



武漢有機控股有限公司 WUHAN YOUJI HOLDINGS LTD.

(Incorporated in the Cayman Islands with limited liability)

Stock Code : 2881

綠色製造
繽紛生活

2025

INTERIM REPORT





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Corporate Information

BOARD OF DIRECTORS

Executive Directors

Mr. Zou Xiaohong (*Chairperson*)
Mr. Chen Ping

Non-executive Directors

Mr. Gao Lei
Mr. Shen Yingming
Ms. Li Deye

Independent non-executive Directors

Dr. Liu Zhongdong
Dr. Yuan Kang
Mr. Liu Kai Yu Kenneth

AUDIT COMMITTEE

Mr. Liu Kai Yu Kenneth (*Chairperson*)
Dr. Liu Zhongdong
Dr. Yuan Kang
Mr. Gao Lei
Mr. Shen Yingming

REMUNERATION COMMITTEE

Mr. Liu Kai Yu Kenneth (*Chairperson*)
Dr. Liu Zhongdong
Dr. Yuan Kang
Mr. Zou Xiaohong
Mr. Gao Lei

NOMINATION COMMITTEE

Mr. Zou Xiaohong (*Chairperson*)
Dr. Liu Zhongdong
Dr. Yuan Kang
Mr. Liu Kai Yu Kenneth
Ms. Li Deye

ENVIRONMENTAL, SOCIAL AND GOVERNANCE COMMITTEE

Mr. Zou Xiaohong (*Chairperson*)
Dr. Liu Zhongdong
Ms. Li Deye
Mr. Zhou Xu
Mr. Shen Haifeng

JOINT COMPANY SECRETARIES

Mr. Chen Ping
Ms. Lai Ho Yan (ACG, HKACG)

REGISTERED OFFICE IN CAYMAN ISLANDS

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AUDITOR

Ernst & Young
Certified Public Accountants
Registered Public Interest Entity Auditor

COMPLIANCE ADVISER

BOCOM International (Asia) Limited

LEGAL ADVISER AS TO HONG KONG LAW

Pillsbury Winthrop Shaw Pittman LLP

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HONG KONG SHARE REGISTRAR

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PRINCIPAL BANKS

Bank of Communications, Wuhan Hongshan Branch
Agricultural Bank of China, Dadongmen Branch
Hankou Bank, Qiaokou Branch

STOCK CODE

2881

Financial Performance Highlights

The key financial highlights are as follows:

For the six months ended 30 June

	2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
Revenue	1,440,232	1,651,158
Gross profit	163,037	186,676
Profit for the period	38,730	48,049
Profit attributable to owners of the parent	38,730	48,049
Earnings per share attributable to ordinary equity holders of the parent: Basic and diluted (RMB per share)	0.42	0.63

The Group's revenue for the six months ended 30 June 2025 was approximately RMB1,440.2 million, representing a decrease of approximately RMB210.9 million or approximately 12.8% compared to the corresponding period in 2024.

The Group's gross profit for the six months ended 30 June 2025 was approximately RMB163.0 million, representing a decrease of approximately RMB23.6 million or approximately 12.7% compared to the corresponding period in 2024.

The Group's net profit for the six months ended 30 June 2025 was approximately RMB38.7 million, representing a decrease of approximately RMB9.4 million or approximately 19.4% compared to the corresponding period in 2024.

For the six months ended 30 June 2025, the basic and diluted earnings per share attributable to the ordinary equity holders of the parent company were approximately RMB0.42, representing a decrease of approximately RMB0.21 or approximately 33.3% compared to the corresponding period in 2024.

Management Discussion and Analysis

BUSINESS REVIEW

We are a renowned toluene derivative products provider in the PRC and the global market, primarily focusing on the manufacture of toluene oxidation products and toluene chlorination products and their derivatives through organic synthesis process. Our toluene derivative products are primarily used for food preservatives, household chemicals, animal feed acidifier and synthetic intermediates for agrochemical and pharmaceutical uses. We also engage in trading of products (mainly in toluene trading) to supplement our primary production operations and sales.

Performance by Product Type

For the six months ended 30 June 2025

	Self-produced product		Trading of products	Total
	Toluene oxidation products and their derivatives ¹	Toluene chlorination products and their derivatives ²		
Revenue (RMB'000)	894,653	348,943	196,636	1,440,232
Cost of sales (RMB'000)	779,581	301,687	195,927	1,277,195
Sales volume (tonne)	124,291	62,046	36,411	222,748
Gross profit margin	12.9%	13.5%	0.4%	11.3%
Unit average selling price (RMB/tonne)	7,198	5,624	5,400	6,466

For the six months ended 30 June 2024

	Self-produced product		Trading of products	Total
	Toluene oxidation products and their derivatives	Toluene chlorination products and their derivatives		
Revenue (RMB'000)	1,025,415	335,685	290,058	1,651,158
Cost of sales (RMB'000)	906,094	272,480	285,908	1,464,482
Sales volume (tonne)	126,315	42,343	42,845	211,503
Gross profit margin	11.6%	18.8%	1.4%	11.3%
Unit average selling price (RMB/tonne)	8,118	7,928	6,770	7,807

Management Discussion and Analysis

Revenue by geographical location of customers

	Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
Revenue		
Domestic sales	1,100,924	1,219,025
Export sales	339,308	432,133
Total	1,440,232	1,651,158

Notes:

1. Toluene oxidation products and their derivatives mainly include toluene oxidation products, benzoic acid ammonification products, and other fine chemicals (by-products or downstream extension products) generated during the production of toluene oxidation products.
2. Toluene chlorination products and their derivatives mainly include toluene chlorination products and other fine chemicals (by-products or downstream extension products) generated during the production of toluene chlorination products.

During the Reporting Period, the Group's overall revenue decreased by approximately 12.8% to approximately RMB1,440.2 million (for the six months ended 30 June 2024: approximately RMB1,651.2 million) compared to the corresponding period in 2024, and the Group's overall gross profit decreased by approximately 12.7% to approximately RMB163.0 million (for the six months ended 30 June 2024: approximately RMB186.7 million) compared to the corresponding period in 2024. The decrease in revenue and gross profit was primarily due to a decline in the overall unit average selling price of products by approximately RMB1,341/tonne. The downward trend in the price of toluene, the Group's primary raw material, led to corresponding adjustments in product selling prices. Additionally, the sustained weakness in global chemical industry demand, coupled with the Group's implementation of full-capacity production and rapid turnover sales strategies during the period to optimize operational efficiency, further exerted pressure on selling prices. During the Reporting Period, the Group's overall gross profit margin remained flat at approximately 11.3% compared to the same period in 2024, mainly due to a slight year-on-year increase in the gross profit margin of toluene oxidation products and their derivatives, which effectively offset the downward pressure on the gross profit margin of chlorination products and their derivatives, as well as trading of products.

During the Reporting Period, the profit attributable to equity holders of the parent company decreased by approximately 19.4% to approximately RMB38.7 million (for the six months ended 30 June 2024: approximately RMB48.1 million). This was mainly due to the above-mentioned decrease in gross profit compared with the same period last year, partially offset by the decrease in listing expenses of RMB9.5 million during the Reporting Period. The net profit margin attributable to equity holders of the parent company decreased by approximately 0.2 percentage points to approximately 2.7% (for the six months ended 30 June 2024: approximately 2.9%).

Management Discussion and Analysis

Toluene oxidation products and their derivatives accounted for approximately 62.1% of the Group's overall revenue for the six months ended 30 June 2025 (for the six months ended 30 June 2024: 62.1%)

Toluene oxidation products and their derivatives mainly include benzoic acid, sodium benzoate, and benzoic acid ammonification products, such as benzonitrile and benzoguanamine. The Group is the largest manufacturer for both benzoic acid and sodium benzoate in the PRC.

During the Reporting Period, revenue from the Group's toluene oxidation products and their derivatives decreased by approximately 12.8% to approximately RMB894.7 million compared to the same period in 2024 (for the six months ended 30 June 2024: approximately RMB1,025.4 million). This was primarily due to the decrease in average selling price reflecting the decrease in raw material costs. For the six months ended 30 June 2025, the unit average selling price for such series of products decreased by approximately 11.3% from RMB8,118/tonne in the same period of 2024 to RMB7,198/tonne. The revenue from such series of products accounted for approximately 62.1% of the Group's overall revenue (for the six months ended 30 June 2024: 62.1%).

During the Reporting Period, the overall gross profit of such series of products decreased by approximately 3.6% to approximately RMB115.1 million (for the six months ended 30 June 2024: approximately RMB119.3 million), which is the net effect of the decrease in revenue as mentioned above and the improvement in gross profit margin. The gross profit margin of such series of products increased by approximately 1.3 percentage points to approximately 12.9% (for the six months ended 30 June 2024: approximately 11.6%). For such series of products, the Group still leverages a differentiated business strategy segmented by region and its product variety, and has effectively improved the capacity utilization rate of its production facilities and expanded its market share, while ensuring the continued robustness of the profitability of its core business. The increase in gross profit margin was also attributable to the increase of higher value-added products such as spherical sodium and benzoguanamine.

Toluene chlorination products and their derivatives accounted for approximately 24.2% of the Group's overall revenue for the six months ended 30 June 2025 (for the six months ended 30 June 2024: 20.3%)

Toluene chlorination products and their derivatives mainly include benzyl chloride, benzyl alcohol, and benzyl acetate. The Group is the second largest manufacturer for benzyl alcohol in the PRC.

During the Reporting Period, revenue from the Group's toluene chlorination products and their derivatives increased by approximately 3.9% to approximately RMB348.9 million compared to the same period in 2024 (for the six months ended 30 June 2024: approximately RMB335.7 million). The downstream market for such series of products, particularly the real estate industry, remains weak. To boost sales, the Group has reduced the unit selling price of key products such as benzyl alcohol. Sales volume for such series of products increased by approximately 46.5% compared to the same period in 2024, reaching 62,046 tons (for the six months ended 30 June 2024: approximately 42,343 tons), including approximately 7,672 tons of chlorination products manufactured in the Phase I of the Xinxuanhong Production Plant. The revenue from such series of products accounted for approximately 24.2% of the Group's overall revenue (for the six months ended 30 June 2024: 20.3%).

During the Reporting Period, the overall gross profit of such series of products decreased by approximately 25.2% to approximately RMB47.3 million (for the six months ended 30 June 2024: approximately RMB63.2 million), mainly due to a decline in unit prices. The overall unit average selling price for such series of products decreased by approximately 29.1% from RMB7,928/ton in the same period of 2024 to RMB5,624/ton. The gross profit margin of such series of products decreased by approximately 5.3 percentage points to approximately 13.5% (for the six months ended 30 June 2024: approximately 18.8%). This was mainly due to continued weak end-demand, coupled with the Company's fast-turnover business strategy, resulting in a decline in prices that exceeded the decline in costs. The Company will closely monitor market dynamics and adjust its pricing and business strategy in a timely manner to improve profitability.

Management Discussion and Analysis

Trading of products accounted for approximately 13.7% of the Group's overall revenue for the six months ended 30 June 2025 (for the six months ended 30 June 2024: 17.6%)

We conduct trading of products primarily to maintain a stable and sufficient supply of raw materials for our manufacturing, and it also helps us enhance and develop our relationship with clients and to better manage our inventories in raw materials.

During the Reporting Period, revenue from trading of products decreased by approximately 32.2% to approximately RMB196.6 million compared to the same period in 2024 (for the six months ended 30 June 2024: approximately RMB290.1 million). The combined effects of a decrease in price and sales volume led to a decline in revenue. The revenue from trading of products accounted for approximately 13.7% of the Group's overall revenue (for the six months ended 30 June 2024: approximately 17.6%).

During the Reporting Period, the overall gross profit of trading of products decreased to approximately RMB0.7 million (for the six months ended 30 June 2024: approximately RMB4.2 million), and the gross profit margin decreased to approximately 0.4% (for the six months ended 30 June 2024: approximately 1.4%). The decrease in gross profit and gross profit margin was mainly due to losses incurred from toluene trading during the Reporting Period, which partially offset profits generated from other trading operations. According to relevant data on spot prices of toluene, toluene prices plummeted rapidly in early April 2025. At that time, the Company anticipated that toluene market prices would not improve in the short term, so it sold toluene at prices below the purchase cost to prevent further losses.

Export

During the Reporting Period, the Group achieved export revenue of approximately RMB339.3 million, representing a decrease of approximately RMB92.8 million or approximately 21.5% as compared to the export revenue of approximately RMB432.1 million for the same period in 2024. This was mainly due to the decrease in selling price reflecting the decline in raw material costs as mentioned above, coupled with continued sluggish demand in the global chemical industry and the impact of the U.S. tariff policy on the international trade environment. These multiple factors jointly caused a year-on-year decline in the average unit price and sales volume of export products. In this market environment, the Group actively adjusted its strategy to protect the gross profit margin of its main export products, so as to mitigate the impact on the overall export gross profit.

During the Reporting Period, the Group's export revenue accounted for approximately 23.6% of its total revenue, representing a decrease of 2.6 percentage points over the same period in 2024 (for the six months ended 30 June 2024: approximately 26.2%).

Management Discussion and Analysis

BUSINESS PROSPECTS

During the Reporting Period, the global chemical industry was mired in a volatile cycle characterized by weak demand and high competitive pressure. The main problem stemmed from insufficient macroeconomic recovery momentum coupled with multiple external shocks. At the macro level, the momentum of global economic growth weakened significantly. The manufacturing sectors in Europe and the United States continued to contract, while consumer demand and real estate investment recovery in emerging markets in the Asia-Pacific region remained sluggish. These factors led to a continuous weakening of the support for end-demand for chemical products. In terms of cost structure, the international crude oil market showed an overall volatile downward trend. The global trade disputes initiated by the United States constituted a core negative factor. Coupled with the production increase measures led by Saudi Arabia within OPEC+, which further suppressed oil prices, the support of raw material costs was therefore significantly weakened. Regarding external shocks, the U.S. tariff policies intensified trade frictions, causing significant disruptions to global supply chains. Although some industry peers shifted their focus to markets in Southeast Asia and the Middle East, they faced pressures from product certification barriers and distribution channels reconstruction.

As a major supplier of toluene derivatives in both the Chinese and global markets, operation of the Group has inevitably been affected by the aforementioned negative factors. The price of toluene, the Group's main raw material, has declined under the influence of the crude oil market, which in turn has led to a corresponding adjustment and decrease in the selling prices of its products. Additionally, the Group implemented full-capacity production and rapid turnover sales strategies during the period to optimize operational efficiency, which further exerted pressure on selling prices. The Group's overall revenue decreased by approximately 12.8% to approximately RMB1,440.2 million (for the six months ended 30 June 2024: approximately RMB1,651.2 million) compared to the corresponding period in 2024, and the net profit decreased by approximately 19.4% to approximately RMB38.7 million (for the six months ended 30 June 2024: approximately RMB48.1 million) compared to the corresponding period in 2024.

Looking into the future, the Group will closely monitor market dynamics and dynamically adjust its product structure and business strategies to improve profitability. Key initiatives include: (i) to flexibly arrange maintenance plans for production facilities in response to slowing demand and inventory levels; (ii) to optimize the product sales strategy, adjust the product structure by utilizing the Company's flexible manufacturing capabilities, and turn to the value-oriented pricing model; (iii) to expand the coverage of global sales and marketing networks; (iv) to further enhance our research and development capabilities to develop high-value products; (v) to tap the potential of existing production capacity, reduce costs and increase efficiency, and reduce unit costs through production process optimization, energy efficiency improvement and technological transformation.

In addition, the Group will continue to invest in Hubei Xinxuanhong Production Plant in accordance with the production expansion plan disclosed in the sections "Business" and "Future Plans and Use of Proceeds" of the Prospectus. The Group expects that the Phase II expansion of Hubei Xinxuanhong Production Plant (its designed production capacity mainly includes 160,000 tons/year of toluene chlorination products and 210,000 tons/year of other fine chemical products) will commence construction in the second half of 2025, and it is expected that part of the Phase II production capacity will be put into operation in 2026, while the remaining production capacity will be built and put into use in phases until 2029. Our Group expects that these new products will further drive business growth. The Group believes that with the gradual easing of macro-economic recovery pressure and the above strategic measures, the Group's revenue and profit level are expected to improve.

FINANCIAL REVIEW

Revenue and Gross Profit

During the Reporting Period, the Group achieved revenue and gross profit of approximately RMB1,440.2 million and approximately RMB163.0 million respectively, representing a decrease of approximately RMB210.9 million and approximately RMB23.7 million as compared to approximately RMB1,651.2 million and approximately RMB186.7 million for the same period in 2024, or a decrease of approximately 12.8% and 12.7%, respectively. During the Reporting Period, the Group's gross profit margin was approximately 11.3%, which was the same as that of the corresponding period in 2024.

Other Income and Gains

During the Reporting Period, the Group's other income and gains was RMB28.4 million, representing a decrease of approximately RMB2.3 million compared to approximately RMB30.7 million for the same period in 2024. The decrease in other income and gains was mainly due to the decrease in the input VAT surplus deduction for the Reporting Period, which was partially offset by the government grants received for foreign trade and economic development.

Selling and Distribution Expenses

During the Reporting Period, the Group's selling and distribution expenses was approximately RMB12.3 million, representing a decrease of approximately RMB1.1 million compared to approximately RMB13.4 million for the same period in 2024. Such decrease in selling and distribution expenses was mainly due to a decrease in staff remuneration, resulting from a decline in our sales scale.

During the Reporting Period, the Group's selling and distribution expenses accounted for approximately 0.9% of the Group's revenue (for the six months ended 30 June 2024: approximately 0.8%).

Administrative Expenses

During the Reporting Period, the Group's administrative expenses was approximately RMB50.1 million, representing a decrease of about RMB10.1 million compared to approximately RMB60.2 million for the same period in 2024. The main reason for the decrease in administrative expenses is that there were no listing expenses incurred during the Reporting Period.

During the Reporting Period, the Group's administrative expenses accounted for approximately 3.5% of the Group's revenue (for the six months ended 30 June 2024: approximately 3.6%).

Research and Development Expenses

During the Reporting Period, the Group's research and development expenses was approximately RMB72.7 million, representing an increase of approximately RMB13.8 million compared to approximately RMB58.9 million for the same period in 2024. Some research and development projects of new production process have entered the verification and testing stage during the Reporting Period, requiring an increase in material input.

During the Reporting Period, the Group's research and development expenses accounted for approximately 5.1% of the Group's revenue (for the six months ended 30 June 2024: approximately 3.6%).

Finance Costs

During the Reporting Period, the Group's finance costs was approximately RMB17.5 million, representing a decrease of approximately RMB3.6 million as compared to approximately RMB21.1 million for the same period in 2024. Such decrease in finance costs was mainly due to a decline in borrowing rates compared to the same period last year and the interest on borrowing for Xinxuanhong Project has been capitalised.

Management Discussion and Analysis

Income Tax Expenses

During the Reporting Period, the Group's income tax expenses was approximately RMB8.8 million, representing a decrease of approximately RMB6.6 million compared to approximately RMB15.4 million for the same period in 2024. Such decrease in income tax expenses was mainly due to a decrease in profit before tax during the Reporting Period. Our effective tax rate decreased from 24.2% for the six months ended 30 June 2024 to 18.5% for the Reporting Period. This was mainly due to the absence of non-deductible listing expenses in the Reporting Period.

Profit for the Period

During the Reporting Period, the Group recorded a net profit of approximately RMB38.7 million, representing a decrease of approximately RMB9.4 million or 19.4% compared to approximately RMB48.1 million for the same period in 2024. During the Reporting Period, the Group's net profit margin was approximately 2.7%, as compared to approximately 2.9% for the corresponding period in 2024.

Treasury Policy

The Group has adopted a prudent financial management approach towards its treasury policy and thus maintained a healthy liquidity position throughout the six months ended 30 June 2025. To manage liquidity risk, the Board closely monitored the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

Liquidity and Capital Structure

During the Reporting Period, the daily working capital of the Group was primarily derived from cash flows generated from daily business operations, bank borrowings and net proceeds from the global offering of the Company's shares completed on 18 June 2024 (the "**Global Offering**"). As of 30 June 2025, the Group had cash and cash equivalents of approximately RMB194.4 million (31 December 2024: approximately RMB73.7 million), primarily denominated in Renminbi. As of 30 June 2025, the Group had pledged deposits of approximately RMB81.2 million (31 December 2024: approximately RMB125.4 million).

As of 30 June 2025 and 31 December 2024, the Group's net current liabilities primarily consisted of bank borrowings and other borrowings. It also includes contract liabilities amounted to RMB64.4 million and RMB53.2 million, respectively as of 30 June 2025 and 31 December 2024. As of 30 June 2025, the Group held interest-bearing bank and other borrowings of approximately RMB1,202.7 million, an increase of RMB279.7 million or 30.3% from RMB923.0 million as of 31 December 2024, primarily due to additional loan financing for daily business operations and capacity expansion. We expect to roll-forward or repay these loans on schedule using the cash flows we generate from our business operations and additional debt financing, if necessary. In particular, we maintained a revolving credit account with a number of large commercial banks in the amount of RMB1,940 million in aggregate, including both short term and long term credits. Therefore, we do not foresee any difficulties in repaying these loans as and when required. As of 30 June 2025, the Group had unutilized bank credit line of RMB650 million.

During the Reporting Period, the Group did not have any risk hedging instrument or hedge in its foreign currency investment.

Gearing Ratio

As at 30 June 2025, the Group's gearing ratio (which is calculated at net debt divided by total equity) was approximately 140.5%, representing an increase as compared to approximately 108.4% as at 31 December 2024, mainly due to the increase in borrowings.

Management Discussion and Analysis

Basic and diluted earnings per share

For the six months ended 30 June 2025, the basic and diluted earnings per share attributable to the ordinary equity holders of the parent company were approximately RMB0.42, representing a decrease of approximately RMB0.21 or approximately 33.3% compared to the corresponding period in 2024.

Current Assets

As at 30 June 2025, the current assets of the Group amounted to approximately RMB1,102.2 million (31 December 2024: approximately RMB950.2 million), primarily consisting of inventories of approximately RMB335.8 million (31 December 2024: approximately RMB292.4 million), trade and bills receivables of approximately RMB335.8 million (31 December 2024: approximately RMB311.4 million), prepayments and other receivables of approximately RMB155.0 million (31 December 2024: approximately RMB147.3 million), cash and cash equivalents of approximately RMB194.4 million (31 December 2024: approximately RMB73.7 million), and pledged deposits of approximately RMB81.2 million (31 December 2024: approximately RMB125.4 million).

Inventories

The inventories of the Group consist of raw materials, work in progress and finished goods. As at 30 June 2025, the total inventories of the Group amounted to approximately RMB335.8 million, representing an increase of approximately RMB43.4 million as compared with the total inventories of approximately RMB292.4 million as at 31 December 2024. Inventory turnover days were 45 days during the Reporting Period as compared with 37 days for the year ended 31 December 2024. Inventory balances and turnover days increased during the Reporting Period compared to the whole year of 2024, primarily due to the Group primarily implemented the strategy of full production and rapid turnover for the Reporting Period with the goal of improving operational efficiency, but affected by the change in the external market environment, the downstream demand for the Group's chlorination products was weak, and the actual sales volume failed to reach the target as expected; in the meantime, the newly launched products of Xinxuanhong were still in the stage of market expansion, and the sales volume for the current period also yet to realize the benefits that we expect to achieve. The combined effect of the above factors resulted in an increase in inventory balances. The Group has been focusing on daily inventory management by making reasonable arrangements for business processes such as procurement, production and sales to ensure that inventories are maintained at a reasonable level.

Trade and Bills Receivables

As at 30 June 2025, trade and bills receivables of the Group were approximately RMB335.8 million, representing an increase of approximately RMB24.4 million as compared with that of approximately RMB311.4 million as at 31 December 2024. The turnover days for trade and bills receivables were 41 days during the Reporting Period while those for the year ended 31 December 2024 were 34 days. The increase in trade and bills receivable balance and turnover days during the Reporting Period compared to the whole year of 2024 was mainly due to an increase in bills received by the Group that were ineligible for derecognition.

Prepayments and Other Receivables

As at 30 June 2025, prepayments and other receivables of the Group were approximately RMB155.0 million, representing an increase of approximately RMB7.7 million from approximately RMB147.3 million as at 31 December 2024, mainly due to the increase in prepayments for raw material purchases.

Current Liabilities

As at 30 June 2025, the total current liabilities of the Group amounted to approximately RMB1,641.8 million (31 December 2024: approximately RMB1,575.0 million), primarily consisting of trade and bills payables of approximately RMB371.4 million (31 December 2024: approximately RMB360.8 million), other payables and accruals and contract liabilities of approximately RMB263.1 million (31 December 2024: approximately RMB286.0 million), interest-bearing bank and other borrowings of approximately RMB997.3 million (31 December 2024: approximately RMB923.0 million), lease liabilities of approximately RMB10.0 million (31 December 2024: approximately RMB3.9 million).

Management Discussion and Analysis

Trade and Bills Payables

During the Reporting Period, the Group's trade and bills payables amounted to approximately RMB371.4 million, representing an increase of approximately RMB10.6 million as compared to that of approximately RMB360.8 million as at 31 December 2024, which was mainly attributable to suppliers are providing a more lenient cash settlement policy compared to the end of last year.

The turnover days for trade and bills payables were 52 days, compared to 32 days for the year ended 31 December 2024. This increase was primarily due to the suppliers are providing a more lenient cash settlement policy compared to the end of last year.

Other Payables and Accruals and Contract Liabilities

As at 30 June 2025, other payables and accruals and contract liabilities of the Group were approximately RMB263.1 million in aggregate, representing a decrease of approximately RMB22.9 million as compared with those of approximately RMB286.0 million in aggregate as at 31 December 2024, mainly due to the settlement of the project payment for the Phase I of the Xinxuanhong project.

Pledge of Assets

As at 30 June 2025, certain of the Group's property, plant and equipment and leasehold lands with net carrying amounts of approximately RMB246.2 million (31 December 2024: approximately RMB258.8 million) were pledged to secure bank and other borrowings and bank facilities granted to the Group.

Material Acquisitions, Disposals and Significant Investment

Save for the production expansion of Hubei Xinxuanhong Production Plant as disclosed above, there were no other material acquisitions, disposals (including material acquisitions and disposals of subsidiaries, associates and joint ventures) or significant investment of the Group during the Reporting Period.

Capital Expenditures and Capital Commitments

During the Reporting Period, capital expenditures of the Group amounted to RMB166.1 million, which mainly related to purchase of property, plant and equipment and leasehold land. At the end of the Reporting Period, the Group had contractual commitments of RMB38.9 million, mainly related to the Hubei Xinxuanhong Production Plant.

Future Plans for Material Investment or Capital Assets

Save for the production expansion plan of Hubei Xinxuanhong Production Plant and the construction of Kangxin Industrial Park as disclosed in this report and as disclosed in the Prospectus, which the Company will consider funding by the Group's internal resources, bank loans or the net proceeds from the Global Offering, as at 30 June 2025 and as at the date of this report, the Group had no other plans for any material investment or acquisition of capital assets.

Contingent Liabilities

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

Foreign Currency Risk and Interest Rate Risk

Foreign currency risk refers to the risk of loss caused by fluctuation in exchange rate. Transactional foreign currency exposures arises from sales in currencies other than our functional currencies. The operation of the Group may also be affected by the future fluctuation in exchange rate. The Group closely monitors the impact of changes in currency exchange rates on the Group's foreign currency risk.

Management Discussion and Analysis

The Group's principal activities are carried out in the PRC and our operations are mainly denominated in Renminbi. Our management considers that our business is not exposed to any significant foreign exchange risk as there are no significant financial assets or liabilities denominated in currencies other than the respective functional currencies of our subsidiaries. The Group currently does not have any hedging policy for foreign currency in place. However, the Board will remain alert to any foreign currency risk and, if necessary, consider hedging any potential material foreign currency risk.

All bank loans and other borrowings of the Group are denominated in RMB and at fixed interest rates except for an unsecured bank loan in the amount of RMB184.0 million as at 30 June 2025 which is at floating interest. We have closely monitored the interest rate risk during the Reporting Period and our management considers that the interest rate risk is minimal and controllable and does not consider any hedging activity to be necessary. We will continue to closely monitor and control such risk. The Board will remain alert and will consider hedging any potential material interest rate risk if necessary.

USE OF PROCEEDS FROM THE GLOBAL OFFERING

The Company was listed on the Main Board of the Stock Exchange on 18 June 2024 (the "Listing Date"). The net proceeds from the Company's issue of a total of 18,300,000 Shares in the Global Offering, after deduction of underwriting fees and commissions and other estimated expenses payable by our Company in connection with the Global Offering amounted to approximately HK\$25.9 million. The Company intends to use the net proceeds in the same manner and proportion as set out in the section headed "Future Plans and Use of Proceeds" in the Prospectus.

The following table sets forth the planned use of the net proceeds from the Global Offering and the amount utilized as of 30 June 2025:

Use of Proceeds	Proportion (%)	Net proceeds from the Global Offering (HK\$ million)	Utilised amounts during the six months ended	Utilised	Unutilised	Expected timetable for fully utilising the unutilised amount ⁽¹⁾
			30 June 2025 (HK\$ million)	amount as of 30 June 2025 (HK\$ million)	amount as of 30 June 2025 (HK\$ million)	
Increasing our production capacity at Hubei Xinxuanhong Production Plant by constructing new production facilities	82.0	21.2	—	6.4	14.8	December 2028 or before
Research and development activities	3.0	0.8	—	0.2	0.6	December 2026 or before
Sales and marketing activities	5.0	1.3	0.4	0.8	0.5	December 2026 or before
Working capital and general corporate purposes	10.0	2.6	—	2.6	—	
Total	100	25.9	0.4	10.0	15.9	

Note:

- (1) The expected timetable for the utilisation of the unutilised proceeds as disclosed above is the best estimate made by the Board based on the latest information as at the date of this report.

Management Discussion and Analysis

EMPLOYEES AND REMUNERATION POLICIES

The Group has formulated human resources policies and system to include more incentive awards and bonuses in the remuneration system, as well as to provide diversified employee training and personal development programs for employees.

The emoluments provided by the Group to its employees are determined according to their responsibilities and the prevailing market terms. Employee benefits including bonus, pension, medical insurance, and provident fund are also provided to its employees.

As at 30 June 2025, the Group had a total of 631 employees (as at 31 December 2024: 626 employees).

During the Reporting Period, the Group's total staff costs (including wages, bonuses, social insurance and provident fund) amounted to approximately RMB61.8 million (for the six months ended 30 June 2024: approximately RMB51.1 million). The increase in staff costs was primarily attributable to the following factors: (i) overall salary adjustments for the achievement of last year's performance targets; (ii) an increase in staff social insurance costs; and (iii) incentives provided to employees for cost-reduction and efficiency-improvement initiatives.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed shares during the Reporting Period. As at 30 June 2025, the Company did not hold any treasury shares.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Group is committed to maintaining high standards of corporate governance to safeguard the interests of shareholders and enhance corporate value and accountability. The Company has adopted the Corporate Governance Code (in effect as of 30 June 2025) set out in Appendix C1 to the Listing Rules as its code of governance.

The Company has complied with all applicable code provisions as set out in the Corporate Governance Code during the Reporting Period. The Company will continue to review and monitor its corporate governance practices to ensure compliance with the Corporate Governance Code.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as its own code of conduct regarding securities transactions by the Directors. Having made specific enquiry with all the Directors, the Directors have confirmed that they have complied with the required standard set out in the Model Code during the Reporting Period and no incident of non-compliance by the Directors has been noted by the Company during the aforementioned period.

AUDIT COMMITTEE AND REVIEW OF FINANCIAL STATEMENTS

The Board has established the Audit Committee with written terms of reference in compliance with Rule 3.21 of the Listing Rules and the Corporate Governance Code. The primary duties of the Audit Committee are to review and supervise the financial reporting process and internal controls system of our Group, review and approve connected transactions and provide advice and comments to the Board. The Audit Committee comprises Mr. Liu Kai Yu Kenneth, Dr. Liu Zhongdong, Dr. Yuan Kang, Mr. Gao Lei and Mr. Shen Yingming, with Mr. Liu Kai Yu Kenneth (being our independent non-executive Director with appropriate professional qualifications) as the chairperson.

The Audit Committee has reviewed the unaudited interim consolidated financial statements of the Group for the six months ended 30 June 2025 and this interim report. Ernst & Young, the independent auditor of the Company, performed an independent review of the Group's interim consolidated financial information for the six months ended 30 June 2025 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 Hong Kong Institute of Certified Public Accountants. Its review report is on page 19 of this interim report.

Save as disclosed in this interim report, during the Reporting Period, there were no other material changes in respect of the Company that needed to be disclosed under paragraph 46 of Appendix D2 to the Listing Rules.

CHANGES IN INFORMATION OF DIRECTORS AND/OR SENIOR MANAGEMENT

On 26 June 2025, Mr. Gao Lei ceased to be a member of the Nomination Committee; his other positions on the Board remain unchanged. Meanwhile, Ms. Li Deye has been appointed as a member of the Nomination Committee, and her other positions on the Board remain unchanged.

Save as disclosed above, during the Reporting Period, there was no change in information of each of Director or chief executive of the Company required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

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 the Directors and the chief executives of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance) which have been notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO), or which were recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or otherwise were required to be notified to the Company and the Stock Exchange pursuant to the Model Code were as follows:

Interests in shares and underlying shares of the Company

Name of Director	Nature of interest	Number of ordinary shares held ⁽¹⁾	Approximate percentage of shareholding ⁽²⁾
Mr. Gao Lei	Interest in a controlled corporation	50,150,842 (L) ⁽³⁾	53.75%
Mr. Shen Yingming	Interest in a controlled corporation	12,537,710 (L) ⁽⁴⁾	13.44%

Notes:

- (1) The letter "L" denotes long position in the Shares.
- (2) As at 30 June 2025, the total number of issued shares of the Company was 93,300,000 shares.
- (3) Such shares are held by Vastoccean Capital Limited, which is wholly-owned by Mr. Gao Lei, therefore, Mr. Gao Lei is deemed to be interested in the same number of shares by virtue of the SFO.
- (4) Such shares are held by SYM Holdings Limited, which is wholly-owned by Mr. Shen Yingming, therefore, Mr. Shen Yingming is deemed to be interested in the same number of shares by virtue of the SFO.

Save as disclosed above, as at 30 June 2025, so far as our Directors are aware, none of the Directors and chief executives of the Company had any interests or short positions in any Shares, underlying Shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or which were required, to be recorded in the register kept by the Company pursuant to Section 352 of the SFO, or otherwise were required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Apart from as disclosed under the paragraph headed "Directors' and the Chief Executives' Interests and Short Positions in Shares, Underlying Shares and Debentures", at no time during the Reporting Period was the Company, or any of its subsidiaries a party to any arrangements to enable the directors to acquire benefits by means of acquisition of shares in, or debentures of, the Company or any other body corporate, and none of the directors or their spouses or children under the age 18 was granted any right to subscribe for equity or debt securities of the Company or any other body corporate, or had exercised any such right.

DIRECTORS' INTEREST IN SIGNIFICANT CONTRACTS

There were no contracts of significance to which the Company, or any of its subsidiaries was a party and in which the Director had a material interest, whether directly and indirectly, subsisting at the end of the Reporting Period or at any time during the Reporting Period.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 30 June 2025, so far as our Directors are aware, the following persons had interests or short positions in the Shares or underlying Shares which would fall to be disclosed to the Company pursuant to Divisions 2 and 3 of Part XV of the SFO, and were recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO:

Name of Shareholder	Capacity/Nature of interest	Number of ordinary shares held ⁽¹⁾	Approximate percentage of shareholding ⁽²⁾
Vastocean Capital Limited	Beneficial owner	50,150,842 (L) ⁽³⁾	53.75%
Mr. Gao Lei	Interest in a controlled corporation	50,150,842 (L) ⁽³⁾	53.75%
SYM Holdings Limited	Beneficial owner	12,537,710 (L) ⁽⁴⁾	13.44%
Mr. Shen Yingming	Interest in a controlled corporation	12,537,710 (L) ⁽⁴⁾	13.44%
Custodian Capital Ltd.	Nominee interest	7,271,448 (L) ⁽⁵⁾	7.79%

Notes:

- (1) The letter "L" denotes long position in the Shares.
- (2) As at 30 June 2025, the total number of issued shares of the Company was 93,300,000 shares.
- (3) Such shares are held by Vastocean Capital Limited, which is wholly-owned by Mr. Gao Lei, therefore, Mr. Gao Lei is deemed to be interested in the same number of shares by virtue of the SFO.
- (4) Such shares are held by SYM Holdings Limited, which is wholly-owned by Mr. Shen Yingming, therefore, Mr. Shen Yingming is deemed to be interested in the same number of shares by virtue of the SFO.
- (5) Such shares are held by Custodian Capital Ltd on behalf of the Retaining Shareholders and Unresponsive Shareholders as defined in the Prospectus and will not exercise the voting rights attached to the Shares held by them.

Save as disclosed above, as at 30 June 2025, so far as our Directors are aware, none of any other person (other than the Directors and chief executives of the Company) who had any interests or short positions in the Shares or underlying Shares which would fall to be disclosed pursuant to the provisions of Divisions 2 and 3 of Part XV of the SFO; or which were required to be recorded in the register referred to in Section 336 of the SFO.

Other Information

PRE-EMPTIVE RIGHTS

There are no provisions for pre-emptive rights under the Articles of Association or the laws of the Cayman Islands that would oblige the Company to offer new shares on a pro rata basis to the existing Shareholders.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the Reporting Period (for the six months ended 30 June 2024: Nil).

EVENTS AFTER THE REPORTING PERIOD

On 8 July 2025, Hubei Kangxin Chemical Trading Co., Ltd. (湖北康新化工貿易有限責任公司) (“**Hubei Kangxin**”), an indirect wholly-owned subsidiary of the Company, entered into a construction contract with Hubei Tongsheng Construction Engineering Co., Ltd.* (湖北桐盛建設工程有限公司), in relation to the construction of the Kangxin Industrial Park, which is wholly owned by Hubei Kangxin and located in Jiangnan Salt Chemical Industrial Park (江漢鹽化工業園), Qianjiang City, Hubei Province, the PRC. For more details, please refer to the Company’s announcement dated 8 July 2025.

Save for the above matter, the Group did not have any other material subsequent events from 30 June 2025 and up to the date of this interim report.

By order of the Board

Wuhan Youji Holdings Ltd.

Zou Xiaohong

Chairman and Executive Director

Wuhan, the PRC, 22 August 2025

* For identification purposes only

Independent Review Report

To the Board of Directors of Wuhan Youji Holdings Ltd.

(Incorporated in the Cayman Islands with limited liability)

INTRODUCTION

We have reviewed the interim financial information set out on pages 20 to 44 which comprises the condensed consolidated statement of financial position of Wuhan Youji Holdings Ltd. (the “**Company**”) and its subsidiaries (the “**Group**”) as at 30 June 2025 and the related condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the six-month period then ended, and explanatory notes. 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**”) as issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”). The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with HKAS 34. Our responsibility is to express a conclusion on this interim financial information based on our review. Our report is made 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* as issued by the HKICPA. A review of interim financial information 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 interim financial information is not prepared, in all material respects, in accordance with HKAS 34.

Ernst & Young

Certified Public Accountants

Hong Kong

22 August 2025

Interim Condensed Consolidated Statement of Profit or Loss

For the six months ended 30 June 2025

	Notes	For the six months ended 30 June	
		2025 RMB'000 (unaudited)	2024 RMB'000 (unaudited)
REVENUE	5	1,440,232	1,651,158
Cost of sales		(1,277,195)	(1,464,482)
Gross profit		163,037	186,676
Other income and gains		28,355	30,746
Selling and distribution expenses		(12,307)	(13,414)
Administrative expenses		(50,146)	(60,205)
Research and development expenses		(72,737)	(58,855)
Reversal of/(impairment losses) on financial assets		128	(440)
Other expenses		(1,859)	(7,291)
Finance costs		(17,487)	(21,134)
Share of profits and losses of:			
Joint venture		7,006	3,860
Associate		3,502	3,481
PROFIT BEFORE TAX	6	47,492	63,424
Income tax expense	7	(8,762)	(15,375)
PROFIT FOR THE PERIOD		38,730	48,049
Profit attributable to owners of the parent		38,730	48,049
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT:			
Basic and diluted (RMB per share)	9	0.42	0.63

The notes on pages 28 to 44 form an integral part of this interim consolidated financial information.

Interim Condensed Consolidated Statement of Comprehensive Income

For the six months ended 30 June 2025

For the six months ended 30 June

	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
PROFIT FOR THE PERIOD	38,730	48,049
OTHER COMPREHENSIVE INCOME		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	(51)	26
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX	(51)	26
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	38,679	48,075
Attributable to owners of the parent	38,679	48,075

The notes on pages 28 to 44 form an integral part of this interim consolidated financial information.

Interim Condensed Consolidated Statement of Financial Position

As at 30 June 2025

		30 June 2025	31 December 2024
	<i>Notes</i>	RMB'000	RMB'000
		(unaudited)	(audited)
NON-CURRENT ASSETS			
Property, plant and equipment	10	1,194,136	1,108,176
Right-of-use assets		185,244	178,584
Other intangible assets		4,529	3,288
Investment in a joint venture		29,979	22,973
Investment in an associate		22,296	23,481
Prepayments		71,568	65,019
Total non-current assets		1,507,752	1,401,521
CURRENT ASSETS			
Inventories		335,803	292,403
Trade and bills receivables	11	335,780	311,415
Prepayments, deposits and other receivables		155,003	147,306
Pledged deposits	12	81,245	125,397
Cash and cash equivalents	12	194,413	73,680
Total current assets		1,102,244	950,201

The notes on pages 28 to 44 form an integral part of this interim consolidated financial information.

Interim Condensed Consolidated Statement of Financial Position (continued)

As at 30 June 2025

	Notes	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
CURRENT LIABILITIES			
Trade and bills payables	13	371,375	360,778
Other payables, accruals, and contract liabilities		263,096	286,028
Interest-bearing bank and other borrowings	14	997,336	922,950
Lease liabilities		9,952	3,912
Income tax payable		—	1,298
Total current liabilities		1,641,759	1,574,966
NET CURRENT LIABILITIES		(539,515)	(624,765)
TOTAL ASSETS LESS CURRENT LIABILITIES		968,237	776,756
NON-CURRENT LIABILITIES			
Interest-bearing bank borrowings	14	205,412	—
Government grants		38,255	41,057
Lease liabilities		1,068	2,680
Deferred tax liabilities		55,987	59,394
Total non-current liabilities		300,722	103,131
Net assets		667,515	673,625
EQUITY			
Equity attributable to owners of the parent			
Share capital	15	61	61
Reserves		667,454	673,564
Total equity		667,515	673,625

Chen Ping
Director

Zou Xiaohong
Director

The notes on pages 28 to 44 form an integral part of this interim consolidated financial information.

Interim Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2025

	Attributable to owners of the parent							
	Share capital	Merger reserve	Capital reserve	Other reserve	Statutory reserve	Exchange fluctuation reserve	Retained profits	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
	(note 15)							
At 1 January 2025 (audited)	61	64,802	32,741	1,676	68,712	721	504,912	673,625
Profit for the period	—	—	—	—	—	—	38,730	38,730
Other comprehensive income for the period:								
Exchange differences related to foreign operations	—	—	—	—	—	(51)	—	(51)
Total comprehensive income for the period	—	—	—	—	—	(51)	38,730	38,679
Final 2024 dividend declared	—	—	—	—	—	—	(44,999)	(44,999)
Equity-settled share-based payment	—	—	—	210	—	—	—	210
At 30 June 2025 (unaudited)	61	64,802*	32,741*	1,886*	68,712*	670*	498,643*	667,515

* These reserve accounts comprise the consolidated reserves of RMB667,454,000 as at 30 June 2025 in the interim condensed consolidated statement of financial position.

The notes on pages 28 to 44 form an integral part of this interim consolidated financial information.

Interim Condensed Consolidated Statement of Changes in Equity (continued)

For the six months ended 30 June 2025

	Attributable to owners of the parent							
	Share capital	Merger reserve	Capital reserve	Other reserve	Statutory reserve	Exchange fluctuation reserve	Retained profits	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
	(note 15)							
At 1 January 2024 (audited)	48	64,802	(32,670)	1,257	68,712	593	426,875	529,617
Profit for the period	—	—	—	—	—	—	48,049	48,049
Other comprehensive income for the period:								
Exchange differences related to foreign operations	—	—	—	—	—	26	—	26
Total comprehensive income for the period	—	—	—	—	—	26	48,049	48,075
Issue of new shares	13	—	91,674	—	—	—	—	91,687
Share issue expenses	—	—	(26,263)	—	—	—	—	(26,263)
Equity-settled share-based payment	—	—	—	210	—	—	—	210
At 30 June 2024 (unaudited)	61	64,802	32,741	1,467	68,712	619	474,924	643,326

The notes on pages 28 to 44 form an integral part of this interim consolidated financial information.

Interim Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2025

		For the six months ended 30 June	
		2025	2024
	Note	RMB'000	RMB'000
		(unaudited)	(unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		47,492	63,424
Adjustments for:			
Finance costs		17,487	21,134
Interest income		(1,328)	(1,749)
Depreciation of property, plant and equipment	6	65,131	58,757
Depreciation of right-of-use assets	6	7,658	9,999
Gain on disposal of property, plant and equipment		(3)	—
Amortisation of other intangible assets	6	555	543
Share award scheme expenses	6	210	210
Share of profit of a joint venture		(7,006)	(3,860)
Share of profit of an associate		(3,502)	(3,481)
Reversal of write-down of inventories to net realisable value	6	(111)	(589)
(Reversal of impairment)/impairment of trade receivables to net realisable value	6	(128)	440
		126,455	144,828
(Increase)/decrease in inventories		(43,289)	10,755
Increase in trade and bills receivables		(88,901)	(142,810)
Increase in prepayments, deposits and other receivables		(5,575)	(2,686)
Increase/(decrease) in contract liabilities		11,245	(630)
Increase in trade and bills payables		10,597	109,603
Increase in other payables and accruals		8,067	46,127
Decrease in government grants		(2,802)	(1,327)
Decrease in pledged bank deposits		2,584	—
Cash generated from operations		18,381	163,860
Income taxes paid		(15,880)	(37,736)
Net cash flows from operating activities		2,501	126,124

The notes on pages 28 to 44 form an integral part of this interim consolidated financial information.

Interim Condensed Consolidated Statement of Cash Flows (continued)

For the six months ended 30 June 2025

Note	For the six months ended 30 June	
	2025 RMB'000 (unaudited)	2024 RMB'000 (unaudited)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of items of property, plant and equipment	(133,079)	(17,115)
Additions to other intangible assets	(1,796)	—
Additions to right-of-use assets	(103)	(11,348)
Proceeds from disposal of property, plant and equipment	657	—
Interest received from bank deposits	1,328	1,260
Loans to related party	—	(8,000)
Received from loans to related party	291	—
Dividend received from an associate	4,654	7,106
Net cash flows used in investing activities	(128,048)	(28,097)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	—	74,745
Payments for transaction costs for issue of shares	—	(78)
Interest paid	(18,867)	(19,609)
Proceeds from interest-bearing bank loan and other borrowings	793,258	474,950
Repayment of bank loans and other borrowings	(513,460)	(383,520)
Lease payments (including related interest)	(10,169)	(9,795)
Placement of pledged bank deposits	(84,864)	(73,001)
Withdrawal of pledged bank deposits	126,432	40,127
Dividends paid	(45,999)	(60,294)
Net cash flows from financing activities	246,331	43,525
NET INCREASE IN CASH AND CASH EQUIVALENTS	120,784	141,552
Cash and cash equivalents at beginning of period	73,680	65,433
Effect of foreign exchange rate changes	(51)	26
CASH AND CASH EQUIVALENTS AT END OF PERIOD	194,413	207,011
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	194,413	207,011

The notes on pages 28 to 44 form an integral part of this interim consolidated financial information.

Notes to Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2025

1. CORPORATE AND GROUP INFORMATION

Wuhan Youji Holdings Ltd. was incorporated in the Cayman Islands as an exempted company with limited liability on 23 September 2016. The registered address of the office of the Company is PO Box 472, 2nd Floor, Harbour Place, 103 South Church Street, George Town, Grand Cayman KY1-1106, Cayman Islands. The principal place of business in Hong Kong of the Company is Room 1922, 19/F, Lee Garden One, 33 Hysan Avenue, Causeway Bay, Hong Kong.

The Company is an investment holding company. The major subsidiaries of the Company were principally engaged in the manufacture and sales of toluene oxidation products and toluene chlorination products and their derivatives in the People's Republic of China (the "PRC").

The shares of the Company have been listed on the Main Board of the Stock Exchange of Hong Kong Limited (the "Stock Exchange") effective from 18 June 2024.

2. BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended 30 June 2025 have been prepared in accordance with Hong Kong Accounting Standards ("HKAS") 34 *Interim Financial Reporting*. The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2024.

Basis of going concern assumption

Despite that the Group had net current liabilities of approximately RMB540 million and capital commitments of approximately RMB39 million as at 30 June 2025, the directors of the Company is of the opinion that the Group will have adequate funds available to enable it to operate as a going concern after taking into account the historical operating performance and future forecasted operating cash inflow of the Group and its available credit facilities of approximately RMB650 million (total credit facilities of RMB1,940 million) to meet its financial obligations as they fall due for the following twelve months. Accordingly, these financial statements has been prepared on the going concern basis.

3. CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of the following amended HKFRS Accounting Standard for the first time for the current period's financial information.

Amendments to HKFRS 21	<i>Lack of Exchangeability</i>
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The nature and impact of the amended HKFRS Accounting Standard are described below:

Amendments to HKAS 21 specify how an entity shall assess whether a currency is exchangeable into another currency and how it shall estimate a spot exchange rate at a measurement date when exchangeability is lacking. The amendments require disclosures of information that enable users of financial statements to understand the impact of a currency not being exchangeable. As the currencies that the Group had transacted with and the functional currencies of group entities for translation into the Group's presentation currency were exchangeable, the amendments did not have any impact on the interim condensed consolidated financial information.

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

4. OPERATING SEGMENT INFORMATION

Operating Segment information

HKFRS 8 Operating Segments requires operating segments to be identified on the basis of internal reporting about components of the Group that are regularly reviewed by the chief operating decision-maker in order to allocate resources to segments and to assess their performance. The information reported to the directors of the Company, who are the chief operating decision-makers, for the purpose of the resource allocation and assessment of performance does not contain discrete operating segment financial information and the directors reviewed the financial results of the Group as a whole. Therefore, no further information about the operating segment is presented.

Geographical Information

- (a) Details of the revenue from external customers by geographical market are included in note 5 to the Interim Condensed Consolidated Financial Information.
- (b) Non-current assets.

As at 30 June 2025 and 31 December 2024, all of the Group's non-current assets were located in Mainland China, no geographical segment information is presented in accordance with HKFRS 8.

Information about a major customer

During the six months ended 30 June 2024 and 2025, no revenue from transactions with a single external customer amounted to 10% or more of the Group's total revenue.

5. REVENUE

An analysis of revenue is as follows:

	For the six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Revenue from contracts with customers	1,440,232	1,651,158

Disaggregated revenue information for revenue from contracts with customers

	For the six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Types of goods or services		
Toluene oxidation products	894,653	1,025,415
Toluene chlorination products	348,943	335,685
Trading of products	196,636	290,058
Total	1,440,232	1,651,158

For the six months ended 30 June 2025

Disaggregated revenue information for revenue from contracts with customers (Continued)

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Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

6. PROFIT BEFORE TAX

The Group's profit before tax from continuing operations is arrived at after charging/(crediting):

	For the six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Cost of inventories sold	1,277,195	1,464,482
Reversal of write-down of inventories to net realisable value (Reversal of impairment)/impairment of trade receivables to net realisable value	(111)	(589)
Research and development costs (current year expenditures)	(128)	440
Depreciation of property, plant and equipment	72,737	58,855
Amortisation of other intangible assets*	65,131	58,757
Depreciation of right-of-use assets	555	543
Listing expenses	7,658	9,999
Additional deductions for input VAT	—	9,481
Foreign exchange differences, net	(1,024)	(11,486)
Government grants related to income	(4,506)	(5,881)
Government grants related to assets	(9,708)	(3,705)
	(2,802)	(2,735)
Employee benefit expense (including directors' emoluments):		
Salaries, allowances and benefits in kind	49,689	41,436
Share award scheme expenses	210	210
Performance-based bonuses	1,162	2,205
Pension scheme contributions**	10,742	7,272
	61,803	51,123

* The amortisation of other intangible assets for the period is included in "Administrative expenses" in profit or loss.

** There are no forfeited contributions that may be used by the Group as the employer to reduce the existing level of contributions.

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

7. INCOME TAX EXPENSE

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operate.

	For the six months ended 30 June	
	2025 RMB'000 (unaudited)	2024 RMB'000 (unaudited)
Current — Hong Kong	38	92
Current — Mainland China	12,132	6,371
Deferred income tax	(3,408)	8,912
Total tax charge for the period	8,762	15,375

Cayman Islands and British Virgin Islands

Under the current tax laws of the Cayman Islands and the British Virgin Islands ("BVI"), the Company and its subsidiaries incorporated in the Cayman Islands and BVI are not subject to tax on income or capital gains.

Hong Kong

Hong Kong profits tax has been provided at the rate of 16.5% on the estimated assessable profits arising in Hong Kong during the reporting period, except for one subsidiary of the Group which is a qualifying entity under the two-tiered profits tax rates regime. The first HK\$2,000,000 of assessable profits of this subsidiary are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%.

Mainland China

The provision for corporate income tax in Mainland China is based on the statutory rate of 25% of the taxable profits determined in accordance with the PRC Corporate Income Tax Law, except for Wuhan Youji Industry Co., Ltd. and Qianjiang Xinyihong Organic Chemical Co., Ltd., which were qualified as a High and New Technology Enterprise to enjoy a preferential income tax rate of 15% during the reporting period.

8. DIVIDENDS

	For the six months ended 30 June	
	2025 RMB'000 (unaudited)	2024 RMB'000 (unaudited)
Final declared and paid-RMB0.4823 (2024: Nil) per ordinary share	44,999	—

On 15 May 2025, the Company's shareholders at annual general meeting approved and declared 2024 final dividend of RMB0.4823 (six months ended 30 June 2024: Nil) per ordinary share, amounting to a total of approximately RMB44,999,000 (six months ended 30 June 2024: Nil).

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

9. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of the basic earnings per share amounts is based on the profit for the period attributable to ordinary equity holders of the parent, and the weighted average number of ordinary shares of 93,300,000 (2024: 76,307,143) outstanding during the period.

The Company had no potentially dilutive options or other financial instruments relating to the ordinary shares in issue during the six months ended 30 June 2025 and 2024.

The calculation of basic earnings per share are based on:

	For the six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Earnings:		
Profit attributable to ordinary equity holders of the parent	38,730	48,049
	<hr/>	
	Number of shares	
Shares:		
Weighted average number of ordinary shares outstanding during the period	93,300,000	76,307,143
	<hr/>	
Earnings per share (basic, RMB per share)	0.42	0.63
	<hr/>	

10. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2025, the Group acquired assets at a cost of RMB151,745,000 (for the six months ended 30 June 2024: RMB90,654,000).

Assets with a net book value of RMB654,000 were disposed of by the Group during the six months ended 30 June 2025 (for the six months ended 30 June 2024: RMB49,000), resulting in a net gain on disposal of RMB27,000 (for the six months ended 30 June 2024: Nil).

During the six months ended 30 June 2025 and 2024, no impairment loss was recognised during the periods.

At 30 June 2025, certain of the Group's buildings with an aggregate carrying amount of RMB133,337,000 (31 December 2024: RMB122,242,000) were pledged to secure the Group's bank loans and other borrowings (note 14).

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

11. TRADE AND BILLS RECEIVABLES

	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
Trade receivables	152,059	154,044
Bills receivable	185,003	158,781
	337,062	312,825
Impairment	(1,282)	(1,410)
	335,780	311,415

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

	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
Within 4 months	127,556	133,608
Over 4 months but within 6 months	20,084	13,839
Over 6 months but within 12 months	3,137	5,188
	150,777	152,634

The maturity date analysis for bills receivable is as follows:

	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
Within 3 months	85,624	101,203
Over 3 months but within 6 months	99,379	57,578
	185,003	158,781

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

12. CASH AND CASH EQUIVALENTS AND PLEDGED DEPOSITS

	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
Cash and bank balances	275,658	199,077
Less: Pledged time deposits:		
Pledged for bills payable	51,245	72,982
Pledged for letter of credit	30,000	49,831
Restricted bank deposits:		
Frozen bank deposits*	—	1,809
Remittance of funds**	—	775
	81,245	125,397
Cash and cash equivalents	194,413	73,680

* As at 31 December 2024, bank deposits of RMB1,809,000 were frozen by court for a legal proceeding of a claim against the Group. As of 30 June 2025, the frozen bank deposits have been released from their restricted status.

** As at 31 December 2024, bank deposit of RMB775,000 associated with remittance of funds into Mainland China were subject to relevant rules and regulations of foreign exchange control, and were currently restricted. As of 30 June 2025, the remittance of funds have been released from their restricted status.

13. TRADE AND BILLS PAYABLES

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

	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
Within 1 year	371,354	360,695
1 year to 2 years	—	61
Over 2 years	21	22
	371,375	360,778

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

14. INTEREST-BEARING BANK AND OTHER BORROWINGS

	30 June 2025			31 December 2024		
	Effective interest rate (%)	Maturity	RMB'000 (unaudited)	Effective interest rate (%)	Maturity	RMB'000 (audited)
Current						
Bank loans — secured	3–4	2025–2026	288,500	3–5	2025	98,500
Bank loans — unsecured	3–4	2025–2026	668,408	3–5	2025	709,950
Current portion of long-term bank loans — secured	3	2025–2026	10,428	5	2025	42,000
Current portion of long-term bank loans — unsecured			—	4	2025	23,500
Other borrowings — unsecured		2025	30,000		2025	49,000
			997,336			922,950
Non Current						
Bank loans — secured	LPR5Y-0.35%	2026–2029	157,412			—
Bank loans — unsecured	3	2026–2027	48,000			—
			205,412			—
			1,202,748			922,950

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

14. INTEREST-BEARING BANK AND OTHER BORROWINGS (Continued)

	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
Analysed into:		
Bank loans repayable:		
Within one year	967,336	922,950
After one year but within two years	205,412	—
Other borrowings repayable:		
Within one year	30,000	—
	1,202,748	922,950

Notes:

- (a) Bank loans and other borrowings of the Group are secured by:
- (i) At 30 June 2025, mortgages over the Group's plant, equipment and buildings situated in Mainland China, which had an aggregate carrying amount of RMB133,337,000 (31 December 2024: RMB122,242,000) (note 10);
 - (ii) At 30 June 2025, mortgages over the Group's leasehold lands situated in Mainland China, which had an aggregate carrying amount of RMB112,844,000 (31 December 2024: RMB136,600,000);
- (b) All bank loans and other borrowings of the Group are denominated in RMB and at fixed interest rates except for a secured bank loan with the amount of RMB184,000,000 as at 30 June 2025 (31 December 2024: RMB23,500,000) at floating interest.
- (c) The Group will roll-forward or repay the maturing loans or borrowings on schedule by utilizing the Group's unused bank facilities (note 2) and operating cash inflows.

15. SHARE CAPITAL

	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
Issued and fully paid:		
93,300,000 ordinary shares of USD0.0001 each (31 December 2024: 93,300,000 ordinary shares of USD0.0001 each)	61	61

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

16. COMMITMENTS

The Group had the following contractual commitments at the end of the reporting period:

	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
Contracted, but not provided for:		
Plant and machinery	38,911	27,794

17. RELATED PARTY TRANSACTIONS

The Group had the following transactions and balances with related parties during the period.

(a) Name and relationship:

Name of related parties	Relationship with the Group
Mr. Zou Xiaohong	Executive director
Mr. Chen Ping	Executive director
武漢力諾投資控股集團有限公司 Wuhan Linuo Investment Holdings Group Co., Ltd. Linuo Holdings Co., Ltd. ("Linuo Group")	Entity controlled by Mr. Gao Yuankun
武漢新康化工設備有限公司 Wuhan Xinkang Chemical Equipment Co., Ltd. ("Xinkang Chemical")	Entity controlled by Mr. Gao Lei
武漢伊士曼有機化工有限公司 Wuhan Eastman Organic Chemical Co., Ltd. ("Wuhan Eastman")	Associate
河北康石新材料有限公司 Hebei Kangshi New Materials Co., Ltd. ("Hebei Kangshi")	Joint venture
武漢雙虎塗料股份有限公司 Wuhan Twin Tigers Coatings Co., Ltd. ("Twin Tigers Coatings")	Entity controlled by Mr. Gao Yuankun
武漢力諾智慧園科技管理有限公司 Wuhan Linuo Wisdom Park Technology Management Co., Ltd. ("Linuo Wisdom Park Technology")	Entity controlled by Mr. Gao Yuankun
山東城安實業有限公司 Shandong Chengan Industrial Co., Ltd. ("Shandong Chengan")	Entity controlled by Mr. Gao Yuankun
應城市武瀚有機材料有限公司 Yingcheng Wuhan Organic Material Co., Ltd. ("Yingcheng Wuhan Organic")	Mr. Zou Xiaohong is the corporate representative and minority shareholder of the entity
山東力諾光伏高科技有限公司 Shandong Linuo Photovoltaic Hi-tech Co., Ltd. ("Shandong Linuo Photovoltaic")	Entity controlled by Mr. Gao Yuankun
湖北拓樸有機磷化進出口有限公司 Hubei Topo Organic Phosphate Import & Export Co. ("Hubei Topo Organic")	Shareholder

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

17. RELATED PARTY TRANSACTIONS (Continued)

(b) The Group had the following material related party transactions during the periods:

	For the six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Purchases of goods or services		
Hebei Kangshi (i)	75,891	66,220
Linuo Investment (ii)	10,642	9,903
Twin Tigers Coatings (iii)	1,120	1,027
Linuo Wisdom Park Technology (vi)	272	—
	87,925	77,150
Purchases of machinery		
Xinkang Chemical (iv)	23,292	14,849
Sales of goods		
Wuhan Eastman (v)	10,174	14,732
Hubei Topo Organic (v)	4,272	5,524
Hebei Kangshi (v)	384	146
Yingcheng Wuhan Organic (v)	11	30
Linuo Wisdom Park Technology (vi)	—	94
	14,841	20,526
Render of services		
Twin Tigers Coatings (v)	1,614	1,379
Xinkang Chemical (v)	1,056	1,620
	2,670	2,999
Loans to		
Hebei Kangshi	—	8,489
Settled from loans to		
Mr. Zou Xiaohong	291	—
Hebei Kangshi	—	53,572
	291	53,572

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

17. RELATED PARTY TRANSACTIONS (Continued)

(b) The Group had the following material related party transactions during the periods: (Continued)

The Group's trading terms with related parties are the same as independent third parties of the Group.

Notes:

- (i) During the six months ended 30 June 2025 and 2024, the Group purchased processing service and goods from Hebei Kangshi.
- (ii) During the six months ended 30 June 2025 and 2024, the Group leased buildings and received property management service from Linuo Investment.
- (iii) During the six months ended 30 June 2025, the Group leased buildings from Twin Tigers Coatings. During the six months ended 30 June 2024, the Group leased buildings and purchased industrial products from Twin Tigers Coatings.
- (iv) During the six months ended 30 June 2025 and 2024, the Group purchased machinery from Xinkang Chemical.
- (v) During the six months ended 30 June 2025 and 2024, the Group sold industrial products to Wuhan Eastman, Hubei Tuopu, Yingcheng Wuhan Organic and Hebei Kangshi. In addition, the Group provided processing and leasing of storage tanks to Twin Tigers Coatings and other services to Xinkang Chemical.
- (vi) During the six months ended 30 June 2025, the Group purchased services from Linuo Wisdom Park Technology. During the six months ended 30 June 2024, the Group sold goods to Linuo Wisdom Park Technology.

(c) Outstanding balances with related parties:

	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
Due from related parties		
Included in prepayments, deposits and other receivables		
(non-trade in nature)		
Mr. Zou Xiaohong	—	291
Included in prepayments, deposits and other receivables		
(trade in nature)		
Linuo Investment	3,595	5,527
Twin Tigers Coatings	1,114	1,153
Wuhan Eastman	207	1,101
Xinkang Chemical	—	3,760
Hebei Kangshi	—	33
	4,916	11,574
Included in trade receivables (trade in nature)		
Wuhan Eastman	3,652	1,894
Hubei Topo Organic	406	385
Impairment	(20)	(11)
	4,038	2,268
Total amounts due from related parties	8,954	14,133

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

17. RELATED PARTY TRANSACTIONS (Continued)

(c) Outstanding balances with related parties: (Continued)

	30 June 2025 RMB'000 (unaudited)	31 December 2024 RMB'000 (audited)
Due to related parties		
Included in other payables and accruals (trade in nature)		
Xinkang Chemical	8,685	68
Shandong Chengan	74	74
Shandong Linuo Photovoltaic	57	57
Mr. Chen Ping	—	1
	8,816	200
Included in contract liabilities (trade in nature)		
Xinkang chemical	314	355
Yingcheng Wuhan Organic	1	2
Hebei Kangshi	—	1,404
	315	1,761
Included in trade payable (trade in nature)		
Hebei Kangshi	1,888	3,415
	11,019	5,376

The Group's trading terms with related parties are the same as independent third parties of the Group.

The trade receivables and other receivables due from related parties are non-interest-bearing and unsecured.

The financial liabilities included in the above balances are non-interest bearing and unsecured.

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

17. RELATED PARTY TRANSACTIONS (Continued)

(d) Compensation of key management personnel of the Group:

	30 June 2025 RMB'000 (unaudited)	30 June 2024 RMB'000 (unaudited)
Salaries, allowances and benefits in kind	3,496	2,581
Equity-settled share award expenses	51	51
Pension scheme contributions	217	150
	3,764	2,782

18. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

Management has assessed that the fair values of cash and cash equivalents, pledged deposits, trade receivables, financial assets included in prepayments, other receivables and other assets, financial liabilities included in other payables and accruals, trade and bills payables and the current portion of interest-bearing bank and other borrowings approximate to their carrying amounts largely due to the short-term maturities of these instruments.

The Group's finance department headed by the finance manager is responsible for determining the policies and procedures for the fair value measurement of financial instruments. At each reporting date, the finance department analyses the movements in the values of financial instruments and determines the major inputs applied in the valuation. The valuation is reviewed and approved by the chief financial officer. The valuation process and results are discussed with the directors of the Company once a year for annual financial reporting.

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The fair values of bills receivable and other current asset has been calculated by discounting the expected future cash flows using rates currently available for instruments with similar terms, credit risk and remaining maturities. The changes in fair value during the reporting period was assessed to be insignificant.

The fair values of the non-current portion of interest-bearing bank loans have been calculated by discounting the expected future cash flows using rates currently available for instruments with similar terms, credit risk and remaining maturities. The fair values of the non-current portion of interest-bearing bank loans are assessed to be approximate to its carrying amount at the end of the reporting period. The changes in fair values as a result of the Group's own non-performance risk for interest-bearing bank loans at the end of the reporting period was assessed to be insignificant.

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

18. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (Continued)

Fair value hierarchy

The following tables illustrate the fair value measurement hierarchy of the Group's financial instruments:

Assets measured at fair value:

As at 30 June 2025

	Fair value measurement using			
	Quoted prices in active market (level 1) RMB'000 (unaudited)	Significant observable inputs (level 2) RMB'000 (unaudited)	Significant unobservable inputs (level 3) RMB'000 (unaudited)	Total RMB'000 (unaudited)
Bills receivable	—	185,003	—	185,003

As at 31 December 2024

	Fair value measurement using			
	Quoted prices in active market (level 1) RMB'000 (audited)	Significant observable inputs (level 2) RMB'000 (audited)	Significant unobservable inputs (level 3) RMB'000 (audited)	Total RMB'000 (audited)
Bills receivable	—	158,781	—	158,781

The Group did not have any financial liabilities measured at fair value as at 30 June 2025 and 31 December 2024.

During the six months ended 30 June 2025, there were no transfers of fair value measurements between Level 1 and Level 2 and no transfers into or out of Level 3 for financial assets (six months ended 30 June 2024: Nil).

Notes to Interim Condensed Consolidated Financial Information (continued)

For the six months ended 30 June 2025

19. EVENTS AFTER THE REPORTING PERIOD

On 8 July 2025, Hubei Kangxin Chemical Trading Co., Ltd. (湖北康新化工貿易有限責任公司) (“**Hubei Kangxin**”), an indirect wholly-owned subsidiary of the Company, entered into a construction contract with Hubei Tongsheng Construction Engineering Co., Ltd. (湖北桐盛建設工程有限公司), in relation to the construction of Kangxin Industrial Park, which is wholly owned by Hubei Kangxin and located in Jiangnan Salt Chemical Industrial Park (江漢鹽化工業園), Qianjiang City, Hubei Province, the PRC. The maximum total consideration is RMB75 million (tax included), with the final settlement amount to be determined by Hubei Kangxin or its designated cost consultant.

The English names of the PRC companies above represent management’s best efforts in translating the Chinese names of these companies as no English names have been registered.

20. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The interim condensed consolidated financial information was approved and authorised for issue by the Board on 22 August 2025.

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

“Articles” or “Articles of Association”	the amended and restated articles of association of our Company conditionally adopted on 21 May 2024 and with effect upon Listing Date
“Audit Committee”	the audit committee of the Board
“Board” or “Board of Directors”	the board of Directors
“BVI”	the British Virgin Islands
“China” or “PRC”	the People’s Republic of China, for the purpose of this report, excluding Hong Kong, the Macau Special Administrative Region and Taiwan
“Companies Act”	the Companies Act (as revised) of the Cayman Islands as amended from time to time
“Company,” “our Company,” “we,” “our” or “us”	Wuhan Youji Holdings Ltd. (武漢有機控股有限公司) (formerly known as Centelligence Holdings Ltd.), an exempted company incorporated under the laws of the Cayman Islands with limited liability on 23 September 2016
“Controlling Shareholder(s)”	has the meaning given to it under the Listing Rules and in the context of this interim report, refers to the controlling shareholders of our Company, namely Mr. Gao Lei and Vastocean Capital Limited
“Corporate Governance Code”	the Corporate Governance Code as set out in Appendix C1 to the Listing Rules
“Director(s)”	the director(s) of our Company
“Global Offering”	the Hong Kong Public Offering and the International Offering
“Group,” “our Group,” “we,” “our” or “us”	our Company and its subsidiaries, or where the context so requires, in respect of the period before our Company became the holding company of its present subsidiaries, the business operated by such subsidiaries or their predecessors (as the case may be)
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Hong Kong dollars” or “HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Listing”	the listing of the Shares on the Main Board
“Listing Date”	the date on which the Shares initially commenced their dealings on the Stock exchange, i.e. 18 June 2024
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited

Definitions

“Main Board”	the stock exchange (excluding the option market) operated by the Stock Exchange which is independent from and operates in parallel with the GEM of the Stock Exchange
“Model Code”	the Model Code for Securities Transactions by Directors of the Listed Issuers as set out in Appendix C3 to the Listing Rules
“Nomination Committee”	the nomination committee of the Board
“Prospectus”	the prospectus of the Company dated 7 June 2024
“Remuneration Committee”	the remuneration committee of the Board
“Renminbi” or “RMB”	Renminbi, the lawful currency of the PRC
“Reporting Period”	the six months ended 30 June 2025
“SFO”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
“Share(s)”	ordinary share(s) in the capital of our Company of a par value of US\$0.0001 each
“Shareholder(s)”	holder(s) of our Share(s)
“Stock exchange”	The Stock Exchange of Hong Kong Limited
“US\$”	United States dollars, the lawful currency of the United States
“%”	percent