 15% (for the six months ended 30 June 2024: 15%). Certain subsidiaries of the Group obtained the approval of high and new technology enterprise and were entitled to a preferential income tax rate of 15% (for the six months ended 30 June 2024: 15%), and certain research and development costs of the Group's PRC subsidiaries are qualified for 100% (for the six months ended 30 June 2024: 100%) additional deduction for tax purpose.

(ii) Adjustment to investment in associates represents the tax effect on share of net profit of associates, net of reversal of deferred tax assets on unrealised profit from transactions with Tower Company.

(iii) As at 30 June 2025, the Group did not recognise deferred tax assets in respect of tax losses amounting to approximately RMB674 million (31 December 2024: approximately RMB366 million), since it is not probable that future taxable profits will be available against which the deferred tax asset can be utilised. The tax losses can be carried forward for five to ten years from the year incurred and hence will be expired by the year of 2025 to 2035.

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

13. TAXATION (Continued)

As at 30 June 2025, the Group did not recognise deferred tax assets in respect of fair value changes on financial assets measured at FVOCI (non-recycling) amounting to approximately RMB9,060 million (31 December 2024: approximately RMB9,563 million), since it is not probable that the related tax benefit will be realised.

In December 2021, the Organisation for Economic Co-operation and Development ("OECD") released the Global Anti-Base Erosion ("GloBE") rules, also known as Pillar Two Rules, aimed at reforming international corporate taxation. The Group is operating in certain jurisdictions where the Pillar Two Rules are effective. However, as the Group's estimated effective tax rates for most of the jurisdictions in which the Group operates are higher than 15%, after taking into account the adjustments under the Pillar Two Rules based on management's best estimate, the management of the Group considered the Group is not liable to material top-up tax under the Pillar Two Rules.

The movement of the net deferred tax assets/(liabilities) is as follows:

	Six months ended 30 June	
	2025	2024
Net deferred tax assets after offsetting:		
— Balance at 1 January	**1,256**	817
— Deferred tax credited to the consolidated statement of income	**532**	1,813
— Deferred tax credited to other comprehensive income	**—**	2
— Deferred tax credited to reserves	**16**	35
— Balance at 30 June	**1,804**	2,667
Net deferred tax liabilities after offsetting:		
— Balance at 1 January	**(1,306)**	(600)
— Deferred tax credited to the consolidated statement of income	**1,120**	442
— Deferred tax credited/(charged) to other comprehensive income	**4**	(11)
— Balance at 30 June	**(182)**	(169)

14. EARNINGS PER SHARE

Basic earnings per share for the six months ended 30 June 2025 and 2024 were computed by dividing the profit attributable to equity shareholders of the Company by the weighted average number of ordinary shares outstanding during the periods.

Diluted earnings per share for the six months ended 30 June 2025 and 2024 were computed by dividing the profit attributable to equity shareholders of the Company by the weighted average number of ordinary shares outstanding during the periods, after adjusting for the effects of the dilutive potential ordinary shares. There were no dilutive potential ordinary shares for the six months ended 30 June 2025 and 2024.

14. EARNINGS PER SHARE (Continued)

The following table sets forth the computation of basic and diluted earnings per share:

	Six months ended 30 June	
	2025	2024
Numerator (in RMB millions):		
Profit attributable to equity shareholders of the Company used in computing basic/ diluted earnings per share	14,484	13,793
Denominator (in millions):		
Number of ordinary shares outstanding used in computing basic/diluted earnings per share	30,598	30,598
Basic/Diluted earnings per share (in RMB)	0.47	0.45

15. PROPERTY, PLANT AND EQUIPMENT

The movements of property, plant and equipment for the six months ended 30 June 2025 and 2024 are as follows:

	Six months ended 30 June 2025					
	Buildings	Telecommunications equipment	Office furniture, fixtures, motor vehicles and other equipment	Leasehold improvements	CIP	Total
Cost:						
Beginning of period	86,228	885,060	20,955	3,262	36,328	1,031,833
Additions	298	122	85	29	18,221	18,755
Transfer from CIP	1,612	16,809	404	115	(18,940)	—
Transfer to other assets	—	—	—	—	(755)	(755)
Disposals	(140)	(6,693)	(467)	(43)	—	(7,343)
End of period	87,998	895,298	20,977	3,363	34,854	1,042,490
Accumulated depreciation and impairment:						
Beginning of period	(48,786)	(613,403)	(15,717)	(2,300)	(97)	(680,303)
Charge for the period	(1,392)	(24,862)	(644)	(165)	—	(27,063)
Disposals	121	6,452	436	42	—	7,051
End of period	(50,057)	(631,813)	(15,925)	(2,423)	(97)	(700,315)
Net book value:						
End of period	37,941	263,485	5,052	940	34,757	342,175
Beginning of period	37,442	271,657	5,238	962	36,231	351,530

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

15. PROPERTY, PLANT AND EQUIPMENT (Continued)

The movements of property, plant and equipment for the six months ended 30 June 2025 and 2024 are as follows: (Continued)

	Six months ended 30 June 2024					
	Buildings	Telecommunications equipment	Office furniture, fixtures, motor vehicles and other equipment	Leasehold improvements	CIP	Total
Cost:						
Beginning of period	80,983	841,919	19,949	3,212	50,377	996,440
Additions	222	135	115	41	23,648	24,161
Transfer from CIP	1,263	21,213	314	113	(22,903)	—
Transfer to other assets	—	—	—	—	(2,145)	(2,145)
Disposals	(38)	(7,531)	(374)	(59)	—	(8,002)
End of period	82,430	855,736	20,004	3,307	48,977	1,010,454
Accumulated depreciation and impairment:						
Beginning of period	(46,190)	(576,818)	(14,995)	(2,345)	(97)	(640,445)
Charge for the period	(1,340)	(26,861)	(641)	(154)	—	(28,996)
Disposals	32	7,149	363	59	—	7,603
End of period	(47,498)	(596,530)	(15,273)	(2,440)	(97)	(661,838)
Net book value:						
End of period	34,932	259,206	4,731	867	48,880	348,616
Beginning of period	34,793	265,101	4,954	867	50,280	355,995

16. RIGHT-OF-USE ASSETS

During the six months ended 30 June 2025, the Group entered into a number of lease agreements for use of buildings, telecommunications equipment and land use rights, and therefore recognised the additions to right-of-use assets of RMB3,302 million (for the six months ended 30 June 2024: RMB4,929 million).

17. FINANCIAL ASSETS MEASURED AT FAIR VALUE

	Note	30 June 2025	31 December 2024
Non-current portion:			
Equity securities measured at FVOCI (non-recycling)	(i)	2,719	2,210
Financial assets measured at FVPL	(ii)	1,155	1,150
Debt securities measured at FVOCI (recycling)	(iii)	1,167	1,307
		5,041	4,667
Current portion:			
Financial assets measured at FVPL	(ii)	2,795	2,526
Debt securities measured at FVOCI (recycling)	(iii)	7,005	6,624
		9,800	9,150
		14,841	13,817

(i) Equity securities measured at FVOCI (non-recycling):

	Note	30 June 2025	31 December 2024
Listed in the PRC		203	197
Listed outside the PRC	27	2,405	1,902
Unlisted		111	111
		2,719	2,210

(ii) Financial assets measured at FVPL represent certain equity investments, investments in monetary funds and wealth management products.

(iii) Debt securities measured at FVOCI (recycling) represent certain debt investments issued by banks and the investments are held within a business model whose objective is achieved by both the collection of contractual cash flows and sale.

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

18. OTHER ASSETS

	Note	30 June 2025	31 December 2024 (Re-presented)
Intangible assets		19,184	19,958
Prepaid services charges for transmission lines and electricity cables and other services		1,147	1,332
VAT recoverable	(i)	147	399
Capital bonds		435	442
Amounts due from related parties		3	3
Others		2,179	1,916
		23,095	24,050

(i) VAT recoverable includes input VAT and prepaid VAT which is expected to be deducted beyond one year. VAT recoverable which is expected to be deducted within one year is included in "prepayments and other current assets". See Note 20(i).

19. ACCOUNTS RECEIVABLE

	30 June 2025	31 December 2024 (Re-presented)
Accounts receivable from third parties	97,673	77,547
Amounts due from ultimate holding company	61	45
Amounts due from related parties	1,282	1,133
Amounts due from Tower Company	244	255
Amounts due from domestic carriers	5,497	3,999
Less: Credit loss allowance	(32,121)	(24,105)
	72,636	58,874

19. ACCOUNTS RECEIVABLE (Continued)

The aging analysis of accounts receivable, based on the billing date and net of credit loss allowance, is as follows:

	30 June 2025	31 December 2024 (Re-presented)
Within one month	18,224	17,641
More than one month but not more than three months	13,532	10,561
More than three months but not more than one year	29,246	22,357
More than one year	11,634	8,315
	72,636	58,874

Except for amounts due from ultimate holding company, other related parties within Unicom Group, and domestic carriers, the normal credit period granted by the Group to individual subscribers and general corporate customers is thirty days from the date of billing unless they meet certain specified credit assessment criteria. For major corporate customers, the credit period granted by the Group is based on the service contract terms, normally not exceeding one year.

There is no significant concentration of credit risk with respect to customers receivables, as the Group has a large number of customers.

20. PREPAYMENTS AND OTHER CURRENT ASSETS

The nature of prepayments and other current assets are as follows:

	Note	30 June 2025	31 December 2024 (Re-presented)
Prepaid services charges for transmission lines and electricity cables and other services		4,125	4,167
Prepaid power and water charges		526	608
Deposits and prepayments		3,856	3,669
VAT recoverable	(i)	10,153	10,374
Prepaid income tax expenses		53	59
Financial assets held under resale agreements	(ii)	2,000	5,000
Amounts due from ultimate holding company		5,422	5,068
Amounts due from related parties		89	132
Amounts due from Tower Company		80	81
Amounts due from domestic carriers		431	453
Others		4,147	3,713
		30,882	33,324

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

20. PREPAYMENTS AND OTHER CURRENT ASSETS (Continued)

(i) VAT recoverable includes the input VAT and prepaid VAT that is expected to be deducted within one year.

(ii) Financial assets held under resale agreements are transactions where Unicom Group Finance Company Limited ("Finance Company") acquires financial assets which will be resold at a predetermined price at a future date under resale agreements.

Prepayments and other current assets are expected to be recovered or recognised as expenses within one year.

As at 30 June 2025 and 31 December 2024, there was no significant impairment for the prepayments and other current assets.

21. CASH AND CASH EQUIVALENTS

Cash and cash equivalents refer to all cash on hand and demand deposits, short-term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

22. SHARE CAPITAL

Issued and fully paid:	Number of shares millions	Share capital
At 1 January 2024, at 31 December 2024 and at 30 June 2025	30,598	254,056

23. DIVIDENDS

At the annual general meeting held on 29 May 2025, the shareholders of the Company approved the payment of a final dividend of RMB0.1562 per ordinary share for the year ended 31 December 2024, totalling approximately RMB4,779 million (for the six months ended 30 June 2024: final dividend of RMB0.1336 per ordinary share for the year ended 31 December 2023, totalling approximately RMB4,088 million) which has been reflected as a reduction of retained profits for the six months ended 30 June 2025.

At a meeting held on 12 August 2025, the Board of Directors of the Company declared 2025 interim dividend of RMB0.2841 per ordinary share to the shareholders totalling approximately RMB8,693 million (for the six months ended 30 June 2024: 2024 interim dividend of RMB0.2481 per ordinary share to the shareholders totalling approximately RMB7,591 million).

Pursuant to the PRC enterprise income tax law, a 10% withholding income tax is levied on dividends declared on or after 1 January 2008 by foreign investment enterprises to their foreign enterprise shareholders unless the enterprise investor is deemed as a PRC Tax Resident Enterprise ("TRE"). On 11 November 2010, the Company obtained an approval from the State Taxation Administration of the PRC, pursuant to which the Company qualifies as a PRC TRE from 1 January 2008. Therefore, as at 30 June 2025 and 31 December 2024, the Company's subsidiaries in the PRC did not accrue for withholding tax on dividends distributed to the Company and there has been no deferred tax liability accrued in the Group's unaudited condensed consolidated interim financial statements for the undistributed profits of the Company's subsidiaries in the PRC.

For the Company's non-PRC TRE shareholders (including HKSCC Nominees Limited), the Company would distribute dividends after deducting the amount of enterprise income tax payable by these non-PRC TRE shareholders thereon and reclassify the related dividend payable to withholding tax payable upon the declaration of such dividends. The requirement to withholding tax does not apply to the Company's shareholders appearing as individuals in its share register.

24. LONG-TERM LOANS

	Interest rates and final maturity	30 June 2025	31 December 2024 (Re-presented)
Long-term bank loans			
RMB denominated bank loans	Fixed interest rates ranging from 1.08% to 2.56% (31 December 2024: 1.08% to 2.56%) per annum with maturity through 2036 (31 December 2024: maturity through 2036)	1,594	1,274
United States dollars ("US dollars") denominated bank loans	Fixed interest rate is Nil (31 December 2024: Nil) per annum with maturity through 2039 (31 December 2024: maturity through 2039)	130	139
Amounts due to ultimate holding company			
RMB denominated loans	Interest rates are determined by subtracting a floating point from the one-year Loan Prime Rate ("LPR") published by the National Interbank Funding Center ("NIFC") with maturity through 2027 (31 December 2024: maturity through 2027)	1,440	1,442
Sub-total		3,164	2,855
Less: Current portion (long-term bank loans)		(224)	(243)
Current portion (amounts due to ultimate holding company)		(481)	(484)
		2,459	2,128

As at 30 June 2025, long-term loans of approximately RMB28 million (31 December 2024: approximately RMB29 million) were guaranteed by third parties.

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

24. LONG-TERM LOANS (Continued)

The repayment schedule of the long-term loans is as follows:

	30 June 2025	31 December 2024 (Re-presented)
Balances due:		
— No later than one year	705	727
— More than one year and no later than two years	623	584
— More than two years and no later than five years	1,621	1,263
— More than five years	215	281
	3,164	2,855
Less: Portion classified as current liabilities	(705)	(727)
	2,459	2,128

25. SHORT-TERM BANK LOANS

	Interest rates and final maturity	30 June 2025	31 December 2024
RMB denominated bank loans	Fixed interest rates ranging from 1.00% to 3.60% (31 December 2024: 1.10%–3.95%) per annum with maturity through 2026 (31 December 2024: maturity through 2025)	821	711

26. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	30 June 2025	31 December 2024 (Re-presented)
Payables to contractors and equipment suppliers	83,518	92,319
Payables to telecommunications products suppliers	1,943	2,983
Customer/contractor deposits	5,206	5,204
Repair and maintenance expense payables	13,202	12,647
Salary and welfare payables	5,387	6,137
Amounts due to technical support services and other service providers/content providers	8,623	8,393
VAT received from customer in advance	2,074	2,323
Accrued expenses	19,557	20,394
Amounts due to ultimate holding company	2,606	1,540
Amounts due to related parties	16,304	13,447
Amounts due to Tower Company	5,930	5,649
Amounts due to domestic carriers	5,530	4,159
Others	10,875	12,967
	180,755	188,162

The aging analysis of accounts payable and accrued liabilities based on the billing date is as follows:

	30 June 2025	31 December 2024 (Re-presented)
Less than six months	142,493	146,919
Six months to one year	13,366	16,940
More than one year	24,896	24,303
	180,755	188,162

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

27. MUTUAL INVESTMENT OF THE COMPANY AND TELEFÓNICA S.A. ("TELEFÓNICA") IN EACH OTHER

On 6 September 2009, the Company announced that in order to strengthen the cooperation between the Company and Telefónica, the parties entered into a strategic alliance agreement and a subscription agreement, pursuant to which each party conditionally agreed to invest an equivalent of US dollars 1 billion in each other through an acquisition of each other's shares.

On 23 January 2011, the Company entered into an agreement to enhance the strategic alliance with Telefónica that: (a) Telefónica would purchase ordinary shares of the Company for a consideration of US dollars 500 million through acquisition from third parties; and (b) the Company would acquire from Telefónica 21,827,499 ordinary shares of Telefónica held in treasury ("Telefónica Treasury Shares") for an aggregate purchase price of Euro374,559,882.84. On 25 January 2011, the Company completed the purchase of Telefónica Treasury Shares in accordance with the strategic agreement. During 2011, Telefónica completed its investment of US dollars 500 million in the Company.

On 14 May 2012, Telefónica declared a dividend. The Company chose to implement it by means of a scrip dividend and received 1,646,269 ordinary shares of approximately RMB146 million.

As at 30 June 2025, the related financial assets measured at FVOCI amounted to approximately RMB2,405 million (31 December 2024: approximately RMB1,902 million). For the six months ended 30 June 2025, the increase in fair value of the financial assets measured at FVOCI was approximately RMB503 million (for the six months ended 30 June 2024: increase of approximately RMB165 million), has been recorded in the unaudited condensed consolidated statement of comprehensive income.

28. EQUITY-SETTLED SHARE OPTION SCHEMES

On 16 April 2014, the Company adopted a new share option scheme (the "2014 Share Option Scheme"). The 2014 Share Option Scheme is valid and effective for a period of 10 years commencing on 22 April 2014 and expired on 22 April 2024. No share options had been granted since the adoption of the 2014 Share Option Scheme.

No options are outstanding as at 30 June 2025 and 31 December 2024.

29. RESTRICTED A-SHARE INCENTIVE SCHEME

The Phase I Restricted A-Share Incentive Scheme

Pursuant to the share incentive scheme (Phase I) of A Share Company (the "Phase I Restricted A-Share Incentive Scheme"), not more than 848 million restricted shares of A Share Company (the "Phase I Restricted Shares") were approved for granting to the core employees of the Group, the first batch granted Phase I Restricted Shares of 793,861,000 and second batch granted Phase I Restricted Shares of 13,156,000 were subscribed by the participants, including certain core employees of the Company's subsidiaries on 21 March 2018 and 1 February 2019 (the "Grant Dates"), respectively, with a subscription price of RMB3.79 per share. The fair value of the Phase I Restricted Shares granted under the respective Grant Dates is RMB2.34 and RMB1.57 per share, respectively, as determined based on the difference between the market price of A Share Company of RMB6.13 per share and RMB5.36 per share at the respective Grant Dates, and the subscription price of RMB3.79 per share.

The Phase I Restricted Shares are subject to various lock-up periods (the "Lock-Up Period I") of approximately 2 years, 3 years and 4 years, respectively, immediately from the Grant Dates. During the Lock-Up Period I, these shares are not transferrable, nor subject to any guarantee or indemnity. The Phase I Restricted Shares shall be unlocked (or repurchased and cancelled by A Share Company) separately in three tranches in proportion of 40%, 30% and 30% of the total number of the Phase I Restricted Shares granted upon the expiry of each of the Lock-Up Period I.

29. RESTRICTED A-SHARE INCENTIVE SCHEME (Continued)

The Phase I Restricted A-Share Incentive Scheme (Continued)

Subject to fulfilment of all service and performance conditions under the Phase I Restricted A-Share Incentive Scheme which include the achievement of certain revenue and profit targets of A Share Company, the participants' individual performance appraisal, etc. (collectively referred to as "vesting conditions"), the restriction over the Phase I Restricted Shares will be removed after the expiry of the corresponding Lock-Up Period I for each tranche and the participants will be fully entitled to these incentive shares. If the vesting conditions are not fulfilled and hence the Phase I Restricted Shares cannot be unlocked, A Share Company shall repurchase the Phase I Restricted Shares based on the respective subscription price from the participants.

Pursuant to the Phase I Restricted A-Share Incentive Scheme, the third Lock-Up Period I of approximately 4 years for the second batch have expired in 2023. With the fulfilment of the vesting conditions, the Phase I Restricted Shares of 3,240,375 in aggregate were approved for unlocking after the expiry of the Lock-Up Period I by the Board of Directors of A Share Company and 443,925 were forfeited during 2023.

The Phase II Restricted A-Share Incentive Scheme

Pursuant to the share incentive scheme (Phase II) of A Share Company (the "Phase II Restricted A-Share Incentive Scheme"), approximately 838 million restricted shares of A Share Company (the "Phase II Restricted Shares") were approved for granting to the core employees of the Group, the granted Phase II Restricted Shares of 838,340,000 were subscribed by the participants, including certain core employees of the Company's subsidiaries on 1 November 2022 (the "Grant Date"), with a subscription price of RMB2.48 per share. The fair value of the Phase II Restricted Shares granted under the Grant Date is RMB0.93 per share, as determined based on the difference between the market price of A Share Company of RMB3.41 per share at the Grant Date, and the subscription price of RMB2.48 per share.

The Phase II Restricted Shares are subject to various lock-up periods (the "Lock-Up Period II") of approximately 2 years, 3 years and 4 years, respectively, immediately from the Grant Date. During the Lock-Up Period II, these shares are not transferrable, nor subject to any guarantee or indemnity. The Phase II Restricted Shares shall be unlocked (or repurchased and cancelled by A Share Company) separately in three tranches in proportion of 40%, 30% and 30% of the total number of the Phase II Restricted Shares granted upon the expiry of each of the Lock-Up Period II.

Subject to fulfilment of all service and performance conditions under the Phase II Restricted A-Share Incentive Scheme which include the achievement of certain revenue and profit targets of A Share Company, the participants' individual performance appraisal, etc., the restriction over the Phase II Restricted Shares will be removed after the expiry of the corresponding Lock-Up Period II for each tranche and the participants will be fully entitled to these incentive shares. If the vesting conditions are not fulfilled and hence the Phase II Restricted Shares cannot be unlocked, A Share Company shall repurchase the Phase II Restricted Shares based on the lower of the subscription price from the participants and the market price at the time of repurchase.

Pursuant to the Phase II Restricted A-Share Incentive Scheme, the first Lock-Up Period II of approximately 2 years for this batch have expired in November 2024. During the year ended 31 December 2024, with the fulfilment of the vesting conditions, the Phase II Restricted Shares of 314,488,200 (2023: nil) in aggregate were approved for unlocking after the expiry of the Lock-Up Period II by the Board of Directors of A Share Company.

For the six months ended 30 June 2025, the Group recognised share-based payment expenses and other reserves of RMB65 million under the Phase II Restricted A-Share Incentive Schemes (for the six months ended 30 June 2024: RMB141 million).

For the six months ended 30 June 2025, the Phase II Restricted Shares of 22,841,600 (For the six months ended 30 June 2024: 3,411,000) were forfeited.

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

30. FAIR VALUE ESTIMATION

Financial assets of the Group mainly include cash and cash equivalents, long-term bank deposits, short-term bank deposits and restricted deposits, accounts receivable, the financial assets included in prepayments and other current assets, financial assets measured at fair value and certain other assets. Financial liabilities of the Group mainly include short-term bank loans, financial liabilities included in accounts payable and accrued liabilities, bills payable, long-term loans and other obligations.

(a) Financial assets measured at fair value

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1 valuation: unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 valuation: observable inputs which fail to meet level 1, and not using significant unobservable inputs for which market data are not available.
- Level 3 valuation: fair value measured using significant unobservable inputs.

The following table presents the Group's assets that are measured at fair value as at 30 June 2025:

	Level 1	Level 2	Level 3	Total
Recurring fair value measurement:				
Equity securities measured at FVOCI (non-recycling)	2,608	—	111	2,719
Financial assets measured at FVPL	2,636	—	1,314	3,950
Debt securities measured at FVOCI (recycling)	8,172	—	—	8,172
Total	13,416	—	1,425	14,841

The following table presents the Group's assets that are measured at fair value as at 31 December 2024:

	Level 1	Level 2	Level 3	Total
Recurring fair value measurement:				
Equity securities measured at FVOCI (non-recycling)	2,099	—	111	2,210
Financial assets measured at FVPL	2,415	—	1,261	3,676
Debt securities measured at FVOCI (recycling)	7,931	—	—	7,931
Total	12,445	—	1,372	13,817

30. FAIR VALUE ESTIMATION (Continued)

(a) Financial assets measured at fair value (Continued)

The fair value of financial instruments traded in active markets is based on quoted market prices at the date of the statement of financial position. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1 and comprise primarily equity securities of Telefónica, debt securities issued by banks which are classified as financial assets measured at FVOCI and certain listed equity investments, investments in monetary funds that are classified as financial assets measured at FVPL.

During the six months ended 30 June 2025 and 2024, there was no significant transfer between Level 1 and Level 2, or transfer into or out of Level 3. The Group's policy is to recognise transfers between levels of fair value hierarchy as at the end of the reporting period in which they occur.

(b) Fair value of financial instruments carried at other than fair value

Except as detailed in the following table, the carrying amounts of the Group's financial instruments carried at amortised cost are not materially different from their fair values as at 30 June 2025 and 31 December 2024 due to the nature or short maturity of those instruments.

	Carrying amounts as at 30 June 2025	Fair value as at 30 June 2025	Fair value measurements as at 30 June 2025 categorised into			Carrying amounts as at 31 December 2024	Fair value as at 31 December 2024
			Level 1	Level 2	Level 3		
Long-term bank deposits	15,381	15,757	—	15,757	—	15,185	15,427
Capital bonds	435	468	—	468	—	442	471
Non-current portion of amounts due to ultimate holding company	959	927	—	927	—	958	927
Non-current portion of long-term loans	1,500	1,494	—	1,494	—	1,170	1,190

The fair values of the non-current portion of long-term loans and non-current portion of amounts due to ultimate holding company are based on the expected cash flows of principal and interests payment discounted at market rates ranging from 0.57% to 3.50% (31 December 2024: 0.57% to 3.60%) per annum as at 30 June 2025. The fair values of long-term bank deposits and capital bonds are based on the expected cash flows of principal and interests discounted at market rate of 1.25% (2024: 1.90%) per annum and 4.23% (2024: 4.38%) per annum, respectively.

31. MATERIAL RELATED PARTY TRANSACTIONS

Unicom Group is a state-owned enterprise directly controlled by the PRC government. The PRC government is the Company's ultimate controlling party. Neither Unicom Group nor the PRC government publishes financial statements available for public use.

The PRC government controls a significant portion of the productive assets and entities in the PRC. The Group provides telecommunications services as part of its retail transactions, thus, is likely to have extensive transactions with the employees of other state-owned enterprises, including their key management personnel and their close family members. These transactions are carried out on commercial terms that are consistently applied to all customers.

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

31. MATERIAL RELATED PARTY TRANSACTIONS (Continued)

Management considers certain state-owned enterprises have material transactions with the Group in its ordinary course of business, which include but not limited to 1) rendering and receiving telecommunications services, including interconnection revenue/charges; 2) sharing certain telecommunications network infrastructure; 3) purchasing of goods, including use of public utilities; and 4) placing of bank deposits and borrowing money. The Group's telecommunications network depends, in large part, on interconnection with the network and on transmission lines service provided by other domestic carriers. These transactions are mainly carried out on terms comparable to those conducted with third parties or national standards promulgated by relevant government authorities and have been reflected in the financial statements. Amounts due from domestic carriers are all derived from contracts with customers.

Management believes that meaningful information relating to related party transactions has been disclosed below.

31.1 Connected transactions with Unicom Group and its subsidiaries other than the Group ("Unicom Group and its subsidiaries")

(a) Recurring transactions

The following is a summary of significant recurring transactions carried out by the Group with Unicom Group and its subsidiaries. In the directors' opinion, these transactions were carried out in the ordinary course of business.

		Six months ended 30 June	
	Note	2025	2024
Transactions with Unicom Group and its subsidiaries:			
Charges for value-added telecommunications services	(i)	53	49
Rental charges for short-term property leasing and related services	(i)	495	497
Charges for use of telecommunications resources and related services	(i)	111	105
Charges for engineering design and construction and IT services	(i)	102	85
Charges for shared services	(i)	39	38
Charges for materials procurement services	(i)	1	—
Charges for ancillary telecommunications services	(i)	60	80
Charges for comprehensive support services	(i)	331	260
Income from comprehensive support services	(i)	90	76
Lending by Finance Company to Unicom Group and its subsidiaries	(i)	2,400	5,400
Repayment of loans lending by Finance Company to Unicom Group and its subsidiaries	(i)	2,000	3,400
Fee and interest income from lending services	(i)	55	60
Income from other financial services	(i)	1	1
Net deposits with Finance Company	(i)	4,257	25
Interest expenses on the deposits in Finance Company	(i)	64	57
Interest expenses on unsecured entrusted loan	(i)	14	10

31. MATERIAL RELATED PARTY TRANSACTIONS (Continued)

31.1 Connected transactions with Unicom Group and its subsidiaries other than the Group ("Unicom Group and its subsidiaries") (Continued)

(a) Recurring transactions (Continued)

(i) On 28 October 2022, China United Network Communications Corporation Limited ("CUCL") and Unicom Group entered into the "2023–2025 Comprehensive Services Agreement", and Finance Company and Unicom Group entered into the "2023–2025 Financial Services Agreement". Pursuant to the "2023–2025 Comprehensive Services Agreement", CUCL and Unicom Group agreed to provide services to each other or by one to the other, including (i) use of telecommunications resources; (ii) property leasing; (iii) value-added telecommunications services; (iv) materials procurement services; (v) engineering design and construction and IT services; (vi) ancillary telecommunications services; (vii) comprehensive support services and (viii) shared services. Pursuant to the "2023–2025 Financial Services Agreement", Finance Company agreed to provide financial services to Unicom Group.

(b) Amounts due from Unicom Group and its subsidiaries

Amounts due from Unicom Group as at 30 June 2025 included loans from Finance Company to Unicom Group of RMB5,400 million in total with respective floating interest rate of LPR published by the NIFC (31 December 2024: RMB5,000 million with respective floating interest rate of LPR published by the NIFC). This amount was included in the amounts due from ultimate holding company in note 20.

(c) Amounts due to Unicom Group and its subsidiaries

Amounts due to Unicom Group and its subsidiaries as at 30 June 2025 included a balance of deposits received by Finance Company from Unicom Group and its subsidiaries as well as related interest payable amounting to RMB12,911 million (31 December 2024: RMB8,649 million) with interest rates ranging from 0.42% to 2.75% per annum for saving and deposits of different terms. This amount was included in the amounts due to ultimate holding company and amounts due to related parties in note 26.

Amounts due to Unicom Group and its subsidiaries as at 30 June 2025 included unsecured entrusted loans from Unicom Group of RMB1,206 million (31 December 2024: RMB1,206 million) with a maturity period of 3 years and unsecured entrusted loans from Unicom Group of RMB221 million (31 December 2024: RMB221 million) with a maturity period of 2 years. Interest rates of these loans are determined by subtracting a floating point from the one-year LPR published by NIFC and are adjusted quarterly. These amounts were included in the amounts due to ultimate holding company in note 24.

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

31. MATERIAL RELATED PARTY TRANSACTIONS (Continued)

31.2 Transactions with associates and joint ventures of Unicom Group and its subsidiaries

The Group has entered into transactions with associates and joint ventures of Unicom Group and its subsidiaries based on terms comparable to terms of transactions entered with other entities. In the directors' opinion, these transactions were carried out in the ordinary course of business.

	Six months ended 30 June	
	2025	2024
Transactions with associates and joint ventures of Unicom Group and its subsidiaries:		
Charges for use of telecommunications resources and related services	1	1
Charges for engineering design and construction and IT services	197	348
Charges for materials procurement services	9	11
Charges for ancillary telecommunications services	467	474
Charges for comprehensive support services	100	96
Income from comprehensive support services	16	20

In addition to the above amounts, the Group has also entered into related party transactions with associates and joint ventures of Unicom Group and its subsidiaries which do not meet the definition of connected person and connected transactions under Chapter 14A of the Listing Rules during the six months ended 30 June 2025. These transactions include:

	Six months ended 30 June	
	2025	2024
Transactions with associates and joint ventures of Unicom Group and its subsidiaries:		
Rental charges for short-term property leasing and related services	1	1
Charges for use of telecommunications resources and related services	2	1
Charges for engineering design and construction and IT services	1,045	1,532
Charges for materials procurement services	7	19
Charges for ancillary telecommunications services	1,198	1,262
Charges for comprehensive support services	484	385
Income from comprehensive support services	270	87

31. MATERIAL RELATED PARTY TRANSACTIONS (Continued)

31.3 Material transactions with associates and joint ventures of the Group

The following is a summary of material transactions entered into by the Group with the associates and joint ventures of the Group. In the directors' opinion, these transactions were carried out in the ordinary course of business.

		Six months ended 30 June	
	Note	2025	2024
Transactions with associates and joint ventures of the Group:			
Revenue from engineering design and construction services	(i)	312	224
Related costs for use of tower assets	(ii)	8,818	9,964
Additions of right-of-use assets	(ii)	1,110	2,005
Revenue from value-added telecommunications services		458	402
Charges for value-added telecommunications services		456	533
Charges for materials procurement services		16	17
Net deposits with Finance Company		14	(11)
Interest expenses on the deposits in Finance Company		1	1

(i) Engineering design and construction services

The Group provided engineering design and construction services to Tower Company.

(ii) Lease of the tower assets and other related services

On 8 July 2016, CUCL and Tower Company entered into a framework agreement to confirm the pricing and related arrangements in relation to the usage of certain telecommunications towers and related assets (the "Agreement"). The Agreement finalised terms including assets categories, pricing basis for usage charges, and relevant service period etc. Provincial service agreements and detailed lease confirmation for specified towers have been signed subsequently.

On 31 January 2018, after further arm's length negotiations and discussions, CUCL and Tower Company agreed on certain supplementary provisions based on the Agreement dated 8 July 2016, which mainly relate to a reduction in cost-plus margin of Tower Company which forms the benchmark for pricing and an increase in co-tenancy discount rates offered to the Group regarding towers under co-sharing arrangements. The new terms applicable to the leased tower portfolio as confirmed by both parties are effective from 1 January 2018 for a period of five years.

On 13 December 2022, the Board of Directors of the Company approved CUCL and Tower Company to sign the commercial pricing agreement and the service agreement, and the material terms of the commercial pricing agreement and the service agreement have been agreed and finalised, in which CUCL leases assets and receives services provided by Tower Company, including tower products, indoor distribution system products, transmission products and service products. The agreements further reduced the products pricing and increased the co-tenancy discount rates offered to the Group. The term of each of the commercial pricing agreement and the service agreement is five years, effective from 1 January 2023 to 31 December 2027.

NOTES TO UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2025
(All amounts in RMB millions unless otherwise stated)

31. MATERIAL RELATED PARTY TRANSACTIONS (Continued)

31.3 Material transactions with associates and joint ventures of the Group (Continued)

(ii) Lease of the tower assets and other related services (Continued)

Based on HKFRS 16, the Group recognised additions of right-of-use assets during the six months ended 30 June 2025 amounting to RMB1,110 million (for the six months ended 30 June 2024: RMB2,005 million). Related costs for use of tower assets include the depreciation of right-of-use assets of RMB3,913 million (for the six months ended 30 June 2024: RMB3,944 million), interest expense of RMB452 million (for the six months ended 30 June 2024: RMB581 million), and variable lease payments and other related service charges of RMB4,453 million (for the six months ended 30 June 2024: RMB5,439 million) in its unaudited condensed consolidated statement of income for the six months ended 30 June 2025.

The outstanding balances with the associates and joint ventures of the Group are summarised as follows:

	Note	30 June 2025	31 December 2024
Amounts due from related parties		355	418
Amounts due to related parties	(iii)	16,277	16,572

(iii) Amounts due to Tower Company

The related accounts payable and bills payable balance (exclude lease liabilities) to Tower Company included in the balance of amounts due to related parties as at 30 June 2025 was RMB15,447 million (31 December 2024: RMB15,817 million). Except as mentioned in Note 31.3(ii), amounts due from/to Tower Company are unsecured, interest-free, repayable on demand/on contract terms with Tower Company as described above.

32. CONTINGENCIES AND COMMITMENTS

32.1 Capital commitments

As at 30 June 2025 and 31 December 2024, the Group had capital commitments, mainly in relation to the construction of telecommunications network, as follows:

	30 June 2025			31 December 2024
	Land and buildings	Equipment	Total	Total
Authorised and contracted for	5,671	47,497	53,168	54,775
Authorised but not contracted for	302	2,530	2,832	10,801
	5,973	50,027	56,000	65,576

32.2 Contingent liabilities

As at 30 June 2025, the Group had no material contingent liabilities and no material financial guarantees issued.

33. NON-ADJUSTING EVENT AFTER THE REPORTING PERIOD

After the end of the reporting period, the Board of Directors declared an interim dividend. For details, please refer to Note 23.

34. APPROVAL OF FINANCIAL STATEMENTS

The unaudited condensed consolidated interim financial statements were approved by the Board of Directors on 12 August 2025.

REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Deloitte. 德勤

To the Board of Directors of China Unicom (Hong Kong) Limited
(incorporated in Hong Kong with limited liability)

INTRODUCTION

We have reviewed the condensed consolidated interim financial statements of China Unicom (Hong Kong) Limited (the "Company") and its subsidiaries (collectively referred to as the "Group") set out on pages 13 to 49, which comprise the condensed consolidated statement of financial position as of 30 June 2025 and the related condensed consolidated statement of income, statement of comprehensive income, statement of changes in equity and statement of cash flows for the six-month period then ended, and certain explanatory notes to the condensed consolidated interim financial statements. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim Financial Reporting" ("HKAS 34") issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"). The directors of the Company are responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with HKAS 34. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the HKICPA. A review of these condensed consolidated interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with HKAS 34.

Deloitte Touche Tohmatsu
Certified Public Accountants
Hong Kong
12 August 2025

OTHER INFORMATION

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

As at 30 June 2025, the interests and short positions of Directors and chief executives of the Company in any shares, underlying shares and debentures of the Company or any of its associated corporations (as defined in Part XV of the Hong Kong Securities and Futures Ordinance (the "SFO")) as recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Hong Kong Stock Exchange") pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix C3 of the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange (the "Listing Rules"), were as follows:

Long Positions in the Shares and Underlying Shares of the Company

Name of Director	Capacity	Ordinary Shares Held	Percentage of Issued Shares
Chung Shui Ming Timpson	Beneficial owner (Personal)	6,000	0.00%

Save as disclosed in the foregoing, as at 30 June 2025, none of the Directors or chief executives of the Company had any interests or short positions in any shares, underlying shares, or debentures of the Company or any of its associated corporations (as defined in Part XV of the SFO) as recorded in the register required to be kept pursuant to Section 352 of the SFO or as otherwise notified to the Company and the Hong Kong Stock Exchange pursuant to the Model Code.

Furthermore, save as disclosed in the foregoing, during the six months ended 30 June 2025, none of the Directors or chief executives (including their spouses and children under the age of 18) of the Company had any interests in or was granted any right to subscribe in any shares, underlying shares, or debentures of the Company or any of its associated corporations, or had exercised any such rights.

OTHER INFORMATION

MATERIAL INTERESTS AND SHORT POSITIONS OF SUBSTANTIAL SHAREHOLDERS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2025, the following persons (other than disclosed under the section headed "Directors' and Chief Executives' Interests and Short Positions in Shares, Underlying Shares and Debentures") had the following interests and short positions in the shares or underlying shares of the Company as recorded in the register required to be kept pursuant to Section 336 of Part XV of the SFO:

Long Positions in the Shares and Underlying Shares of the Company

Name of Shareholders	Ordinary Shares Held Directly	Ordinary Shares Held Indirectly	Percentage of Issued Shares
(i) China United Network Communications Group Company Limited ("Unicom Group")[1, 2]	—	24,683,896,309	80.67%
(ii) China United Network Communications Limited ("Unicom A Share Company")[1]	—	16,376,043,282	53.52%
(iii) China Unicom (BVI) Limited ("Unicom BVI")[1]	16,376,043,282	—	53.52%
(iv) China Unicom Group Corporation (BVI) Limited ("Unicom Group BVI")[2, 3]	8,082,130,236	225,722,791	27.15%

Notes:

1. Unicom Group and Unicom A Share Company directly or indirectly control one-third or more of the voting rights in the shareholders' meetings of Unicom BVI, and in accordance with the SFO, the interests of Unicom BVI are deemed to be, and have therefore been included in, the respective interests of Unicom Group and Unicom A Share Company.

2. Unicom Group BVI is a wholly-owned subsidiary of Unicom Group. In accordance with the SFO, the interests of Unicom Group BVI are deemed to be, and have therefore been included in, the interests of Unicom Group.

3. Unicom Group BVI holds 8,082,130,236 shares (representing 26.41% of the total issued shares) of the Company directly. In addition, Unicom Group BVI is also interested in 225,722,791 shares (representing 0.74% of the total issued shares) of the Company under the SFO, in which Unicom Group BVI had a pre-emptive right.

Apart from the foregoing, as at 30 June 2025, no person had any interests or short position in the shares or underlying shares in the Company as recorded in the register required to be kept under Section 336 of the SFO.

Please also refer to Note 22 to the unaudited condensed consolidated interim financial statements for details of the share capital of the Company.

REPURCHASE, SALE OR REDEMPTION OF LISTED SHARES OF THE COMPANY

For the six months ended 30 June 2025, neither the Company nor any of its subsidiaries had repurchased, sold or redeemed any of the Company's listed shares (including sale of treasury shares). As at 30 June 2025, the Company did not hold any treasury shares.

CHANGES OF DIRECTORS' INFORMATION

Changes in Directors' major office since the date of the 2024 Annual Report of the Company or the date of announcement for the appointment of Director issued by the Company subsequent to the date of the 2024 Annual Report (as the case may be), and up to the date of release of the 2025 interim results of the Company, are set out below.

- Mr. Wang Junzhi no longer served as an Executive Director of the Company since 22 May 2025.

- Mr. Tang Yongbo has been appointed as an Executive Director of the Company since 27 June 2025 and a Director of China United Network Communications Limited since 29 July 2025. He no longer served as a Non-Executive Director of China Tower Corporation Limited since 23 July 2025.

Save as stated above, no other information on the Directors of the Company is required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules. The updated biographical details of the Directors are available on the website of the Company (www.chinaunicom.com.hk).

AUDIT COMMITTEE

The Audit Committee, together with the management and the auditor of the Company, Deloitte Touche Tohmatsu, have reviewed the accounting principles and practices adopted by the Group, and discussed internal control and financial reporting matters, including the review of interim financial information for the six months ended 30 June 2025.

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

The Board is committed to maintaining high standards of corporate governance and recognises that good governance is vital for the long- term success and sustainability of the Company's business. The Company has complied with the principles and the code provisions in Part 2 of the Corporate Governance Code as set out in Appendix C1 of the Listing Rules for the six months ended 30 June 2025, except for the following:

OTHER INFORMATION

The roles and responsibilities of the Chairman and the Chief Executive Officer of the Company were performed by the same individual for the six months ended 30 June 2025. The Company considers that, as all major decisions are made by the Board and relevant Board Committees after discussion, through supervision by the Board and the independent non-executive Directors together with effective internal control mechanism, the Company has achieved a balance of power and authority. In addition, the same individual performing the roles of the Chairman and the Chief Executive Officer can enhance the Company's efficiency in decision-making and execution, effectively capturing business opportunities. In addition, Mr. Chen Zhongyue, the Chairman of the Company, was unable to attend the annual general meeting of the Company convened on 29 May 2025 due to other important work arrangement. The Company attaches high regards on the annual general meeting which provides an opportunity for direct communication between the Board and the shareholders of the Company. Therefore, the Chairman of the Company has appointed another executive Director to chair the said annual general meeting and answer the questions raised by the shareholders.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix C3 of the Listing Rules to govern securities transactions by Directors. Further to the specific enquiries made by the Company to the Directors, all Directors have confirmed their compliance with the Model Code for the six months ended 30 June 2025.

COMPLIANCE WITH APPENDIX D2 OF THE LISTING RULES

According to paragraph 40 of Appendix D2 of the Listing Rules, save as disclosed herein, the Company confirmed that the current company information in relation to those matters set out in paragraph 32 of Appendix D2 has not changed materially from the information disclosed in the Company's 2024 annual report.

CLOSURE OF REGISTER OF MEMBERS

The Board of Directors of the Company declared an interim dividend for 2025 (pre-tax) (the "2025 Interim Dividend") of RMB0.2841 per share (equivalent to HK$0.31241 per share, the relevant exchange rate was the mid-rate of RMB to Hong Kong dollars (RMB0.90937 equivalent to HK$1.00)) as announced by the People's Bank of China on 8 August 2025 (being the second business day prior to the Board declared the 2025 Interim Dividend) to shareholders of the Company (the "Shareholders").

For the purpose of ascertaining the Shareholders' rights to be entitled to the 2025 Interim Dividend, the register of members of the Company will be closed. Details of such closures are set out below:

Latest time to lodge transfer documents for registration	4:30 p.m. of 3 September 2025
Closure of register of members	4 September 2025
Interim Dividend Record date	4 September 2025

During the above closure period, no transfer of shares of the Company will be registered. In order to be entitled to the 2025 Interim Dividend, Shareholders who have not registered the transfer documents are required that all transfers, accompanied by the relevant certificates, must be lodged with the Company's Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong, by no later than the aforementioned latest time. The 2025 Interim Dividend is expected to be paid in Hong Kong dollars on or about 24 September 2025 to those members registered in the Company's register of members as at 4 September 2025 (the "Interim Dividend Record Date").

WITHHOLDING AND PAYMENT OF ENTERPRISE INCOME TAX FOR NON-RESIDENT ENTERPRISES IN RESPECT OF 2025 INTERIM DIVIDEND

Pursuant to (i) the "Notice Regarding Matters on Determination of Tax Residence Status of Chinese-controlled Offshore Incorporated Enterprises under Rules of Effective Management" (the "Notice") issued by the State Taxation Administration of the People's Republic of China (the "STA"); (ii) the "Enterprise Income Tax Law of the People's Republic of China" (the "Enterprise Income Tax Law") and the "Detailed Rules for the Implementation of the Enterprise Income Tax Law of the People's Republic of China" (the "Implementation Rules"); and (iii) information obtained from the STA, the Company is required to withhold and pay enterprise income tax when it pays the 2025 Interim Dividend to its non-resident enterprise shareholders. The enterprise income tax is 10% on the amount of dividend paid to non-resident enterprise shareholders (the "Enterprise Income Tax"), and the withholding and payment obligation lies with the Company.

As a result of the foregoing, in respect of any shareholders whose names appear on the Company's register of members on the Interim Dividend Record Date and who are not individuals (including HKSCC Nominees Limited, other custodians, corporate nominees and trustees such as securities companies and banks, and other entities or organisations), the Company will distribute the 2025 Interim Dividend payable to them after deducting the amount of Enterprise Income Tax payable on such dividend. Investors who invest in the shares in the Company listed on the Main Board of The Stock Exchange of Hong Kong Limited through the Shanghai Stock Exchange or Shenzhen Stock Exchange (the Shanghai-Hong Kong Stock Connect or Shenzhen-Hong Kong Stock Connect investors) are investors who hold shares through HKSCC Nominees Limited, and in accordance with the above requirements, the Company will pay to HKSCC Nominees Limited the amount of the 2025 Interim Dividend after deducting the amount of Enterprise Income Tax payable on such dividend.

In respect of any shareholders whose names appear on the Company's register of members on the Interim Dividend Record Date and who are individual shareholders, there will be no deduction of Enterprise Income Tax from the dividend that such shareholder is entitled to.

OTHER INFORMATION

Shareholders who are not individual shareholders listed on the Company's register of members and who (i) are resident enterprises of the People's Republic of China (the "PRC") (as defined in the Enterprise Income Tax Law), or (ii) are enterprises deemed to be resident enterprises of the PRC in accordance with the Notice, and who, in each case, do not desire to have the Company withhold Enterprise Income Tax from their 2025 Interim Dividend, should lodge with the Company's Share Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong, at or before 4:30 p.m. of 3 September 2025, and present the documents from such shareholder's governing tax authority within the territory of the PRC confirming that the Company is not required to withhold and pay Enterprise Income Tax in respect of the dividend that such shareholder is entitled to.

If anyone would like to change the identity of the holders in the register of members, please enquire about the relevant procedures with the nominees or trustees. The Company will withhold for payment of the Enterprise Income Tax for its non-resident enterprise shareholders strictly in accordance with the relevant laws and requirements of the relevant government agencies and adhere strictly to the information set out in the Company's register of members on the Interim Dividend Record Date. The Company assumes no liability whatsoever in respect of and will not entertain any claims, arising from any delay in, or inaccurate determination of, the status of the shareholders, or any disputes over the mechanism of withholding and payment of Enterprise Income Tax.

CORPORATE CULTURE

OUR STRATEGY

Integrated innovation strategy

Promote the integrated development of technological and industrial innovation through the integrations between data and AI, and between digital and real economies

OUR VISION

A world-class technology service enterprise with global competitiveness

OUR MISSION

The leading contributor of digital information operation and services
The pioneer of digital technology integration and innovation

OUR CORE VALUES

Customer-oriented
Inherently innovative
Employee-friendly
Proud of endeavours
Attentive to quality service
Adhering to integrity

CORPORATE STYLE

Rigorous, Pragmatic, Skillful, Meticulous, Efficient

CORPORATE MANAGEMENT PHILOSOPHIES

Create value for customers
Driven by both market and innovation
One China Unicom with integrated capabilities and operating services

www.chinaunicom.com.hk

中國聯合網絡通信（香港）股份有限公司
CHINA UNICOM (HONG KONG) LIMITED

香港皇后大道中 99 號中環中心 75 樓

75th Floor, The Center, 99 Queen's Road Central, Hong Kong

電話 Tel (852) 2126 2018　　傳真 Fax (852) 2126 2016

MIX
Paper from responsible sources
FSC™ C007445