



Stock Codes: 1810 (HKD counter) and 81810 (RMB counter)

XIAOMI CORPORATION

(A company controlled through weighted voting rights and incorporated in the Cayman Islands with limited liability)

2025 INTERIM REPORT

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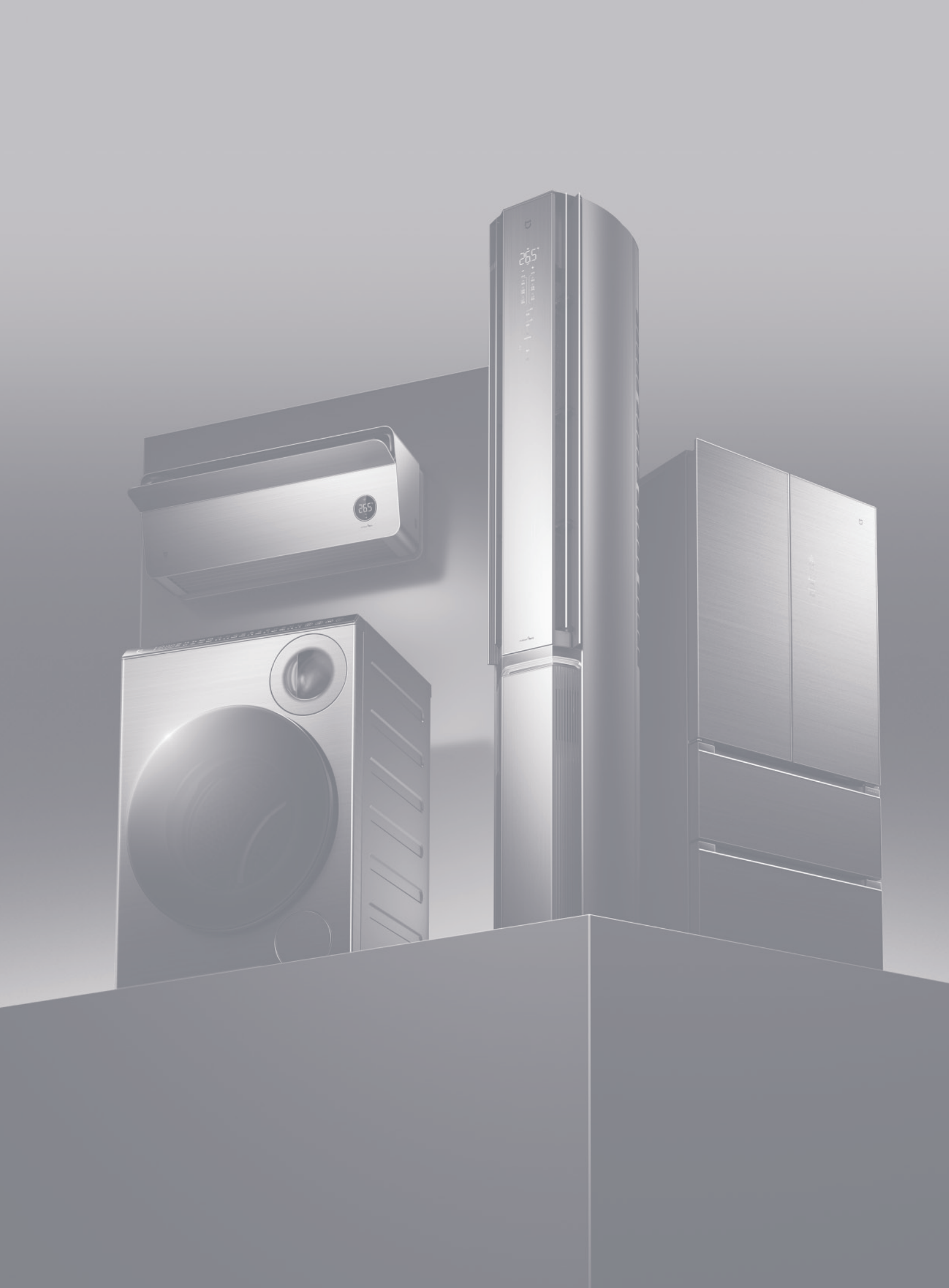
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We relentlessly
build amazing products
with honest prices
to let everyone in the world
enjoy a better life through
innovative technology





CORPORATE INFORMATION

Board of Directors

Executive Directors

Lei Jun (雷軍) *(Chairman of the Board)*

Lin Bin (林斌) *(Vice Chairman of the Board)*

Liu De (劉德)

Non-Executive Director

Liu Qin (劉芹)

Independent Non-Executive Directors

Chen Dongsheng (陳東升)

Wong Shun Tak (王舜德)

Cai Jinqing (蔡金青)

Audit Committee

Wong Shun Tak (王舜德) *(Chairman)*

Liu Qin (劉芹)

Chen Dongsheng (陳東升)

Remuneration Committee

Chen Dongsheng (陳東升) *(Chairman)*

Lei Jun (雷軍)

Wong Shun Tak (王舜德)

Nomination Committee

Wong Shun Tak (王舜德) *(Chairman)*

Lin Bin (林斌)

Cai Jinqing (蔡金青)

Corporate Governance Committee

Chen Dongsheng (陳東升) *(Chairman)*

Wong Shun Tak (王舜德)

Cai Jinqing (蔡金青)

Joint Company Secretaries

So Ka Man (蘇嘉敏)

Liu Hao (劉灝)

Authorized Representatives

Lin Bin (林斌)

So Ka Man (蘇嘉敏)

Auditor

PricewaterhouseCoopers

Certified Public Accountants and Registered Public

Interest Entity Auditor

22/F, Prince's Building, Central, Hong Kong

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Compliance Advisor

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181 Queen's Road Central
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Haidian District
Beijing
The People's Republic of China

Hong Kong Share Registrar

Computershare Hong Kong Investor Services Limited
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Wan Chai
Hong Kong

Principal Place of Business in Hong Kong

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Causeway Bay
Hong Kong

Principal Share Registrar and Transfer Office

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PO Box 1093, Boundary Hall
Cricket Square
Grand Cayman, KY1-1102
Cayman Islands

Hong Kong Legal Advisor

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Hong Kong

Principal Banker

Shouti Technology Finance Sub-Branch, Beijing Branch,
China Merchants Bank

Stock Codes

1810 (HKD counter) and 81810 (RMB counter)

Company Website

www.mi.com

KEY HIGHLIGHTS

	June 30, 2025	Unaudited Six months ended June 30, 2024	Year-over-year change
	(RMB in millions, unless specified)		
Revenue	227,249.4	164,394.7	38.2%
Gross profit	51,506.9	35,223.9	46.2%
Operating profit	26,562.1	9,571.8	177.5%
Profit before income tax	27,570.8	11,901.8	131.7%
Profit for the period	22,765.9	9,242.9	146.3%
Non-IFRS Measure: Adjusted Net Profit ¹	21,506.3	12,666.4	69.8%

¹ See the section entitled “Non-IFRS Measure: Adjusted Net Profit” for more information about the non-IFRS measure.

xiaomi



Six months ended June 30, 2025



Total revenue

227.2
RMB billion

Smartphone x AIoT
segment⁽¹⁾ revenue

187.4
RMB billion

Smart EV, AI and
other new initiatives
segment⁽¹⁾ revenue

39.8
RMB billion



Gross profit margin

22.7%

Smartphone
shipments

84.2
million units

Connected IoT
devices⁽²⁾

989.1
million units

Global MAU⁽³⁾

731.2
million



Smart EV deliveries

157,171
vehicles

Notes:

(1) The operating segment of smart EV and other new initiatives has been updated to smart EV, AI and other new initiatives since the first quarter of 2025.

(2) As of June 30, 2025, excluding smartphones, tablets and laptops.

(3) In June 2025, global monthly active users including smartphones and tablets.

CHAIRMAN'S STATEMENT

Dear Shareholders,

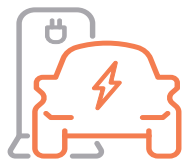
I am pleased to present our interim report for the six months ended June 30, 2025 to the shareholders.



OVERALL PERFORMANCE



SMARTPHONE X AIOT



SMART EV, AI AND
OTHER NEW INITIATIVES



CORPORATE SOCIAL
RESPONSIBILITY

1. Overall Performance

In the first half of 2025, we continued to efficiently execute our operating strategy of “steadfastly forging ahead”, and achieved another record highs in both revenue and profitability. Total revenue for the first half of 2025 reached a record high of RMB227.2 billion, representing an increase of 38.2% year-over-year. Segment-wise, in the first half of 2025, revenue of our smartphone × AIoT segment reached RMB187.4 billion, up 18.6% year-over-year; revenue of our smart Electric Vehicle (“EV”), AI and other new initiatives segment reached RMB39.8 billion. Both segments achieved record highs. In this first half of the year, our adjusted net profit hit a record high of RMB21.5 billion, up 69.8% year-over-year.

We continued to advance our “Human × Car × Home” corporate strategy. In the first half of 2025, our global smartphone shipments reached 84.2 million units, up 1.8% year-over-year. According to Canalys², in the first half of 2025, we maintained top 3 global smartphone shipment ranking for the 20th consecutive quarter, with a market share of 14.4%. Meanwhile, we continued to expand our user ecosystem. In June 2025, our global monthly active users (“MAU”)³ reached another record high of 731.2 million, up 8.2% year-over-year. As of June 30, 2025, the number of connected IoT devices on our AIoT platform (excluding smartphones, tablets and laptops) increased to 989.1 million, up 20.3% year-over-year. In the first half of 2025, we achieved total deliveries of 157,171 vehicles.

We continued to execute our 2020–2030 goal to invest in foundational core technologies and to become a global leader in the evolving realm of cutting-edge technologies. In the first half of 2025, our research and development expenses increased by 35.8% year-over-year to RMB14.5 billion. As of June 30, 2025, our research and development personnel hit a record high of 22,641.

We remain committed to the principle “Technology as Foundation”, and continue to invest in fundamental core technologies and build our competitive barriers. In May 2025, we officially unveiled our first self-developed flagship processor *Xiaomi XRING 01*. Building on the cutting-edge second-gen 3nm process, *Xiaomi XRING 01* integrates a 10-core CPU and 16-core GPU architecture, delivering flagship performance. Meanwhile, we unveiled *Xiaomi 15S Pro* and *Xiaomi Pad 7 Ultra*, both powered by *XRING 01*. Moreover, we unveiled *Xiaomi XRING T1*, our first 4G smartwatch chip with long battery life and it integrates our first self-developed 4G baseband. *XRING T1* is featured in the *Xiaomi Watch S4 eSIM 15th Anniversary Version*.

Meanwhile, we have been making continuous progress on our foundational large language models. In April 2025, we introduced Xiaomi MiMo, our first open-sourced large language reasoning model. Powered by multi-dimensional innovations across data and algorithms during both pre-training and post-training states, Xiaomi MiMo-7B has achieved significant improvements in reasoning capability. Moreover, on public evaluation sets for mathematical reasoning and coding competitions⁴, Xiaomi MiMo-7B achieved outstanding results among large language models with 7 billion parameter size. In May 2025, we officially released Xiaomi MiMo-VL-7B, our open-sourced multimodal large language model (LLM). With 7 billion parameters, the model achieved top-tier performance in multimodal reasoning benchmarks, including OlympiadBench and diverse math competitions. Meanwhile, our open-sourced language model, Xiaomi MiMo-7B, continues to evolve, while ongoing reinforcement learning has significantly enhanced its reasoning and general capabilities. In July 2025, two papers from Xiaomi AI team were accepted at the International Conference on Computer Vision (ICCV) 2025, detailing our latest advancements in foundation

² Canalys (now part of Omdia).

³ Including smartphones and tablets.

⁴ Refer to public evaluation sets for mathematical reasoning (AIME 24-25) and coding competitions (LiveCodeBench v5).

CHAIRMAN'S STATEMENT

model research. In July 2025, Xiaomi participated in the 63rd Annual Meeting of the Association for Computational Linguistics (ACL 2025), with 10 papers on our LLM research accepted for publication. These papers covered multiple key areas, including efficient on-device inference for LLMs, GUI agents powered by LLMs, and innovations in foundational model architecture, among others.

We continued to leverage AI to empower the smart cabin of the *Xiaomi YU7 Series*. Its out-of-vehicle voice interaction, multimodal interaction and voice-based vehicle control functions have been well received by users. Powered by Xiaomi Hyper XiaoAi, our first-generation *Xiaomi AI Glasses*, released in June 2025, offer advanced multimodal intelligent interaction capabilities, including real-time translation in Chinese and 10 other languages, photo-to-text translation, voice commands, daily Q&A, and more.

We achieved significant breakthroughs in our premiumization strategy. According to third-party data, in the first half of 2025, we ranked No. 2 in terms of smartphone units sold in mainland China, and our premium smartphone⁵ units sold accounted for 26.2% of our total smartphone units sold in mainland China, representing an increase of 4.4 percentage points year-over-year. According to third-party data, in the first half of 2025, we ranked No. 1 in terms of smartphone units sold in the RMB4,000–5,000 segment in mainland China, with a market share of 24.6%, an increase of 4.6 percentage points year-over-year. Our market share in the RMB5,000–6,000 segment in mainland China reached 12.0%, up 2.5 percentage points year-over-year.

We continued to advance our new retail strategy. During the first half of 2025, we added a net of over 2,700 Xiaomi stores in mainland China, and the total number of offline retail stores exceeded 17,000. In overseas markets, the total number of our new retail stores reached approximately 200. According to third-party data, in the first half of 2025, our market share of smartphone units sold through offline channels in mainland China was 12.2%, up 2.5 percentage points year-over-year.

Our brand is gaining broader recognition globally. In June 2025, we ranked No. 2 in the Top 50 Kantar BrandZ Chinese Global Brand Builders. In July 2025, we ranked No. 297 on the Fortune Global 500 list, up 100 spots from 2024, marking our 7th consecutive year on the list.

⁵ Premium smartphones in mainland China are models with retail prices at or above RMB3,000.

2. Smartphone × AIoT

In the first half of 2025, revenue from our smartphone × AIoT segment reached RMB187.4 billion, up 18.6% year-over-year. The gross profit margin of our smartphone × AIoT segment was 22.2%, up 0.5 percentage points year-over-year.

Smartphones

In the first half of 2025, our smartphone revenue reached RMB96.1 billion, with a gross profit margin of 12.0%. Our global smartphone shipments reached 84.2 million units, up 1.8% year-over-year. According to Canalys, in the first half of 2025, we maintained top 3 global smartphone shipment ranking, with a market share of 14.4%. In the first half of 2025, our smartphone shipments rose to No. 1 in Southeast Asia, with market share rising by 1.3 percentage points year-over-year to 18.2%. In Europe, we moved up to No. 2, with market share rising by 1.7 percentage points year-over-year to 21.7%. We maintained our No. 2 position in both the Middle East and Latin America, with market shares of 17.3% and 18.5% respectively. And we ranked No. 3 in Africa, with market share rising by 2.6 percentage points year-over-year to 13.8%. In first half of 2025, our smartphone shipments ranked among the top three across 61 countries and regions globally, and ranked among the top five across 69 countries and regions globally.

We continued to execute our dual-brand strategy. Under the Xiaomi brand, in May 2025, we launched our flagship smartphone *Xiaomi 15S Pro* in mainland China. *Xiaomi 15S Pro* is powered by our first self-developed flagship processor *Xiaomi XRING 01*, and features the wing-shaped loop liquid-cooling system Pro, delivering robust performance while maintaining energy efficiency. The *Xiaomi 15S Pro* is equipped with a Leica Summilux triple-lens system, and the *Xiaomi XRING 01* integrates Xiaomi's fourth-generation ISP, offering a significantly upgraded imaging experience. In June 2025, we launched the *Xiaomi MIX Flip 2*, our second-generation compact foldable flagship smartphone. Maintaining its sleek and stylish design, *Xiaomi MIX Flip 2* features a 4.01-inch versatile outer display, enabling a seamless and consistent user experience in both folded and unfolded modes. Equipped with our proprietary hinge technology, it presents a remarkably minimal folding crease for enhanced visual appeal. In terms of imaging, it comes with a 50MP Leica high-dynamic main camera and a 50MP ultra-wide-angle Leica lens, offering users an outstanding photography experience.

Under the REDMI brand, in June 2025, we unveiled the *REDMI K80 Ultra*. Powered by the MediaTek Dimensity 9400+ flagship chipset and the next-generation independent graphics chip D2, *REDMI K80 Ultra* delivers excellent performance. It also comes with a 6.83-inch, 144Hz Xiaomi Qingshan eye-protection gaming display and the 7,410 mAh Xiaomi Surge battery, delivering extended battery life and an immersive gaming experience for users.

CHAIRMAN'S STATEMENT

IoT and lifestyle products

In the first half of 2025, our IoT and lifestyle products achieved a record-high revenue of RMB71.1 billion, up 50.7% year-over-year, and gross profit margin reached 23.8%, up 4.0 percentage points year-over-year.

As of June 30, 2025, the number of connected IoT devices (excluding smartphones, tablets and laptops) on our AIoT platform increased to 989.1 million, up 20.3% year-over-year; the number of users with five or more devices connected to our AIoT platform (excluding smartphones, tablets and laptops) reached 20.5 million, up 26.8% year-over-year. In June 2025, the MAU of our Xiaomi Home App grew to 113.1 million, up 16.8% year-over-year. The MAU of our AI Assistant (“小愛同學”) grew to 153.2 million, up 16.4% year-over-year.

In the first half of 2025, our smart large home appliances revenue reached a record high, up 78.1% year-over-year. Our air conditioner shipments hit a record high and exceeded 6.5 million units, up over 60% year-over-year; our refrigerator shipments exceeded 1.6 million units, up over 40% year-over-year; and our washing machine shipments exceeded 1.3 million units, up over 70% year-over-year. In June 2025, we launched a range of smart home appliance products, including the *Mijia Air Conditioner Pro Healthy Flow 1.5HP Level1+ Energy Efficiency*. It features our ion purification technology, providing users with a healthy and gentle airflow experience.

We continued to diversify our tablet portfolio. According to Canalys, in the first half of 2025, our global tablet shipments grew by 48.9% year-over-year, maintaining the fastest growth rate among the top five vendors. In May 2025, we unveiled *Xiaomi Pad 7 Ultra*. Equipped with our self-developed processor *Xiaomi XRING 01*, and a 14-inch OLED display, the *Xiaomi Pad 7 Ultra* is designed to support professional productivity experience. In June 2025, we unveiled the *Xiaomi Pad 7S Pro 12.5*, the second tablet powered by our self-developed processor *Xiaomi XRING 01*, delivering exceptional performance and energy efficiency. Meanwhile, we launched the *REDMI K Pad*, a compact high-performance tablet featuring an 8.8-inch 3K LCD display, designed for small-screen users.

In June 2025, we officially launched our first-generation *Xiaomi AI Glasses*. Featuring an ultralight frame weighing just 40 grams, the glasses are equipped with a 12MP ultra-transparent optical lens that supports first-person perspective capture, enabling third-party video calls and real-time livestreaming. The glasses also serve as a pair of high-quality open-ear headphones. We also introduced optional electrochromic lenses that enable users to adjust the tint with a simple two-finger slide over the temple, along with colored options to cater to diverse user preferences.

According to Canalys, in the first half of 2025, our wearable bands⁶ shipments ranked No. 1 globally and No. 2 in mainland China. Our TWS earbud shipments ranked No. 2 globally and No. 1 in mainland China. In June 2025, we launched a range of new wearable products, including the sleek and stylish compact-size smartwatch *Xiaomi Watch S4 41mm*, our new smart band *Xiaomi Smart Band 10*, and *Xiaomi OpenWear Stereo Pro*, offering both exceptional wearing comfort and superior sound quality.

Internet services

In the first half of 2025, our internet services revenue reached RMB18.2 billion, up 11.4% year-over-year. The gross profit margin of our internet services reached 76.1%.

Our internet user base continued to expand. The MAU globally and in mainland China both hit record highs. In June 2025, our global MAU reached 731.2 million, up 8.2% year-over-year, and our MAU in mainland China reached 184.8 million, up 12.4% year-over-year. In June 2025, the global MAU of our smart TV⁷ reached 73.8 million, up 7.3% year-over-year.

In the first half of 2025, our advertising revenue reached RMB13.4 billion, up 17.0% year-over-year. In the first half of 2025, our gaming revenue reached RMB2.3 billion, up 2.1% year-over-year.

In the first half of 2025, our overseas internet services revenue reached RMB5.7 billion, up 10.5% year-over-year. Overseas internet services revenue accounted for 31.4% of our total internet services revenue.

3. Smart EV, AI and Other New Initiatives

In the first half of 2025, revenue from our smart EV, AI and other new initiatives segment reached RMB39.8 billion, which consisted of RMB38.7 billion from smart EV and RMB1.1 billion from other related businesses. In the first half of 2025, the gross profit margin of our smart EV, AI and other new initiatives segment reached 24.9%. In the first half of 2025, the loss from operations⁸ related to our smart EV, AI and other new initiatives segment was RMB0.8 billion.

In the first half of 2025, we achieved total deliveries of 157,171 vehicles.

In June 2025, we officially launched our first SUV, the *Xiaomi YU7 Series*. Positioned as a high-performance luxury SUV, the *Xiaomi YU7 Series* includes three models: *Xiaomi YU7*, *Xiaomi YU7 Pro* and *Xiaomi YU7 Max*, with prices starting at RMB253,500, RMB279,900 and RMB329,900, respectively. The *Xiaomi YU7 Series* received strong demand, with over 240,000 locked-in orders in the first 18 hours after launch.

⁶ Including basic bands, basic watches and smart watches.

⁷ Including *Xiaomi Box* and *Xiaomi TV Stick*.

⁸ Defined as gross profit minus operating expenses.

CHAIRMAN'S STATEMENT

The *Xiaomi YU7 Series* shares the design language of *Xiaomi SU7 Series* and stands out with generous interior space and a rich suite of smart ecosystem accessories. It comes standard with an 800V silicon carbide high-voltage platform and long-range capability, offering a maximum CLTC⁹ range of 835 km¹⁰. In terms of electrical/electronic architecture, *Xiaomi YU7 Series* adopts a "Four-in-One Domain Control Module", integrating the assisted driving domain (ADD) controller, digital cockpit domain (DCD) controller, vehicle central control domain (VCCD) and Telematics Box (T-Box), substantially cutting the number of controllers and reducing weight, while optimizing energy efficiency. In terms of smart assisted driving, the *Xiaomi YU7 Series* comes standard with LiDAR, the 10-million-clip version of Xiaomi end-to-end assisted driving system, and the NVIDIA DRIVE AGX Thor™ in-vehicle computing platform, which delivers up to 700 TOPS of computing power. Moreover, we began rolling out the updated 10-million-clip version of Xiaomi end-to-end assisted driving system to *Xiaomi SU7 Series*¹¹ at the end of July.

We continued to expand our sales and service network. As of June 30, 2025, we had opened 335 smart EV sales centers¹² across 92 cities in mainland China.

We are continuously honing our technologies through track testing. In April 2025, our *Xiaomi SU7 Ultra Prototype* returned to Nürburgring Nordschleife with an even faster lap time of 6:22.091, securing third place overall on the Nürburgring Nordschleife leaderboard and setting a new prototype lap record. Meanwhile, our *Xiaomi SU7 Ultra* set a new Nürburgring Nordschleife lap record for mass-produced electric vehicles, with a lap time of 7:04.957.

4. Corporate Social Responsibility (CSR)

We actively fulfill our corporate social responsibility. In April 2025, we published our Xiaomi Corporation 2024 Environmental, Social and Governance (ESG) Report, which we have released for the seventh consecutive year. The report provides a comprehensive overview of our strategies and achievements in 2024 across key areas such as low-carbon transition, circular economy, sustainable supply chain, talent nurturing, and corporate governance. By the end of 2024, we had achieved 95.94% of our five years (2022–2026) target to recycle a total of 38,000 tons of electronic waste. Furthermore, we are motivating our supply chain partners toward a green transition, thereby continuously reducing Scope 3 emissions. We require that: 1) By 2030, suppliers in the smartphone business achieve an annual average carbon reduction¹³ of no less than 5% and a renewable electricity usage rate of no less than 25%. 2) By 2050, suppliers in the smartphone business reach 100% renewable electricity usage.

⁹ China Light-duty Vehicle Test Cycle.

¹⁰ Data obtained from Xiaomi internal EV Lab, the configuration parameters may vary depending on the vehicle model.

¹¹ *Xiaomi SU7 Pro*, *Xiaomi SU7 Max* and *Xiaomi SU7 Ultra*.

¹² The sales centers of Xiaomi EV includes Xiaomi EV delivery centers, Xiaomi EV sales and service centers and Xiaomi stores.

¹³ The base year for suppliers' carbon targets is 2024.

As part of our low-carbon development efforts, in the first half of 2025, the office buildings of the Group used a total of approximately 7.2 million kWh of green electricity, representing a year-over-year growth of over 270%; and the Xiaomi EV factory generated 6.9 million kWh through photovoltaic power generation, reducing carbon emissions by over 4,160 tonnes. In addition, the *Xiaomi SU7 Series* achieved dual No. 1 among large battery electric vehicles on the 2025 China New Energy Vehicle — Automotive Performance, Execution and Layout (NEV-APEAL) Study and the 2025 China New Energy Vehicle Initial Quality Study (NEV-IQS) released by J.D. Power.

In terms of poverty and disaster relief, in July 2025, following severe rainfall that triggered floods and geological disasters in northern Mainland China, the Beijing Xiaomi Foundation donated RMB5 million in cash and RMB350,000 in emergency supplies to aid emergency response, temporary resettlement and post-disaster reconstruction in the affected areas. In March 2025, following the earthquake in Myanmar, the Xiaomi Foundation Limited donated MMK500 million to the Myanmar Red Cross Society to support emergency relief and post-earthquake reconstruction efforts. To support technology innovation, as of June 30, 2025, Xiaomi Innovation Joint Fund¹⁴ has cumulatively donated over RMB210 million, supporting 141 research teams in mainland China.

Lei Jun

Chairman

Hong Kong

August 19, 2025

¹⁴ By Beijing Xiaomi Foundation.

MANAGEMENT DISCUSSION AND ANALYSIS

First Half of 2025 Compared to First Half of 2024

The following table sets forth the comparative figures for the first half of 2025 and 2024:

	Unaudited	
	Six months ended	
	June 30, 2025	June 30, 2024
	(RMB in millions)	
Revenue	227,249.4	164,394.7
Cost of sales	(175,742.5)	(129,170.8)
Gross profit	51,506.9	35,223.9
Research and development expenses	(14,475.1)	(10,657.1)
Selling and marketing expenses	(14,977.8)	(11,380.1)
Administrative expenses	(3,157.2)	(2,705.5)
Fair value changes on financial instruments measured at fair value through profit or loss	6,190.5	(2,076.0)
Share of net profits of investments accounted for using the equity method	150.4	241.8
Other income	461.2	444.7
Other gains, net	863.2	480.1
Operating profit	26,562.1	9,571.8
Finance income, net	1,008.7	2,330.0
Profit before income tax	27,570.8	11,901.8
Income tax expenses	(4,804.9)	(2,658.9)
Profit for the period	22,765.9	9,242.9
Non-IFRS Measure: Adjusted Net Profit	21,506.3	12,666.4

Revenue

Revenue increased by 38.2% to RMB227.2 billion in the first half of 2025 from RMB164.4 billion in the first half of 2024. The following table sets forth our revenue by segment in the first half of 2025 and the first half of 2024:

	Unaudited Six months ended			
	June 30, 2025		June 30, 2024	
	Amount	% of total revenue	Amount	% of total revenue
	(RMB in millions, unless specified)			
Smartphone × AIoT	187,406.1	82.5%	157,999.8	96.1%
Smart EV, AI and other new initiatives	39,843.3	17.5%	6,394.9	3.9%
Total revenue	227,249.4	100.0%	164,394.7	100.0%

Smartphone × AIoT

Revenue from our smartphone × AIoT segment increased by 18.6% from RMB158.0 billion in the first half of 2024 to RMB187.4 billion in the first half of 2025. The following table sets forth our revenue by line of our smartphone × AIoT segment in the first half of 2025 and the first half of 2024:

	Unaudited Six months ended			
	June 30, 2025		June 30, 2024	
	Amount	% of total revenue	Amount	% of total revenue
	(RMB in millions, unless specified)			
Smartphone × AIoT				
Smartphones	96,132.0	42.3%	92,996.2	56.6%
IoT and lifestyle products	71,051.4	31.3%	47,133.8	28.7%
Internet services	18,173.8	8.0%	16,314.0	9.9%
Other related businesses	2,048.9	0.9%	1,555.8	0.9%
Total revenue of smartphone × AIoT segment	187,406.1	82.5%	157,999.8	96.1%

MANAGEMENT DISCUSSION AND ANALYSIS

(i) Smartphones

Revenue from our smartphones increased by 3.4% from RMB93.0 billion in the first half of 2024 to RMB96.1 billion in the first half of 2025, primarily due to the increase in both our smartphone shipments and average selling price ("ASP"). Our smartphone shipments increased by 1.8% from 82.8 million units in the first half of 2024 to 84.2 million units in the first half of 2025, primarily due to the increased shipments in mainland China, partially offset by the decreased shipments of overseas markets such as India. Our smartphone shipments in mainland China increased by 22.0% in the first half of 2025, outperforming the 0.3% year-over-year increase in smartphone shipments in mainland China, according to Canalys. The ASP of our smartphones increased by 1.6% from RMB1,123.7 per unit in the first half of 2024 to RMB1,141.4 per unit in the first half of 2025, primarily due to the higher contribution of smartphone shipments in mainland China which carry higher ASP.

(ii) IoT and lifestyle products

Revenue from our IoT and lifestyle products increased by 50.7% from RMB47.1 billion in the first half of 2024 to RMB71.1 billion and reached a record high in the first half of 2025, primarily due to the increased revenue from smart large home appliances, wearables and certain lifestyle products in mainland China and tablets in the global market.

Revenue from our smart large home appliances increased by 78.1% year-over-year, primarily due to the increased shipments, as well as the increased ASP driven by our premiumization strategy in mainland China.

Revenue from our wearables increased by 63.5% year-over-year, primarily due to the increased shipments and ASP in mainland China.

Revenue from our tablets increased by 56.5% year-over-year, primarily due to the increased shipments of *Xiaomi Pad 7 Series* and *Xiaomi Pad 7 Pro Series* in the global market.

(iii) Internet services

Revenue from our internet services increased by 11.4% from RMB16.3 billion in the first half of 2024 to RMB18.2 billion in the first half of 2025, primarily due to the increased revenue from our advertising business.

(iv) Other related businesses

Revenue from our other related businesses increased by 31.7% from RMB1.6 billion in the first half of 2024 to RMB2.0 billion in the first half of 2025, primarily due to the increased revenue from installation services provided for air conditioners.

Smart EV, AI and Other New Initiatives

Revenue from our smart EV, AI and other new initiatives segment increased from RMB6.4 billion in the first half of 2024 to RMB39.8 billion in the first half of 2025.

Revenue from our smart EV increased from RMB6.2 billion in the first half of 2024 to RMB38.7 billion in the first half of 2025, primarily due to the increase in both our vehicle deliveries and ASP. Our vehicle deliveries increased from 27,367 units in the first half of 2024 to 157,171 units in the first half of 2025, primarily due to the successful ramp-up in our production capacity. The ASP of our smart EV increased by 7.6% from RMB228,815 per unit in the first half of 2024 to RMB246,247 per unit in the first half of 2025, primarily due to the deliveries of *Xiaomi SU7 Ultra* with higher ASP.

Revenue from our other related businesses increased from RMB0.2 billion in the first half of 2024 to RMB1.1 billion in the first half of 2025, primarily due to the increased revenue from after-sales services, sales of accessories and auto financing services.

Cost of Sales

Our cost of sales increased by 36.1% from RMB129.2 billion in the first half of 2024 to RMB175.7 billion in the first half of 2025. The following table sets forth our cost of sales by segment in the first half of 2025 and the first half of 2024:

	Unaudited			
	Six months ended			
	June 30, 2025		June 30, 2024	
	Amount	% of total revenue	Amount	% of total revenue
	(RMB in millions, unless specified)			
Smartphone × AIoT	145,825.4	64.2%	123,759.0	75.3%
Smart EV, AI and other new initiatives	29,917.1	13.1%	5,411.8	3.3%
Total cost of sales	175,742.5	77.3%	129,170.8	78.6%

MANAGEMENT DISCUSSION AND ANALYSIS

Smartphone × AIoT

Cost of sales related to our smartphone × AIoT segment increased by 17.8% from RMB123.8 billion in the first half of 2024 to RMB145.8 billion in the first half of 2025. The following table sets forth our cost of sales by line of our smartphone × AIoT segment in the first half of 2025 and the first half of 2024:

	Unaudited			
	Six months ended			
	June 30, 2025		June 30, 2024	
	Amount	% of total revenue	Amount	% of total revenue
(RMB in millions, unless specified)				
Smartphone × AIoT				
Smartphones	84,629.1	37.2%	80,467.5	48.9%
IoT and lifestyle products	54,175.0	23.8%	37,802.8	23.0%
Internet services	4,336.2	1.9%	3,865.9	2.4%
Other related businesses	2,685.1	1.3%	1,622.8	1.0%
Total cost of sales of smartphone × AIoT segment	145,825.4	64.2%	123,759.0	75.3%

(i) Smartphones

Cost of sales related to our smartphones increased by 5.2% from RMB80.5 billion in the first half of 2024 to RMB84.6 billion in the first half of 2025, primarily due to the increased sales of our smartphones.

(ii) IoT and lifestyle products

Cost of sales related to our IoT and lifestyle products increased by 43.3% from RMB37.8 billion in the first half of 2024 to RMB54.2 billion in the first half of 2025, primarily due to the increased sales of our IoT and lifestyle products.

(iii) Internet services

Cost of sales related to our internet services increased by 12.2% from RMB3.9 billion in the first half of 2024 to RMB4.3 billion in the first half of 2025, primarily due to the increased cost of our advertising business.

(iv) Other related businesses

Cost of sales related to our other related businesses increased by 65.5% from RMB1.6 billion in the first half of 2024 to RMB2.7 billion in the first half of 2025, primarily due to the increased cost from sales of materials, as well as the increased sales from installation services provided for air conditioners.

Smart EV, AI and Other New Initiatives

Cost of sales related to our smart EV, AI and other new initiatives segment increased from RMB5.4 billion in the first half of 2024 to RMB29.9 billion in the first half of 2025, primarily due to the increased sales of our smart EV.

Gross Profit and Margin

As a result of the foregoing, our gross profit increased by 46.2% from RMB35.2 billion in the first half of 2024 to RMB51.5 billion in the first half of 2025.

	Unaudited			
	Six months ended			
	June 30, 2025		June 30, 2024	
	Gross profit	Gross margin%	Gross profit	Gross margin%
	(RMB in millions, unless specified)			
Smartphone × AIoT	41,580.7	22.2%	34,240.8	21.7%
Smart EV, AI and other new initiatives	9,926.2	24.9%	983.1	15.4%
Total gross profit and gross margin	51,506.9	22.7%	35,223.9	21.4%

MANAGEMENT DISCUSSION AND ANALYSIS

Smartphone × AIoT

The gross profit margin from our smartphone × AIoT segment increased from 21.7% in the first half of 2024 to 22.2% in the first half of 2025. The following table sets forth our gross profit and margin by line of our smartphone × AIoT segment in the first half of 2025 and the first half of 2024:

	Unaudited			
	Six months ended			
	June 30, 2025		June 30, 2024	
	Gross profit	Gross margin%	Gross profit	Gross margin%
	(RMB in millions, unless specified)			
Smartphone × AIoT				
Smartphones	11,502.9	12.0%	12,528.7	13.5%
IoT and lifestyle products	16,876.4	23.8%	9,331.0	19.8%
Internet services	13,837.6	76.1%	12,448.1	76.3%
Other related businesses	(636.2)	(31.1%)	(67.0)	(4.3%)
Total gross profit and margin of smartphone × AIoT segment	41,580.7	22.2%	34,240.8	21.7%

The gross profit margin from our smartphones decreased from 13.5% in the first half of 2024 to 12.0% in the first half of 2025, mainly due to the increased competition and higher revenue contribution of products with lower gross profit margin in the overseas markets.

The gross profit margin from our IoT and lifestyle products increased from 19.8% in the first half of 2024 to 23.8% in the first half of 2025, mainly due to the increased gross profit margin and higher revenue contribution of products with higher gross profit margin, such as wearables and tablets in mainland China.

The gross profit margin from our internet services decreased from 76.3% in the first half of 2024 to 76.1% in the first half of 2025, mainly due to the decreased gross profit margin of our advertising business.

Smart EV, AI and Other New Initiatives

The gross profit margin from our smart EV, AI and other new initiatives increased from 15.4% in the first half of 2024 to 24.9% in the first half of 2025, mainly due to the decrease in cost of key components, lower manufacturing cost per unit, the deliveries of *Xiaomi SU7 Ultra*, as well as the increased gross profit margin of other related businesses.

Operating Expenses

Our operating expenses comprised our research and development expenses, selling and marketing expenses and administrative expenses. Our operating expenses related to our smart EV, AI and other new initiatives segment was RMB10.7 billion in the first half of 2025¹⁵.

Research and Development Expenses

Our research and development expenses increased by 35.8% from RMB10.7 billion in the first half of 2024 to RMB14.5 billion in the first half of 2025, primarily due to the increase in research and development expenses related to our smart EV, AI and other new initiatives.

Selling and Marketing Expenses

Our selling and marketing expenses increased by 31.6% from RMB11.4 billion in the first half of 2024 to RMB15.0 billion in the first half of 2025, primarily due to the increase in logistic expenses driven by the increased sales of our smart large home appliances and compensation for selling and marketing personnel.

Administrative Expenses

Our administrative expenses increased by 16.7% from RMB2.7 billion in the first half of 2024 to RMB3.2 billion in the first half of 2025, primarily due to the increase in compensation for administrative personnel.

Fair Value Changes on Financial Instruments Measured at Fair Value Through Profit or Loss

Our fair value changes on financial instruments measured at fair value through profit or loss changed from a loss of RMB2.1 billion in the first half of 2024 to a gain of RMB6.2 billion in the first half of 2025, primarily due to the fair value gains of both listed equity investments and unlisted preferred shares investments in the first half of 2025, compared to the fair value losses of both listed equity investments and unlisted preferred shares investments in the first half of 2024.

¹⁵ Including share-based compensation expenses of RMB0.7 billion related to our smart EV, AI and other new initiatives segment in the first half of 2025.

MANAGEMENT DISCUSSION AND ANALYSIS

Share of Net Profits of Investments Accounted for Using the Equity Method

Our share of net profits of investments accounted for using the equity method decreased from RMB241.8 million in the first half of 2024 to RMB150.4 million in the first half of 2025.

Other Income

Our other income increased by 3.7% from RMB444.7 million in the first half of 2024 to RMB461.2 million in the first half of 2025, primarily due to the increase of dividend income received from our investee companies.

Other Gains, Net

Our other net gains increased by 79.8% from RMB0.5 billion in the first half of 2024 to RMB0.9 billion in the first half of 2025, primarily due to the change from foreign exchange losses to gains.

Finance Income, Net

Our net finance income decreased by 56.7% from RMB2.3 billion in the first half of 2024 to RMB1.0 billion in the first half of 2025, primarily due to the change of value of financial liabilities payable to fund investors, partially offset by the increase of interest income.

Income Tax Expenses

Our income tax expenses increased by 80.7% from RMB2.7 billion in the first half of 2024 to RMB4.8 billion in the first half of 2025, primarily due to the increase of taxable profit in the first half of 2025.

Profit for the Period

As a result of the foregoing, our profit for the period increased by 146.3% from RMB9.2 billion in the first half of 2024 to RMB22.8 billion in the first half of 2025.

Adjusted Net Profit

Our adjusted net profit increased by 69.8% from RMB12.7 billion in the first half of 2024 to RMB21.5 billion in the first half of 2025.

Non-IFRS Measure: Adjusted Net Profit

To supplement our consolidated results which are prepared and presented in accordance with all applicable IFRS Accounting Standards issued by the International Accounting Standards Board (“IFRS Accounting Standards”), we utilize non-IFRS adjusted net profit (“Adjusted Net Profit”) as an additional financial measure. We define Adjusted Net Profit as profit for the period, as adjusted by adding back (i) share-based compensation, (ii) net fair value changes on investments, (iii) amortization of intangible assets resulting from acquisitions, (iv) changes of value of financial liabilities to investors, and (v) income tax effects of non-IFRS adjustments.

Adjusted Net Profit is not required by, or presented in accordance with, IFRS Accounting Standards. We believe that the presentation of non-IFRS measures when shown in conjunction with the corresponding IFRS Accounting Standards measures provides useful information to investors and management regarding financial and business trends in relation to our financial condition and results of operations, by eliminating any potential impact of items that our management does not consider to be indicative of our operating performance such as certain non-cash items and the impact of certain investment transactions. We also believe that the non-IFRS measures are appropriate for evaluating the Group’s operating performance. However, the use of this particular non-IFRS measure has limitations as an analytical tool, and you should not consider it in isolation from, or as a substitute for analysis of, our results of operations or financial conditions as reported under IFRS Accounting Standards. In addition, this non-IFRS financial measure may be defined differently from similar terms used by other companies and therefore may not be comparable to similar measures used by other companies.

The following tables set forth reconciliations of the Group’s non-IFRS measures for the first half of 2025 and 2024 to the nearest measures prepared in accordance with IFRS Accounting Standards.

	Unaudited Six Months Ended June 30, 2025 Adjustments						Non-IFRS
	As reported	Share-based compensation ⁽¹⁾	Net fair value changes on investments ⁽²⁾	Amortization of intangible assets resulting from acquisitions ⁽³⁾	Changes of value of financial liabilities to investors ⁽⁴⁾	Income tax effects ⁽⁵⁾	
	(RMB in thousand, unless specified)						
Profit for the period	22,765,909	2,363,735	(4,872,245)	72,004	820,911	355,978	21,506,292
Net margin	10.0%						9.5%

MANAGEMENT DISCUSSION AND ANALYSIS

	Unaudited Six Months Ended June 30, 2024						
	Adjustments						
	As reported	Share-based compensation ⁽¹⁾	Net fair value changes on investments ⁽²⁾	Amortization of intangible assets resulting from acquisitions ⁽³⁾	Changes of value of financial liabilities to investors ⁽⁴⁾	Income tax effects ⁽⁵⁾	Non-IFRS
	(RMB in thousand, unless specified)						
Profit for the period	9,242,881	1,859,270	2,853,149	72,004	(1,045,001)	(315,948)	12,666,355
Net margin	5.6%						7.7%

Notes:

- (1) Represents the expenses related to share-based payments.
- (2) Primarily includes fair value changes on equity investments and preferred shares investments deducting the accumulative fair value changes for investments (including the financial assets measured at fair value through profit or loss ("FAFVPL") and the investments using the equity method transferred from FAFVPL) disposed in the current period, net gains/(losses) on deemed disposals of investee companies, the impairment provision for investments, re-measurement impact on loss of significant influence in associates and re-measurement of investments transferring from FAFVPL to investments using the equity method.
- (3) Represents amortization of intangible assets resulting from acquisitions.
- (4) Represent the change of value of the financial liabilities payable to the investors.
- (5) Income tax effects of non-IFRS adjustments.

Liquidity, Financial Resources and Gearing

On December 4, 2020, the Company completed a placing of a total of 1,000,000,000 placing shares at HK\$23.70 for each placing share owned by Smart Mobile Holdings Limited to not less than six independent placees and, on December 9, 2020, the Company allotted and issued 1,000,000,000 subscription shares at HK\$23.70 per subscription share under the general mandate to Smart Mobile Holdings Limited (the "2020 Placing and Subscription"). For further details, please refer to the announcements of the Company dated December 2, 2020, December 3, 2020 and December 9, 2020.

On March 27, 2025, the Company completed a placing of a total of 800,000,000 placing shares at HK\$53.25 for each placing share owned by Smart Mobile Holdings Limited to not less than six independent placees and, on March 31, 2025, the Company allotted and issued 800,000,000 subscription shares at HK\$53.25 per subscription share under the general mandate to Smart Mobile Holdings Limited (the "2025 Placing and Subscription"). For further details, please refer to the announcements of the Company dated March 25, 2025 and March 31, 2025.

Other than the funds raised through our Global Offering in July 2018, the 2020 Placing and Subscription, the 2025 Placing and Subscription and the issuance of debt securities as described in “Issuance of Debt Securities” below, we have historically funded our cash requirements principally from cash generated from our operations and bank borrowings. We had cash and cash equivalents of RMB36.0 billion and cash resources¹⁶ of RMB235.9 billion as of June 30, 2025.

Our gearing ratio was -37.9%, which represented a net cash position, as of June 30, 2025. Our gearing ratio is calculated as net debt divided by total capital at the end of each financial period. Net debt equals to our total borrowings less our cash and cash equivalents, restricted cash and short-term bank deposits. Total capital is calculated as total equity plus net debt.

Issuance of Debt Securities

On April 29, 2020, Xiaomi Best Time International Limited, a wholly-owned subsidiary of the Company, issued US\$600 million 3.375% senior notes due 2030 unconditionally and irrevocably guaranteed by the Company (the “**2030 Notes**”). For further details, please refer to the announcements of the Company dated April 20, 2020, April 23, 2020 and May 3, 2020.

On December 17, 2020, Xiaomi Best Time International Limited issued zero coupon guaranteed convertible bonds due 2027 guaranteed by the Company in the aggregate principal amount of US\$855 million at an initial conversion price of HK\$36.74 per conversion share (subject to adjustments) (the “**2027 Bonds**”). The 2027 Bonds are listed on the Stock Exchange. For further details, please refer to the announcements of the Company dated December 2, 2020, December 3, 2020, December 17, 2020 and December 18, 2020.

As of June 30, 2025, no new shares were issued pursuant to conversion of the 2027 Bonds¹⁷.

On July 14, 2021, Xiaomi Best Time International Limited issued US\$800 million 2.875% senior bonds due 2031 (the “**2031 Bonds**”) and US\$400 million 4.100% senior green bonds due 2051 (the “**Green Bonds**”), both of which were unconditionally and irrevocably guaranteed by the Company. For further details of the 2031 Bonds and Green Bonds, please refer to the announcements of the Company dated July 6, 2021, July 8, 2021, July 14, 2021 and July 15, 2021.

¹⁶ Including (i) cash and cash equivalents, (ii) restricted cash, (iii) term bank deposits, (iv) short-term investments measured at fair value through profit or loss, (v) short-term investments measured at amortized cost, (vi) long-term investments measured at amortized cost, and (vii) treasury investments included in long-term investments measured at fair value through profit or loss.

¹⁷ In July 2025, 12,112,587 Class B Shares were issued pursuant to conversion of the 2027 Bonds.

MANAGEMENT DISCUSSION AND ANALYSIS

Consolidated Statement of Cash Flows

	Unaudited	
	Six months ended	
	June 30, 2025	June 30, 2024
	(RMB in millions)	
Net cash generated from operating activities ⁽¹⁾	28,054.7	2,530.6
Net cash (used in)/generated from investing activities	(60,128.6)	2,709.1
Net cash generated from financing activities ⁽¹⁾	34,434.3	455.3
Net increase in cash and cash equivalents	2,360.4	5,695.0
Cash and cash equivalents at the beginning of the period	33,661.4	33,631.3
Effects of exchange rate changes on cash and cash equivalents	(13.8)	9.5
Cash and cash equivalents at the end of the period	36,008.0	39,335.8

Note:

- (1) Excluding (1) the change of trade payables related to the finance factoring business; (2) the change of loan and interest receivables and impairment provision for loan receivables mainly resulting from the fintech business; (3) the change of restricted cash resulting from the fintech business; and (4) the change of deposits from customers resulting from the Airstar Bank, the net cash generated from operating activities was RMB25.9 billion and RMB4.9 billion in the first half of 2025 and 2024, respectively. Excluding the change of borrowings for the finance factoring business, the net cash generated from financing activities was RMB34.8 billion in the first half of 2025 and the net cash used in financing activities was RMB1.3 billion in the first half of 2024. The information in this footnote is based on the management accounts of the Group, which have not been audited or reviewed by the Group's auditor. The accounting policies applied in the preparation of the management accounts are consistent with those used for other figures in this interim report.

Net Cash Generated from Operating Activities

Net cash generated from operating activities represents the cash generated from our operations minus the income tax paid. Cash generated from our operations primarily comprises our profit before income tax adjusted by non-cash items and changes in working capital.

In the first half of 2025, net cash generated from our operating activities amounted to RMB28.1 billion, representing cash generated from operations of RMB32.0 billion minus income tax paid of RMB4.0 billion. Cash generated from operations was primarily attributable to our profit before income tax of RMB27.6 billion, mainly adjusted by an increase in trade payables of RMB9.7 billion, partially offset by an increase in inventories of RMB6.7 billion.

Net Cash Used in Investing Activities

For the first half of 2025, our net cash used in investing activities was RMB60.1 billion, which was primarily attributed to the net increase of term bank deposits of RMB56.0 billion, the net increase of long-term investments measured at amortized cost of RMB7.5 billion and the net increase of long-term investments measured at fair value through profit or loss of RMB6.0 billion, partially offset by the net decrease of short-term investments measured at fair value through profit or loss of RMB10.8 billion.

Net Cash Generated from Financing Activities

For the first half of 2025, our net cash generated from financing activities was RMB34.4 billion, which was primarily attributed to the proceeds from issuance of shares upon placement of RMB39.2 billion, partially offset by the distribution to fund investors of RMB2.0 billion, the payments of deferred consideration for acquisition of intangible assets of RMB1.3 billion and the payments of lease liabilities of RMB1.3 billion.

Borrowings

As of June 30, 2025, we had total borrowings of RMB28.9 billion.

Capital Expenditure

	Unaudited	
	Six months ended	
	June 30, 2025	June 30, 2024
	(RMB in millions)	
Capital expenditures		
Smartphone × AIoT	3,287.4	2,941.2
Smart EV, AI and other new initiatives	4,310.1	825.4
Total	7,597.5	3,766.6

MANAGEMENT DISCUSSION AND ANALYSIS

Off-Balance Sheet Commitments and Arrangements

As of June 30, 2025, we had not entered into any significant off-balance sheet commitments or arrangements.

Future Plans for Material Investments and Capital Assets

As of June 30, 2025, we did not have plans for material investments and capital assets.

Investment Held

As of June 30, 2025, we had invested in about 420 companies with an aggregate book value of RMB80.2 billion. In the first half of 2025, we recorded a net gain on disposal of investments (after tax) of RMB1.3 billion. The total amount of our investments (including (i) fair value of our stakes in listed investee companies accounted for using the equity method based on the stock price on June 30, 2025 (ii) book value of our stakes in unlisted investee companies accounted for using the equity method and (iii) book value of long-term investments measured at fair value through profit or loss) reached RMB83.0 billion as of June 30, 2025.

The Group did not make or hold any significant investments (including any investment in an investee company with a value of 5% or more of the Group's total assets as of June 30, 2025) during the six months ended June 30, 2025.

Material Acquisitions and Disposals of Subsidiaries, Associates and Joint Ventures

In the first half of 2025, we did not conduct any material acquisitions or disposals of subsidiaries, associates or joint ventures.

Employee and Remuneration Policy

As of June 30, 2025, we had 49,021 full-time employees, 46,592 of whom were based in mainland China, primarily at our headquarters in Beijing. As of June 30, 2025, our research and development personnel, totaling 22,641 employees, were staffed across our various departments.

Our success depends on our ability to attract, retain and motivate qualified personnel. As part of our human resources strategy, we offer employees competitive compensation packages. As of June 30, 2025, 14,471 employees held share-based awards. The total remuneration expenses, including share-based compensation expenses, for the first half of 2025 were RMB13.7 billion.

Foreign Exchange Risk

The transactions of our Company are denominated and settled in our functional currency, the United States Dollar. Our Group's subsidiaries primarily operate in the PRC and other regions such as India, and are exposed to foreign exchange risk arising from the exposure to various currencies, primarily with respect to the United States Dollar. Therefore, foreign exchange risk primarily arises from the recognized assets and liabilities in our subsidiaries when receiving or expecting to receive foreign currencies from, or paying or expecting to pay foreign currencies to overseas business partners.

We will continue to monitor changes in currency exchange rates and will take necessary measures to mitigate any impacts caused by exchange rate fluctuations.

Pledge of Assets

As of June 30, 2025, our total restricted bank deposits amounted to RMB5.4 billion. We also had pledged certain buildings and land use rights for borrowings.

Contingent Liabilities

We did not have any material contingent liabilities as of June 30, 2025. Further details of the contingencies are set out in Note 31 to the interim financial information.

OTHER INFORMATION

Directors' and Chief Executive's Interests and Short Positions in Shares and Underlying Shares and Debentures of the Company or any of its Associated Corporations

As at June 30, 2025, the interests and short positions of our Directors or chief executives of the Company in the Shares, underlying Shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO), as recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code were as follows:

1. Interest in Shares

Name of Director or chief executive	Nature of interest ⁽¹⁾	Relevant company	Number and class of securities	Approximate percentage of shareholding in the relevant class of Shares ⁽²⁾
Lei Jun ⁽³⁾	Beneficiary, founder and settlor of a trust(L)	ARK Trust (Hong Kong) Limited	4,067,406,863	90.06%
			Class A Shares	
			1,986,772,775	9.27%
	Interest in controlled corporations(L)	Smart Mobile Holdings Limited	Class B Shares	
			4,067,406,863	90.06%
			Class A Shares	
	Interest in controlled corporations(L)	Smart Player Limited	1,835,306,103	8.56%
			Class B Shares	
Lin Bin ⁽⁴⁾	Interest in controlled corporations(L)	Team Guide Limited	59,221,630	0.28%
			Class B Shares	
	Interest in controlled corporations(L)	Team Guide Limited	92,245,042	0.43%
			Class B Shares	
	Beneficial owner(L)		30,347,523	0.14%
			Class B Shares	
	Trustee of a trust(L)	Apex Star FT LLC	93,438,272	0.44%
			Class B Shares	
	Interest in controlled corporations(L)	Apex Star LLC	448,874,946	9.94%
			Class A Shares	
	Interest in controlled corporations(L)	Bin Lin and Daisy Liu Family Foundation	1,706,572,869	7.96%
			Class B Shares	
	Interest in controlled corporations(L)	Bin Lin and Daisy Liu Family Foundation	50,686,600	0.24%
			Class B Shares	

Name of Director or chief executive	Nature of interest ⁽¹⁾	Relevant company	Number and class of securities	Approximate percentage of shareholding in the relevant class of Shares ⁽²⁾
Liu Qin ⁽⁵⁾	Interest in controlled corporations(L)	Morningside China TMT Fund I, L.P.	7	0.00%
	Founder of a trust(L)		Class B Shares 184,466,366	0.86%
	Founder of a trust(S)		Class B Shares 85,780,000	0.40%
			Class B Shares	
Liu De ⁽⁶⁾	Beneficial owner(L)	Lofty Power International Limited	10,000,000	0.05%
	Founder of a trust(L)		Class B Shares 135,871,935	0.63%
			Class B Shares	
Wong Shun Tak ⁽⁷⁾	Interest of spouse(L)		8,000 Class B Shares	0.00%

Notes:

(1) The letter "L" denotes a long position in the shares and the letter "S" denotes a short position in the shares.

(2) The calculation is based on the total number of relevant class of Shares in issue as at June 30, 2025.

(3) Smart Mobile Holdings Limited and Smart Player Limited are both wholly-owned by Sunrise Vision Holdings Limited which is in turn wholly-owned by Parkway Global Holdings Limited. Team Guide Limited is wholly-owned by Techno Frontier Investments Limited. The entire interests in Parkway Global Holdings Limited and Techno Frontier Investments Limited are held by ARK Trust (Hong Kong) Limited as trustee for the trusts established by Lei Jun (as settlor) for the benefit of Lei Jun and his family. Accordingly, Lei Jun is deemed to be interested in 1) the 4,067,406,863 Class A Shares and the 1,835,306,103 Class B Shares held by Smart Mobile Holdings Limited; 2) the 59,221,630 Class B Shares held by Smart Player Limited and 3) the 92,245,042 Class B Shares held by Team Guide Limited under the SFO.

(4) Lin Bin directly holds 30,347,523 Class B Shares. Apex Star FT LLC is controlled by Bin Lin Family Trust. Accordingly, Lin Bin, as the trustee of Bin Lin Family Trust, is deemed to be interested in 93,438,272 Class B Shares held by Apex Star FT LLC under the SFO. Bin Lin and Daisy Liu Family Foundation is controlled by Lin Bin. Accordingly, Lin Bin is deemed to be interested in 50,686,600 Class B Shares held by Bin Lin and Daisy Liu Family Foundation under the SFO. Apex Star LLC is controlled by Lin Bin. Accordingly, Lin Bin is deemed to be interested in 1,706,572,869 Class B Shares and 448,874,946 Class A Shares held by Apex Star LLC under the SFO.

(5) Liu Qin is entitled to exercise or control the exercise of one-third of the voting power at general meetings of TMT General Partner Ltd. and is therefore deemed to be interested in 7 Class B Shares in which TMT General Partner Ltd. is interested. TMT General Partner Ltd. controls Morningside China TMT GP, L.P., which controls Morningside China TMT Fund I, L.P. (the "5Y Capital Funds"). Consequently, TMT General Partner Ltd. is deemed to be interested in the Shares in which the 5Y Capital Funds have an interest. Liu Qin is deemed to be interested in 184,466,366 Class B Shares (long position) and 85,780,000 Class B Shares (short position) held by an entity controlled by the trustee of a discretionary trust, of which Liu Qin is a founder of the discretionary trust under the SFO.

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(6) Liu De directly holds 10,000,000 Class B Shares. Lofty Power International Limited is controlled by YLL Trust (formerly known as YYL Trust). Accordingly, Liu De is deemed to be interested in 135,871,935 Class B Shares held by Lofty Power International Limited under the SFO.

(7) Wong Shun Tak is deemed to be interested in 8,000 Class B Shares held by his spouse under the SFO.

2. Interest in associated corporations

Name of Director or chief executive	Nature of interest ⁽⁴⁾	Associated corporations	Approximate percentage of shareholding ⁽¹⁾
Lei Jun	Beneficial owner(L)	Xiaomi Finance ⁽²⁾	42.07%
	Interest in controlled corporations(L)	Parkway Global Holdings Limited ⁽³⁾	100%
	Interest in controlled corporations(L)	Sunrise Vision Holdings Limited ⁽³⁾	100%
	Interest in controlled corporations(L)	Smart Mobile Holdings Limited ⁽³⁾	100%

Notes:

(1) The calculation is based on the total number of shares of the associated corporations in issue as at June 30, 2025.

(2) Xiaomi Finance is a subsidiary of the Company and therefore Xiaomi Finance is an associated corporation of the Company. Lei Jun is entitled to receive up to 42,070,000 shares in Xiaomi Finance pursuant to options granted to him under the XMF Share Option Scheme I (subject to the relevant vesting conditions).

(3) Smart Mobile Holdings Limited, the holding company of the Company, is wholly-owned by Sunrise Vision Holdings Limited which is in turn wholly-owned by Parkway Global Holdings Limited. Lei Jun is the beneficial owner of the entire interest in Smart Mobile Holdings Limited, and is deemed to be interested in the 4,067,406,863 Class A Shares and the 1,835,306,103 Class B Shares held by Smart Mobile Holdings Limited under the SFO. Therefore, Smart Mobile Holdings Limited, Sunrise Vision Holdings Limited and Parkway Global Holdings Limited are associated corporations of the Company.

(4) The letter "L" denotes a long position in the shares.

Save as disclosed above, as at June 30, 2025, so far as is known to any Director or the chief executive of the Company, none of the Directors nor the chief executives of the Company had any interests or short positions in the Shares, underlying Shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) which (a) were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein; or (b) were required, pursuant to the Model Code, to be notified to the Company and the Stock Exchange.

Substantial Shareholders' Interests and Short Positions in Shares and Underlying Shares

As at June 30, 2025, so far as the Directors are aware, the following parties (other than our Directors or chief executive of the Company) had interests or short positions in the Shares or underlying Shares of the Company as recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO:

Name of Substantial Shareholder	Nature of interest ⁽¹⁾	Number of Shares	Approximate percentage of shareholding in the relevant class of Shares ⁽²⁾
Class A Shares			
Smart Mobile Holdings Limited ⁽³⁾	Beneficial interest (L)	4,067,406,863	90.06%
Sunrise Vision Holdings Limited ⁽³⁾	Interest in controlled corporations (L)	4,067,406,863	90.06%
Parkway Global Holdings Limited ⁽³⁾	Interest in controlled corporations (L)	4,067,406,863	90.06%
ARK Trust (Hong Kong) Limited ⁽³⁾	Trustee (L)	4,067,406,863	90.06%
Apex Star LLC ⁽⁴⁾	Beneficial interest (L)	448,874,946	9.94%
Class B Shares			
Smart Mobile Holdings Limited ⁽³⁾	Beneficial interest (L)	1,835,306,103	8.56%
Sunrise Vision Holdings Limited ⁽³⁾	Interest in controlled corporations (L)	1,894,527,733	8.84%
Parkway Global Holdings Limited ⁽³⁾	Interest in controlled corporations (L)	1,894,527,733	8.84%
ARK Trust (Hong Kong) Limited ⁽³⁾	Trustee (L)	2,144,270,405	10.00%
Apex Star LLC ⁽⁴⁾	Beneficial interest(L)	1,706,572,869	7.96%
BlackRock, Inc. ⁽⁵⁾	Interest in controlled corporations (L)	1,096,126,139	5.11%
	Interest in controlled corporations (S)	8,799,600	0.04%

Notes:

(1) The letter "L" denotes a long position in the shares and the letter "S" denotes a short position in the shares.

(2) The calculation is based on the total number of relevant class of Shares in issue as at June 30, 2025.

(3) Smart Mobile Holdings Limited and Smart Player Limited are both wholly-owned by Sunrise Vision Holdings Limited which is in turn wholly-owned by Parkway Global Holdings Limited. Team Guide Limited is wholly-owned by Techno Frontier Investments Limited. The entire interests in Parkway Global Holdings Limited and Techno Frontier Investments Limited are held by ARK Trust (Hong Kong) Limited as trustee for the trusts established by Lei Jun (as settlor) for the benefit of Lei Jun and his family. Accordingly, Lei Jun is deemed to be interested in 1) the 4,067,406,863 Class A Shares and the 1,835,306,103 Class B Shares held by Smart Mobile Holdings Limited; 2) the 59,221,630 Class B Shares held by Smart Player Limited and 3) the 92,245,042 Class B Shares held by Team Guide Limited under the SFO. ARK Trust (Hong Kong) Limited is also a trustee for a number of trusts and therefore is deemed to be interested in the 157,497,630 Class B shares held by the trusts.

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- (4) Apex Star LLC is controlled by Lin Bin. Accordingly, Lin Bin is deemed to be interested in 1,706,572,869 Class B Shares and 448,874,946 Class A Shares held by Apex Star LLC under the SFO.
- (5) BlackRock, Inc. was interested in an aggregated 1,096,126,139 Class B Shares (long position) and 8,799,600 Class B Shares (short position). According to the disclosure of interest notice filed by BlackRock, Inc. regarding the relevant event dated June 11, 2025, such Class B Shares were held by BlackRock, Inc. indirectly through certain of its subsidiaries. Among them, 8,077,611 Class B Shares (long position) and 8,799,600 Class B Shares (short position) were held through cash settled unlisted derivatives, and 400,939 Class B Shares (long position) were held through convertible instruments listed derivatives.

Save as disclosed above, as at June 30, 2025, no person, other than the Directors whose interests are set out in the section headed “Directors’ and Chief Executive’s Interests and Short Positions in Shares and Underlying Shares and Debentures of the Company or any of its Associated Corporations” above, had any interests or short positions in the Shares or underlying Shares as recorded in the register required to be kept pursuant to Section 336 of the SFO.

Share Schemes

The Company has four existing share schemes, namely the Pre-IPO ESOP, the 2018 Share Option Scheme, the 2018 Share Award Scheme and the 2023 Share Scheme.

A total of 114,270,734 new Shares, representing approximately 0.5% of the weighted average number of the Class B Shares in issue of the Company (excluding any treasury Shares), may be issued in respect of all options and awards granted during the Reporting Period to eligible participants pursuant to the Pre-IPO ESOP, the 2018 Share Option Scheme, the 2018 Share Award Scheme and the 2023 Share Scheme.

Xiaomi HK, a principal subsidiary of the Company as defined in Rule 17.14 of the Listing Rules, has adopted 2024 Xiaomi HK Share Scheme.

A total of 11,668,084 new Xiaomi HK Shares, representing approximately 0.1% of the weighted average number of Xiaomi HK Shares in issue may be issued in respect of all options granted during the Reporting Period to eligible participants pursuant to the 2024 Xiaomi HK Share Scheme.

1. Pre-IPO ESOP

The Pre-IPO ESOP was adopted by the Company on May 5, 2011 and superseded on August 24, 2012. The overall limit on the number of Shares which may be issued pursuant to the Pre-IPO ESOP is 251,307,455 Class B Shares, which was subsequently adjusted by the Board to 2,512,694,900 Class B Shares (adjusted after taking into account the share subdivision which took place on June 17, 2018). No further Pre-IPO Awards would be granted under the Pre-IPO ESOP after Listing.

Details of movements of share options granted under the Pre-IPO ESOP during the Reporting Period are as follows:

Grantees by category	Date of grant	Vesting period ⁽¹⁾	Exercise price (US\$)	Number of share options				Outstanding as at June 30, 2025	Weighted average closing price of the Shares immediately before the date of exercise during the period (HK\$)
				Outstanding as at January 1, 2025	Exercised during the period	Cancelled during the period	Lapsed during the period		
Employee Participants									
	4/1/2010 to 6/14/2018	1-10 years	0-0.344	193,243,844	(30,859,126)	—	(2,639,521)	159,745,197	45.30
Service Providers									
	1/1/2012 to 4/1/2018	4-5 years	0-0.344	1,120,070	—	—	—	1,120,070	N/A
Total:				194,363,914	(30,859,126)	—	(2,639,521)	160,865,267	

[1]: The exercise period of the options granted under the Pre-IPO ESOP shall commence from the date on which the relevant options become vested and end on the 10th anniversary of the grant date, subject to the terms of the Pre-IPO ESOP and the share option award agreement signed by the grantee.

Further details of the Pre-IPO ESOP are set out in Note 27 to the interim financial information.

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2. 2018 Share Option Scheme

The 2018 Share Option Scheme was adopted by the Company on June 17, 2018. Immediately upon the 2023 Share Scheme taking effect on June 8, 2023, no further share options shall be granted under the 2018 Share Option Scheme.

Details of movements of share options granted under the 2018 Share Option Scheme during the Reporting Period are as follows:

Grantees by category	Date of grant	Vesting period	Exercise period	Number of share options						Outstanding as at June 30, 2025	Exercise price (HK\$)	Fair value of options at the date of grant during the period and the accounting standard and policy adopted	Weighted average closing price of the Shares immediately before the date of exercise during the period (HK\$)
				Outstanding as at January 1, 2025	Granted during the period	Cancelled during the period	Lapsed during the period	Exercised during the period					
Employee Participants													
	9/4/2020	4-10 years	9/4/2021 to 9/3/2030	105,200,000	—	—	—	(1,600,000)	103,600,000	24.50	N/A	54.67	
	10/9/2020	4 years	10/9/2021 to 10/8/2030	6,250,000	—	—	—	—	6,250,000	21.04	N/A	N/A	
	1/6/2021	4 years	1/6/2022 to 1/5/2031	6,250,000	—	—	—	—	6,250,000	33.90	N/A	N/A	
Total:				117,700,000	—	—	—	(1,600,000)	116,100,000				

Further details of the 2018 Share Option Scheme are set out in Note 27 to the interim financial information.

3. 2018 Share Award Scheme

The Company adopted the 2018 Share Award Scheme on June 17, 2018. Immediately upon the 2023 Share Scheme taking effect on June 8, 2023, no further awards shall be granted under the 2018 Share Award Scheme.

Details of the award Shares granted under the 2018 Share Award Scheme (to be satisfied by new Shares) and their movements during the Reporting Period are as follows:

Grantees by category	Date of grant	Vesting period	Purchase price	Number of award Shares						Unvested award Shares as at June 30, 2025	Closing price of Shares immediately before the grant during the period	Fair value of award Shares at the date of grant during the period and the accounting standard and policy adopted	Weighted average closing price of the Shares immediately before the date of vesting during the period (HK\$)
				Unvested award Shares as at January 1, 2025	Granted during the period	Vested during the period	Cancelled during the period	Lapsed during the period					
Employee Participants													
	4/1/2019	4-10 years	Nil	4,348,104	—	(869,620) ⁽ⁱⁱ⁾	—	—	3,478,484	N/A	N/A	49.20	
	9/4/2020	4-10 years	Nil	6,000,000	—	—	—	—	6,000,000	N/A	N/A	N/A	
	10/10/2020	4-5 years	Nil	6,729	—	(6,729)	—	—	—	N/A	N/A	49.20	
	1/6/2021	4 years	Nil	1,987,842	—	(1,967,274) ⁽ⁱⁱ⁾	—	(20,568)	—	N/A	N/A	36.25	
	7/2/2021	1-4 years	Nil	10,613,332	—	(1,876,468) ⁽ⁱⁱ⁾	—	(257,194)	8,479,670	N/A	N/A	48.61	
	7/5/2021	4-10 years	Nil	50,100,000	—	(6,504,314) ⁽ⁱⁱ⁾	—	(3,070,686)	40,525,000	N/A	N/A	49.08	
	11/24/2021	1-10 years	Nil	10,110,828	—	(78,251)	—	(151,028)	9,881,549	N/A	N/A	49.20	
	3/23/2022	1-10 years	Nil	78,511,459	—	(32,578,772) ⁽ⁱⁱ⁾	—	(1,609,706)	44,322,981	N/A	N/A	49.84	
	5/20/2022	1-5 years	Nil	18,004,943	—	(8,584,247) ⁽ⁱⁱ⁾	—	(856,476)	8,564,220	N/A	N/A	52.04	
	8/21/2022	4 years	Nil	35,014,474	—	(1,112,385) ⁽ⁱⁱ⁾	—	(1,421,381)	32,480,708	N/A	N/A	51.32	
	11/24/2022	4-5 years	Nil	17,035,605	—	(459,721)	—	(209,335)	16,366,549	N/A	N/A	47.75	
	3/27/2023	1-10 years	Nil	128,303,491	—	(34,031,624) ⁽ⁱⁱ⁾	—	(2,347,037)	91,924,830	N/A	N/A	51.61	
	5/25/2023	2-4 years	Nil	30,487,163	—	(9,662,848)	—	(1,895,044)	18,929,271	N/A	N/A	52.97	
Category subtotal:				390,523,970	—	(97,732,253)	—	(11,838,455)	280,953,262				

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Grantees by category	Date of grant	Vesting period	Purchase price	Number of award Shares							Fair value of award Shares at the date of grant during the period and the accounting standard and policy adopted	Weighted average closing price of the Shares immediately before the date of vesting during the period (HK\$)
				Unvested award Shares as at January 1, 2025	Granted during the period	Vested during the period	Cancelled during the period	Lapsed during the period	Unvested award Shares as at June 30, 2025	Closing price of Shares immediately before the grant during the period		
Service Providers												
	1/6/2021	4 years	Nil	8,754	—	(8,754)	—	—	—	N/A	N/A	36.25
	7/2/2021	4 years	Nil	66,942	—	(21,154)	—	(839)	44,949	N/A	N/A	48.05
	11/24/2021	4 years	Nil	22,876	—	—	—	(2,164)	20,712	N/A	N/A	N/A
	3/23/2022	4 years	Nil	216,449	—	(82,760)	—	(50,904)	82,785	N/A	N/A	50.87
	5/20/2022	4 years	Nil	230,091	—	(111,703)	—	—	118,388	N/A	N/A	53.63
	8/21/2022	4 years	Nil	105,353	—	(6,243)	—	(6,806)	92,304	N/A	N/A	52.35
	11/24/2022	4 years	Nil	17,879	—	—	—	—	17,879	N/A	N/A	N/A
	3/27/2023	4 years	Nil	418,347	—	(76,042)	—	(186,690)	155,615	N/A	N/A	46.52
	5/25/2023	4 years	Nil	167,684	—	(55,892)	—	—	111,792	N/A	N/A	53.00
Category subtotal:				1,254,375	—	(362,548)	—	(247,403)	644,424			
Total:				391,778,345	—	(98,094,801)	—	(12,085,858)	281,597,686			

- (1): Among the total number of awards Shares vested as stated, 11,446,193 award Shares were issued to employee participants who subsequently become connected persons for the purpose of Listing Rules during the Reporting Period by way of existing shares. At the time of grant, these employee participants were not connected persons.

Details of the award Shares granted under the 2018 Share Award Scheme (to be satisfied by existing Shares) and their movements during the Reporting Period are as follows:

Grantees by category	Date of grant	Vesting period	Purchase price	Number of award Shares						Unvested award Shares as at June 30, 2025	Closing price of Shares immediately before the grant during the period	Fair value of award Shares at the date of grant during the period and the accounting standard and policy adopted	Weighted average closing price of the Shares immediately before the date of vesting during the period (HK\$)
				Unvested award Shares as at January 1, 2025	Granted during the period	Vested during the period	Cancelled during the period	Lapsed during the period					
Grantees in aggregate													
	1/6/2021	4 years	Nil	4,470	—	(4,470)	—	—	—	N/A	N/A	36.25	
	11/24/2021	4 years	Nil	2,873	—	—	—	(2,873)	—	N/A	N/A	N/A	
	3/23/2022	4–10 years	Nil	1,505,310	—	(452,654)	—	—	1,052,656	N/A	N/A	49.23	
	5/20/2022	3–4 years	Nil	352,931	—	(340,000)	—	—	12,931	N/A	N/A	52.35	
	8/21/2022	4 years	Nil	55,219	—	—	—	(55,219)	—	N/A	N/A	N/A	
	3/27/2023	4–5 years	Nil	1,248,225	—	(16,075)	—	—	1,232,150	N/A	N/A	53.95	
Total:				3,169,028	—	(813,199)	—	(58,092)	2,297,737				

Further details of the 2018 Share Award Scheme are set out in Note 27 to the interim financial information.

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4. 2023 Share Scheme

The 2023 Share Scheme was approved at the annual general meeting by the Shareholders on June 8, 2023. The purpose of the 2023 Share Scheme is (1) to provide the Company with a flexible means of attracting, remunerating, incentivising, retaining, rewarding, compensating and/or providing benefits to eligible participants; (2) to align the interests of eligible participants with those of the Company and Shareholders by providing such eligible participants with the opportunity to acquire proprietary interests in the Company and become Shareholders; and (3) to encourage eligible participants to contribute to the long-term growth, performance and profits of the Company and to enhance the value of the Company and its Shares for the benefit of the Company and Shareholders as a whole.

The total number of Class B Shares which may be issued pursuant to all awards to be granted under the 2023 Share Scheme and awards to be granted under any other share schemes of the Company is not more than 2,503,959,565 (the **“2023 Share Scheme Mandate Limit”**). Within the Scheme Mandate Limit, the total number of Shares which may be issued pursuant to awards to be granted to service provider participants under the 2023 Share Scheme is not more than 125,197,978 (the **“2023 Share Scheme Service Provider Sublimit”**).

As at January 1, 2025, 2,102,871,335 Shares were available for grant (including 124,072,129 Shares available for grant to service providers) under the 2023 Share Scheme. During the Reporting Period, 114,270,734 award Shares were granted to eligible participants (including 288,974 award Shares granted to service providers) pursuant to the 2023 Share Scheme, respectively and 13,251,141 award Shares were forfeited (including 169,203 award Shares forfeited from service providers) pursuant to the 2023 Share Scheme. It follows that, as of June 30, 2025, 2,001,851,742 Shares and 123,952,358 Shares were available for grant under the 2023 Share Scheme Mandate Limit and the 2023 Share Scheme Service Provider Sublimit, respectively.

Details of the award Shares granted under the 2023 Share Scheme (to be satisfied by new Shares) and their movements during the Reporting Period are as follows:

Grantees by category	Date of grant	Vesting period	Purchase price	Number of award Shares							Fair value of award Shares at the date of grant during the period and the accounting policy adopted (HK\$)	Weighted average closing price of the Share immediately before the date of vesting during the period (HK\$)
				Unvested award Shares as at January 1, 2025	Granted during the period	Vested during the period	Cancelled during the period	Lapsed during the period	Unvested award Shares as at June 30, 2025	Closing price of Shares immediately before the grant during the period (HK\$)		
Employee Participants												
	8/30/2023	2-10 years	Nil	67,039,711	—	(423,604)	—	(1,671,673)	64,944,434	N/A	N/A	53.58
	11/21/2023	2-10 years	Nil	31,820,139	—	(514,561)	—	(2,336,729)	28,968,849	N/A	N/A	47.14
	3/20/2024	1-10 years	Nil	145,492,490	—	(29,169,583)	—	(3,664,251)	112,658,656	N/A	N/A	55.51
	5/24/2024	1-10 years	Nil	31,740,074	—	(6,726,533)	—	(1,098,686)	23,914,855	N/A	N/A	53.05
	8/22/2024	1-4 years	Nil	38,325,102	—	(317,647)	—	(1,074,249)	36,933,206	N/A	N/A	55.34
	11/20/2024	1-4 years	Nil	49,103,660	—	(7,315,326)	—	(1,663,907)	40,124,427	N/A	N/A	49.03
	3/19/2025	0-4 years	Nil	—	83,272,485 ^(a)	(81,260)	—	(1,330,227)	81,860,998	57.65	58.20 ^(b)	50.38
	5/28/2025	0-4 years	Nil	—	30,709,275 ^(a)	(90,032)	—	(242,216)	30,377,027	51.55	51.75 ^(b)	50.37
Category subtotal:				363,521,176	113,981,760	(44,638,546)	—	(13,081,938)	419,782,452			
Service Providers												
	8/30/2023	4 years	Nil	234,716	—	—	—	(11,511)	223,205	N/A	N/A	N/A
	11/21/2023	4 years	Nil	10,800	—	—	—	—	10,800	N/A	N/A	N/A
	3/20/2024	4 years	Nil	336,899	—	(47,353)	—	(147,467)	142,079	N/A	N/A	46.38
	5/24/2024	4 years	Nil	189,141	—	(105,400)	—	—	83,741	N/A	N/A	53.00
	8/22/2024	1-4 years	Nil	154,913	—	—	—	(10,225)	144,688	N/A	N/A	N/A
	11/20/2024	1-4 years	Nil	118,986	—	—	—	—	118,986	N/A	N/A	N/A
	3/19/2025	1-4 years	Nil	—	171,171 ^(a)	—	—	—	171,171	57.65	58.20 ^(b)	N/A
	5/28/2025	1-4 years	Nil	—	117,803 ^(a)	—	—	—	117,803	51.55	51.75 ^(b)	N/A
Category subtotal:				1,045,455	288,974	(152,753)	—	(169,203)	1,012,473			
Total:				364,566,631	114,270,734	(44,791,299)	—	(13,251,141)	420,794,925			

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(1): The fair value of the award Shares granted during the Reporting Period were determined based on the market value of the Shares at the respective grant dates.

(2): A time-based vesting schedule is applicable to the award Shares. The number of award Shares to be vested at every anniversary year shall be based on the selected participant's performance rank in the said anniversary year. The performance rank is linked to the performance of the selected participant (and in some cases of the selected participant's department) in the anniversary year as assessed by the Group.

Further details of the 2023 Share Scheme are set out in Note 27 to the interim financial information.

5. 2024 Xiaomi HK Share Scheme

The 2024 Xiaomi HK Share Scheme was approved at the annual general meeting by the Shareholders on June 6, 2024. The purpose of the 2024 Xiaomi HK Share Scheme is (1) to provide Xiaomi HK with a flexible means of retaining, incentivising and rewarding eligible participants by compensating and/or providing benefits to them; (2) to align the interests of eligible participants with those of Xiaomi HK and its shareholders by providing them with the opportunity to acquire interests in Xiaomi HK and become its shareholders, and thereby; (3) to encourage eligible participants to contribute to the business development, long-term growth, performance and profits of Xiaomi HK and to enhance the value of Xiaomi HK and the Company for the benefit of the Company, Xiaomi HK and the Shareholders as a whole.

The total number of Xiaomi HK Shares that may be issued pursuant to all awards to be granted under the 2024 Xiaomi HK Share Scheme and awards to be granted under any other share schemes of Xiaomi HK is not more than 1,000,000,000 (the "**XMHK Scheme Mandate Limit**"). Within the XMHK Scheme Mandate Limit, the total number of Shares which may be issued pursuant to awards to be granted to service provider participants under the 2024 Xiaomi HK Share Scheme is not more than 50,000,000 (the "**XMHK Service Provider Sublimit**").

As at January 1, 2025, 516,964,706 Xiaomi HK Shares and 50,000,000 Xiaomi HK Shares were available for grant under the XMHK Scheme Mandate Limit and the XMHK Service Provider Sublimit, respectively. During the Reporting Period, 11,668,084 award Xiaomi HK Shares were granted to eligible participants (no award Xiaomi HK Shares granted to service providers) under the 2024 Xiaomi HK Share Scheme and 14,572,855 award Xiaomi HK Shares were forfeited (no award Xiaomi HK Shares forfeited from service providers) pursuant to the 2024 Xiaomi HK Share Scheme. It follows that, as of June 30, 2025, 519,869,477 Xiaomi HK Shares and 50,000,000 Xiaomi HK Shares were available for grant under the XMHK Scheme Mandate Limit and the XMHK Service Provider Sublimit, respectively.

Details of the share options granted under the 2024 Xiaomi HK Share Scheme and their movements during the Reporting Period are as follows:

Grantees by category	Date of grant	Vesting period	Exercise period	Number of share options					Outstanding as at June 30, 2025	Exercise price (US\$)	Fair value of options at the date of grant during the period and the accounting standard and policy adopted (US\$)
				Outstanding as at January 1, 2025	Granted during the period	Cancelled during the period	Lapsed during the period	Exercised during the period			
Employee Participants											
	11/20/2024	11/21/2024 to 7/2/2032	11/21/2024 to 11/20/2034	483,035,294	—	—	(14,530,855)	—	468,504,439	0.10	N/A
	3/19/2025	3/20/2025 to 3/19/2030	3/20/2025 to 3/19/2035	—	10,244,813 ⁽²⁾	—	(42,000)	—	10,202,813	0.10	0.74–0.75 ⁽¹⁾
	5/28/2025	11/20/2025 to 5/28/2030	5/29/2025 to 5/28/2035	—	1,423,271 ⁽²⁾	—	—	—	1,423,271	0.10	0.75 ⁽¹⁾
Total:				483,035,294	11,668,084	—	(14,572,855)	—	480,130,523		

[1]: Details of the valuation of the award Xiaomi HK Shares granted during the Reporting Period, including the accounting standard and policy adopted, are set out in Note 27 to the interim financial information.

[2]: A time-based vesting schedule is applicable to the award Xiaomi HK Shares. The number of award Xiaomi HK Shares to be vested at every anniversary year shall be based on the Xiaomi HK selected participant's performance rank in the said anniversary year. The performance rank is linked to the performance of the Xiaomi HK selected participant (and in some cases of the Xiaomi HK selected participant's department) in the anniversary year as assessed by the Group.

Further details of the 2024 Xiaomi HK Share Scheme are set out in Note 27 to the interim financial information.

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Weighted Voting Rights

The Company is controlled through weighted voting rights. Each Class A Share has 10 votes per share and each Class B Share has one vote per share except with respect to resolutions regarding a limited number of Reserved Matters, where each Share has one vote. The Company's weighted voting rights structure will enable the WVR Beneficiaries to exercise voting control over the Company notwithstanding the WVR Beneficiaries do not hold a majority economic interest in the share capital of the Company. This allows the Company to benefit from the continuing vision and leadership of the WVR Beneficiaries who will control the Company with a view to its long-term prospects and strategy.

Shareholders and prospective investors are advised to be aware of the potential risks of investing in companies with weighted voting rights structures, in particular that interests of the WVR Beneficiaries may not necessarily always be aligned with those of our Shareholders as a whole, and that the WVR Beneficiaries will be in a position to exert significant influence over the affairs of the Company and the outcome of shareholders' resolutions, irrespective of how other shareholders vote. Prospective investors should make the decision to invest in the Company only after due and careful consideration.

As of June 30, 2025, the WVR Beneficiaries were Lei Jun and Lin Bin. Lei Jun beneficially owns 4,067,406,863 Class A Shares, representing approximately 61.1% of the voting rights in the Company with respect to shareholder resolutions relating to matters other than the Reserved Matters. The Class A Shares are held by Smart Mobile Holdings Limited, a company indirectly wholly-owned by a trust established by Lei Jun (as settlor) for the benefit of Lei Jun and his family. Lin Bin beneficially owns 448,874,946 Class A Shares, representing 6.7% of the voting rights in the Company with respect to shareholder resolutions relating to matters other than the Reserved Matters.

Class A Shares may be converted into Class B Shares on a one-to-one ratio. As of June 30, 2025, upon the conversion of all the issued and outstanding Class A Shares into Class B Shares, the Company will issue 4,516,281,809 Class B Shares, representing 21.1% of the total number of issued and outstanding Class B Shares (excluding any treasury Shares) or 17.4% of the issued share capital (excluding any treasury Shares) of the Company.

The weighted voting rights attached to Class A Shares will cease when none of the WVR Beneficiaries have beneficial ownership of any of the Class A Shares in accordance with Rule 8A.22 of the Listing Rules. This may occur:

- (i) upon the occurrence of any of the circumstances set out in Rule 8A.17 of the Listing Rules, in particular where the WVR Beneficiary is: (1) deceased; (2) no longer a member of the Board; (3) deemed by the Stock Exchange to be incapacitated for the purpose of performing his duties as a director; or (4) deemed by the Stock Exchange to no longer meet the requirements of a director set out in the Listing Rules;

- (ii) when the Class A Shareholders have transferred to another person the beneficial ownership of, or economic interest in, all of the Class A Shares or the voting rights attached to them, other than in the circumstances permitted by Rule 8A.18 of the Listing Rules;
- (iii) where a vehicle holding Class A Shares on behalf of a WVR Beneficiary no longer complies with Rule 8A.18(2) of the Listing Rules; or
- (iv) when all of the Class A Shares have been converted to Class B Shares.

Compliance with the Corporate Governance Code

The Company is committed to maintaining and promoting stringent corporate governance standards. The principles of the Company's corporate governance are to promote effective internal control measures and to enhance the transparency and accountability of the Board to all shareholders.

Save for code provision C.2.1 of the CG Code, the Company has complied with the applicable code provisions set out in the CG Code during the Reporting Period.

Pursuant to code provision C.2.1 of the CG Code, companies listed on the Stock Exchange are expected to comply with, but may choose to deviate from the requirement that the responsibilities between the chairman and the chief executive officer should be segregated and should not be performed by the same individual. The Company does not have a separate chairman and chief executive officer and Mr. Lei Jun currently performs these two roles. The Board believes that vesting the roles of both chairman and chief executive officer in the same person has the benefit of ensuring consistent leadership within the Group and enabling more effective and efficient overall strategic planning for the Group. The Board considers that the balance of power and authority for the present arrangement will not be impaired and this structure will enable the Company to make and implement decisions promptly and effectively. The Board will continue to review and consider segregating the roles of chairman of the Board and chief executive officer of the Company at an appropriate time, taking into account the circumstances of the Group as a whole.

Compliance with the Model Code for Securities Transactions by Directors

The Company has adopted the Model Code as the code of conduct regarding the Directors' dealings in the securities of the Company. Having made specific enquiry of all the Directors, all the Directors confirmed that they have complied with the provisions of the Model Code throughout the Reporting Period.

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Purchase, Sale or Redemption of the Company's Listed Securities

During the six months ended June 30, 2025 and up to the Latest Practicable Date, the Company repurchased a total of 6,829,800 Class B Shares on the Stock Exchange at an aggregate consideration of approximately HK\$224,943,300 (the "Shares Repurchased") to enhance the shareholder value in the long run. Particulars of the Shares Repurchased are as follows:

Month of Repurchase	No. of Shares Repurchased	Price paid per share		Aggregate Consideration (approximately) (HK\$)
		Highest (HK\$)	Lowest (HK\$)	
January	6,829,800	33.65	32.60	224,943,300
Total	6,829,800			224,943,300

In respect of the Shares Repurchased, the WVR beneficiaries of the Company simultaneously reduced their WVR in the Company proportionately by way of converting their Class A Shares into Class B Shares on a one-to-one ratio pursuant to Rule 8A.21 of the Listing Rules, such that the proportion of shares carrying WVR of the Company shall not be increased, pursuant to the requirements under Rules 8A.13 and 8A.15 of the Listing Rules.

During the Reporting Period and up to the Latest Practicable Date, the number of Class B Shares in issue (excluding treasury Shares) was reduced by 6,829,800 shares as a result of the repurchase of 6,829,800 Class B Shares in January 2025, which were subsequently cancelled on March 6, 2025. A total of 1,228,325 Class A Shares were converted into Class B Shares on a one-to-one ratio on March 6, 2025, of which Mr. Lei Jun, through Smart Mobile Holdings Limited, converted 1,106,241 Class A Shares and Mr. Lin Bin, through Apex Star LLC, converted 122,084 Class A Shares.

In March 2025, the Company conducted the 2025 Placing and Subscription. For further details, please refer to the section headed "Liquidity, Financial Resources and Gearing" above and "Use of Net Proceeds from the 2025 Placing and Subscription" below and the announcements of the Company dated March 25, 2025 and March 31, 2025.

Save as disclosed above, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's securities listed on the Stock Exchange (including sale of treasury Shares) during the six months ended June 30, 2025 and up to the Latest Practicable Date.

Disclosure of Changes in Directors' Information Pursuant to Listing Rule 13.51(B)(1)

Mr. Wong Shun Tak became an independent non-executive director of JNBY Design Limited (SEHK Stock Code: 3306) with effect from September 8, 2025.

Save as disclosed above, the Company is not aware of other changes in the Directors' information which are required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

Interim Dividend

The Board has resolved not to declare an interim dividend for the Reporting Period.

Use of Net Proceeds from the 2025 Placing and Subscription

On March 27, 2025, the Company completed the 2025 Placing and Subscription. In respect of the Subscription, the subscription price per new Class B Share was HK\$53.25 per Class B Share, which represented a discount of approximately 6.6% to the closing price of HK\$57.00 per Class B Share as quoted on the Stock Exchange on the last trading day prior to the signing of the placing and subscription agreement, and the aggregate nominal value of the subscription Shares was U.S.\$2,000.0 (equivalent to approximately HK\$15,545.7).

The 2025 Placing and the Subscription was undertaken to further enlarge the Shareholders' equity base of the Company, optimize the capital structure of the Company and support a healthy and sustainable development of the Company. The net proceeds from the Subscription (after deducting all fees, costs and expenses properly incurred by the Smart Mobile Holdings Limited and the Company (including the managers' commission, the stamp duty, the Stock Exchange trading fee and the SFC transaction levy) to be borne by the Company, and other expenses incurred by the Company, in connection with the 2025 Placing and the Subscription) were approximately HK\$42.5 billion. The net subscription price, after deducting such fees, costs and expenses, was therefore approximately HK\$53.11 per subscription Share.

The Company has used and intends to use the net proceeds for (a) the acceleration of our business expansion; (b) investments in research and development to further advance our technological capabilities; and (c) other general corporate purposes. There has been no change in the intended use of net proceeds as previously disclosed in the announcement of the Company dated March 25, 2025. The Company expects to fully utilize the residual amount of the net proceeds in accordance with such intended purposes within two years. For further details, please refer to the announcements of the Company dated March 25, 2025 and March 31, 2025.

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As of June 30, 2025, the Company had utilized the net proceeds as set out in the table below:

	Allocation of net proceeds from the 2025 Placing and Subscription (HK\$ million)	Utilization as of June 30, 2025 (HK\$ million)	Unutilized amount as of June 30, 2025 (HK\$ million)
Acceleration of business expansion	19,120.5	3,777.9	15,342.6
Investments in research and development to further advance technological capabilities	19,120.5	4,560.0	14,560.5
Other general corporate purposes	4,248.9	795.4	3,453.5
Total	42,489.9	9,133.3	33,356.6

Audit Committee

The Company has established the Audit Committee in compliance with Rule 3.21 of the Listing Rules and the CG Code. The primary duties of the Audit Committee are to review and supervise the financial reporting process and internal controls system of the Group, review and approve connected transactions and to advise the Board. The Audit Committee comprises one non-executive Director and two independent non-executive Directors, namely, Liu Qin, Chen Dongsheng and Wong Shun Tak. Wong Shun Tak is the chairman of the Audit Committee.

The Audit Committee has reviewed the interim report and the unaudited interim results of the Group for the three and six months ended June 30, 2025. The Audit Committee has also discussed matters with respect to the accounting policies and practices adopted by the Company and internal control with senior management members and the external auditor of the Company, PricewaterhouseCoopers.

Other Board Committees

In addition to the Audit Committee, the Company has also established a nomination committee, a remuneration committee and a corporate governance committee.

Corporate Governance Committee

The Company has established the Corporate Governance Committee in compliance with Rule 8A.30 of the Listing Rules and the CG Code. The Corporate Governance Committee is responsible for performing the functions set out in code provision A.2.1 of the CG Code. The primary duties of the Corporate Governance Committee are to ensure that the Company is operated and managed for the benefit of all Shareholders indiscriminately and to ensure the Company's compliance with the Listing Rules and safeguards relating to the weighted voting rights structure of the Company. The Corporate Governance Committee would review the Company's corporate governance policies and practices, training and continuous professional development of Directors and senior management, the Company's policies and practices on compliance with legal and regulatory requirements, and the Company's compliance with the CG Code. As at the Latest Practicable Date, the members of the Corporate Governance Committee are the independent nonexecutive Directors, namely, Chen Dongsheng, Wong Shun Tak and Cai Jinqing. Chen Dongsheng is the chairman of the Corporate Governance Committee.

The following is a summary of work performed by the Corporate Governance Committee during the Reporting Period:

- Reviewed and monitored whether the Company is operated and managed for the benefits of all its Shareholders.
- Reviewed the policies and practices of the Company on corporate governance and on compliance with legal and regulatory requirements. The policies reviewed include Code for Securities Transactions by Directors and Relevant Employees, board diversity policy, director nomination policy, shareholders' communication policy, procedures for nomination of director by shareholders, disclosure of information policy, connected transactions policy, whistle-blowing policy, dividend policy, board remuneration policy, board policy on obtaining independent views and inputs, and other corporate governance policies.
- Reviewed the Company's compliance with the CG Code and the deviation(s) from code provision C.2.1 of the CG Code and the Company's disclosure for compliance with Chapter 8A of the Listing Rules.
- Reviewed the remuneration, the terms of engagement and the re-appointment of the Company's compliance advisor.
- Reviewed and monitored the management of conflicts of interests between the Group/the Shareholders on one hand and the WVR Beneficiaries on the other.
- Reviewed and monitored all risks related to the weighted voting rights structure, including connected transactions between the Group/the Shareholders on one hand and the WVR Beneficiaries on the other.

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- Reviewed the arrangements for the training and continuous professional development of Directors and senior management (in particular, Chapter 8A of the Listing Rules and knowledge in relation to risks relating to the weighted voting rights structure).
- Sought to ensure effective and on-going communication between the Company and its Shareholders, particularly with regards to the requirements of Rule 8A.35 of the Listing Rules.
- Reviewed the Company's compliance with the ESG Reporting Guide and annual management practices on material ESG issues (such as data security and privacy protection, circular economy and business ethics) and disclosure in the Environmental, Social and Governance Report.
- Reviewed the Company's progress in achieving the annual ESG management goals and provide guidance and supervision to the ESG team.
- Reported on the work of the Corporate Governance Committee covering all areas of its terms of reference.

The Corporate Governance Committee has confirmed that (i) the WVR Beneficiaries have been members of the Board throughout the Reporting Period; (ii) no matter under Rule 8A.17 of the Listing Rules has occurred during the Reporting Period; and (iii) the WVR Beneficiaries have complied with Rules 8A.14, 8A.15, 8A.18 and 8A.24 of the Listing Rules during the Reporting Period.

In particular, the Corporate Governance Committee has confirmed to the Board it is of the view that the Company has adopted sufficient corporate governance measures to manage the potential conflict of interest between the Group and the beneficiaries of weighted voting rights in order to ensure that the operations and management of the Company are in the interests of the Shareholders as a whole indiscriminately. These measures include the Corporate Governance Committee (a) reviewing and monitoring each transaction contemplated to be entered into by the Group and making a recommendation to the Board prior to the transaction being entered into, of any potential conflict of interest between the Group and/or the Shareholders and any beneficiaries of the weighted voting rights, and (b) ensuring that (i) any connected transactions are disclosed and dealt with in accordance with the requirements of the Listing Rules, (ii) their terms are fair and reasonable and in the interest of the Company and its Shareholders as a whole, (iii) any directors who have a conflict of interest abstain from voting on the relevant board resolution, and (iv) the Compliance Advisor is consulted on any matters related to the transactions involving the beneficiaries of weighted voting rights or a potential conflict of interest between the Group and these beneficiaries. The Corporate Governance Committee recommended the Board to continue the implementation of these measures and to periodically review their efficacy towards these objectives.

Having reviewed the remuneration and terms of engagement of the Compliance Advisor, the Corporate Governance Committee confirmed to the Board that it was not aware of any factors that would require it to consider either the removal of the current Compliance Advisor or the appointment of a new compliance advisor. As a result, the Corporate Governance Committee recommended that the Board retain the services of the Compliance Advisor.

Restriction on Foreign Investment Access

On December 11, 2001, the State Council promulgated the Regulations for the Administration of Foreign-Invested Telecommunications Enterprises (the “FITE Regulations”), which were amended on September 10, 2008, February 6, 2016 and March 26, 2022. According to the FITE Regulations, foreign investors are not allowed to hold more than 50% of the equity interests in a company providing value-added telecommunications services, except as otherwise prescribed by the state.

Because foreign investment in certain areas of the industry in which we currently and may operate are subject to restrictions under current PRC laws and regulations outlined above, after consultation with our PRC Legal Advisor, we determined that it was not viable for the Company to control our Consolidated Affiliated Entities directly through equity ownership. Instead, we decided that, in line with common practice in industries in the PRC subject to foreign investment restrictions, the Company would gain effective control over, and have the right to receive all the economic benefits generated by the businesses currently operated by Consolidated Affiliated Entities through the Contractual Arrangements between the WFOEs, on the one hand, and the Consolidated Affiliated Entities and the Registered Shareholders, on the other hand. The Contractual Arrangements allow the financial results of our Consolidated Affiliated Entities to be consolidated into our results of the Group’s financial information as if they were subsidiaries of the Group.

Further details of the Contractual Arrangements are set out in the Prospectus and the Company’s 2024 annual report published on April 24, 2025.

Material Litigation

As at June 30, 2025, the Company was not involved in any material litigation or arbitration, nor were the Directors aware of any material litigation or claims that were pending or threatened against the Company.

Events after the Reporting Period

Save as disclosed in this interim report, there were no other significant events that might affect the Group after June 30, 2025 and up to the Latest Practicable Date.

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION



羅兵咸永道

To the Board of Directors of Xiaomi Corporation
(incorporated in the Cayman Islands with limited liability)

Introduction

We have reviewed the interim financial information set out on pages 55 to 118, which comprises the interim condensed consolidated balance sheet of Xiaomi Corporation (the “**Company**”) and its subsidiaries (together, the “**Group**”) as of June 30, 2025 and the interim condensed consolidated income statements and the interim condensed consolidated statements of comprehensive income for the three-month and six-month periods then ended, the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the six-month period then ended, and selected 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 International Accounting Standard 34 “Interim Financial Reporting”. The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34 “Interim Financial Reporting”. Our responsibility is to express a conclusion on this interim financial information 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 International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. 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 International 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 of the Group is not prepared, in all material respects, in accordance with International Accounting Standard 34 “Interim Financial Reporting”.

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, August 19, 2025

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INTERIM CONDENSED CONSOLIDATED INCOME STATEMENTS

For the three months and six months ended June 30, 2025

(Expressed in Renminbi ("RMB"))

	Note	Unaudited Three months ended June 30,		Unaudited Six months ended June 30,	
		2025	2024	2025	2024
		RMB'000	RMB'000	RMB'000	RMB'000
Revenue	6	115,956,091	88,887,828	227,249,428	164,394,650
Cost of sales	6, 9	(89,855,133)	(70,493,651)	(175,742,560)	(129,170,756)
Gross profit		26,100,958	18,394,177	51,506,868	35,223,894
Research and development expenses	9	(7,763,377)	(5,497,729)	(14,475,085)	(10,657,116)
Selling and marketing expenses	9	(7,777,971)	(5,899,052)	(14,977,788)	(11,380,099)
Administrative expenses	9	(1,627,144)	(1,182,524)	(3,157,238)	(2,705,531)
Fair value changes on financial instruments measured at fair value through profit or loss		3,363,497	(849,410)	6,190,519	(2,075,902)
Share of net profits of investments accounted for using the equity method	11	86,864	86,385	150,395	241,776
Other income	7	299,446	287,246	461,212	444,653
Other gains, net	8	754,446	549,628	863,243	480,084
Operating profit		13,436,719	5,888,721	26,562,126	9,571,759
Finance income	10	1,478,526	876,875	2,482,491	1,896,310
Finance costs	10	(512,462)	(86,211)	(1,473,866)	433,694
Profit before income tax		14,402,783	6,679,385	27,570,751	11,901,763
Income tax expenses	12	(2,529,620)	(1,609,716)	(4,804,842)	(2,658,882)
Profit for the period		11,873,163	5,069,669	22,765,909	9,242,881
Attributable to:					
— Owners of the Company		11,904,405	5,098,002	22,828,726	9,280,063
— Non-controlling interests		(31,242)	(28,333)	(62,817)	(37,182)
		11,873,163	5,069,669	22,765,909	9,242,881
Earnings per share (expressed in RMB per share):	13				
Basic		0.46	0.21	0.90	0.37
Diluted		0.45	0.20	0.87	0.36

The above interim condensed consolidated income statements should be read in conjunction with the accompanying notes.

INTERIM CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the three months and six months ended June 30, 2025

(Expressed in RMB)

	Note	Unaudited Three months ended June 30, 2025 RMB'000		Unaudited Six months ended June 30, 2025 RMB'000	
		2025	2024	2025	2024
		RMB'000	RMB'000	RMB'000	RMB'000
Profit for the period		11,873,163	5,069,669	22,765,909	9,242,881
Other comprehensive (loss)/income:					
<i>Items that may be reclassified subsequently to profit or loss</i>					
Share of other comprehensive income/(loss) of investments accounted for using the equity method	11	4,666	757	13,395	(12,508)
Transfer from other comprehensive (income)/loss to profit or loss upon disposal and deemed disposal of investments accounted for using the equity method		(2,256)	2,876	(2,256)	2,876
Net gains/(losses) from changes in fair value of financial assets at fair value through other comprehensive income		23,776	(11,434)	56,278	(16,362)
Currency translation differences		(112,140)	108,937	(70,286)	142,177
<i>Item that will not be reclassified subsequently to profit or loss</i>					
Currency translation differences		(199,805)	179,477	(263,393)	253,666
Other comprehensive (loss)/income for the period, net of tax		(285,759)	280,613	(266,262)	369,849
Total comprehensive income for the period		11,587,404	5,350,282	22,499,647	9,612,730
Attributable to:					
— Owners of the Company		11,633,637	5,383,867	22,580,000	9,655,013
— Non-controlling interests		(46,233)	(33,585)	(80,353)	(42,283)
		11,587,404	5,350,282	22,499,647	9,612,730

The above interim condensed consolidated statements of comprehensive income should be read in conjunction with the accompanying notes.

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

As of June 30, 2025

(Expressed in RMB)

	Note	Unaudited As of June 30, 2025 RMB'000	Audited As of December 31, 2024 RMB'000
Assets			
Non-current assets			
Property, plant and equipment	14	22,212,155	18,087,583
Intangible assets	15	7,937,987	8,152,721
Investments accounted for using the equity method	11	6,034,029	6,151,055
Long-term investments measured at fair value through profit or loss	16	74,162,523	62,112,188
Deferred income tax assets	26	2,710,583	2,781,982
Term bank deposits		94,313,995	58,520,305
Long-term investments measured at amortized cost	16	10,658,560	3,219,462
Other non-current assets	23	19,867,964	18,421,227
		237,897,796	177,446,523
Current assets			
Inventories	20	65,825,475	62,509,682
Trade and notes receivables	18	18,845,260	14,588,579
Loan receivables	17	11,111,847	12,261,490
Prepayments and other receivables	19	30,306,542	29,100,116
Bills receivables measured at fair value through other comprehensive income		184,110	1,255,767
Short-term investments measured at fair value through other comprehensive income	16	1,473,109	1,681,062
Short-term investments measured at amortized cost	16	—	700,163
Short-term investments measured at fair value through profit or loss	16	17,420,176	28,123,777
Term bank deposits		57,033,640	36,350,271
Restricted cash	21(b)	5,411,773	5,476,417
Cash and cash equivalents	21(a)	36,008,030	33,661,442
		243,619,962	225,708,766
Total assets		481,517,758	403,155,289

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

As of June 30, 2025

(Expressed in RMB)

	Note	Unaudited As of June 30, 2025 RMB'000	Audited As of December 31, 2024 RMB'000
Equity and liabilities			
Equity attributable to owners of the Company			
Share capital	24	425	407
Reserves		252,473,281	188,737,370
		252,473,706	188,737,777
Non-controlling interests		386,989	467,342
Total equity		252,860,695	189,205,119
Liabilities			
Non-current liabilities			
Borrowings	25	18,271,941	17,275,721
Deferred income tax liabilities	26	1,933,737	1,282,196
Provisions		2,187,132	1,695,063
Other non-current liabilities	28	17,935,260	18,312,200
		40,328,070	38,565,180
Current liabilities			
Trade payables	29	108,393,324	98,280,585
Other payables and accruals	30	38,457,592	36,372,035
Advance from customers		19,363,377	16,581,252
Borrowings	25	10,640,895	13,327,297
Income tax liabilities		3,703,966	3,822,134
Provisions		7,769,839	7,001,687
		188,328,993	175,384,990
Total liabilities		228,657,063	213,950,170
Total equity and liabilities		481,517,758	403,155,289

The above interim condensed consolidated balance sheet should be read in conjunction with the accompanying notes.

On behalf of the Board

Lei Jun
Director

Lin Bin
Director

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended June 30, 2025

(Expressed in RMB)

	Note	Unaudited Attributable to owners of the Company Reserves						Non- controlling interests RMB'000	Total equity RMB'000
		Share capital RMB'000	Treasury shares RMB'000	Share premium RMB'000	Other reserves RMB'000	Retained earnings RMB'000	Sub-total RMB'000		
Balance at January 1, 2025		407	(34,678)	60,117,658	17,113,248	111,541,142	188,737,777	467,342	189,205,119
Comprehensive income									
Profit for the period		—	—	—	—	22,828,726	22,828,726	(62,817)	22,765,909
Other comprehensive loss									
<i>Items that may be reclassified subsequently to profit or loss</i>									
Share of other comprehensive income of investments accounted for using the equity method	11	—	—	—	13,395	—	13,395	—	13,395
Transfer from other comprehensive income to profit or loss upon disposal of investments accounted for using the equity method		—	—	—	(2,256)	—	(2,256)	—	(2,256)
Net gains from changes in fair value of financial assets at fair value through other comprehensive income		—	—	—	56,278	—	56,278	—	56,278
Currency translation differences		—	—	—	(52,750)	—	(52,750)	(17,536)	(70,286)
<i>Item that will not be reclassified subsequently to profit or loss</i>									
Currency translation differences		—	—	—	(263,393)	—	(263,393)	—	(263,393)
Total comprehensive income		—	—	—	(248,726)	22,828,726	22,580,000	(80,353)	22,499,647
Transactions with owners in their capacity as owners									
Purchase of own shares	24	—	(599,317)	—	—	—	(599,317)	—	(599,317)
Cancellation of shares	24	—	207,072	(207,072)	—	—	—	—	—
Issuance of shares upon placement	24	14	—	39,225,977	—	—	39,225,991	—	39,225,991
Release of ordinary shares from Share Scheme Trusts	24	—	382,850	1,487,537	(1,863,009)	—	7,378	—	7,378
Share of other reserves of investments accounted for using the equity method	11	—	—	—	79,121	—	79,121	—	79,121
Transfer from other reserves to profit or loss upon disposal of investments accounted for using the equity method		—	—	—	(20,144)	—	(20,144)	—	(20,144)
Employees share-based compensation scheme:									
— value of employee services	27	—	—	—	2,363,735	—	2,363,735	—	2,363,735
— exercise of share options	24, 27	4	—	322,381	(265,858)	—	56,527	—	56,527
Conversion of convertible bonds	24	—	—	54,520	(13,004)	—	41,516	—	41,516
Appropriation to general reserves		—	—	—	(8,253)	8,253	—	—	—
Others		—	—	—	1,122	—	1,122	—	1,122
Total transactions with owners in their capacity as owners		18	(9,395)	40,883,343	273,710	8,253	41,155,929	—	41,155,929
Balance at June 30, 2025		425	(44,073)	101,001,001	17,138,232	134,378,121	252,473,706	386,989	252,860,695

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended June 30, 2025

(Expressed in RMB)

	Note	Unaudited Attributable to owners of the Company Reserves						Non- controlling interests RMB'000	Total equity RMB'000
		Share capital RMB'000	Treasury shares RMB'000	Share premium RMB'000	Other reserves RMB'000	Retained earnings RMB'000	Sub-total RMB'000		
Balance at January 1, 2024		407	(438,291)	60,778,287	15,483,618	88,171,468	163,995,489	266,279	164,261,768
Comprehensive income									
Profit for the period		—	—	—	—	9,280,063	9,280,063	(37,182)	9,242,881
Other comprehensive income									
Items that may be reclassified subsequently to profit or loss									
Share of other comprehensive loss of investments accounted for using the equity method	11	—	—	—	(12,508)	—	(12,508)	—	(12,508)
Transfer from other comprehensive loss to profit or loss upon deemed disposal of investments accounted for using the equity method		—	—	—	2,876	—	2,876	—	2,876
Net losses from changes in fair value of financial assets at fair value through other comprehensive income		—	—	—	(16,362)	—	(16,362)	—	(16,362)
Currency translation differences		—	—	—	147,278	—	147,278	(5,101)	142,177
Item that will not be reclassified subsequently to profit or loss									
Currency translation differences		—	—	—	253,666	—	253,666	—	253,666
Total comprehensive income		—	—	—	374,950	9,280,063	9,655,013	(42,283)	9,612,730
Transactions with owners in their capacity as owners									
Purchase of own shares	24	—	(2,903,979)	—	—	—	(2,903,979)	—	(2,903,979)
Cancellation of shares	24	(3)	2,004,356	(2,004,353)	—	—	—	—	—
Release of ordinary shares from Share Scheme Trusts	24	3	186,090	1,709,409	(1,888,979)	—	6,523	—	6,523
Share of other reserves of investments accounted for using the equity method	11	—	—	—	16,092	—	16,092	—	16,092
Transfer from other reserves to profit or loss upon deemed disposal of investments accounted for using the equity method		—	—	—	(31,581)	—	(31,581)	—	(31,581)
Employees share-based compensation scheme:									
— value of employee services	27	—	—	—	1,799,516	—	1,799,516	—	1,799,516
— exercise of share options	24, 27	—	—	188,223	(153,549)	—	34,674	—	34,674
Capital injection from non-controlling interests		—	—	—	—	—	—	400,079	400,079
Appropriation to general reserves		—	—	—	(14,411)	14,411	—	—	—
Total transactions with owners in their capacity as owners		—	(713,533)	(106,721)	(272,912)	14,411	(1,078,755)	400,079	(678,676)
Balance at June 30, 2024		407	(1,151,824)	60,671,566	15,585,656	97,465,942	172,571,747	624,075	173,195,822

The above interim condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended June 30, 2025

(Expressed in RMB)

	Note	Unaudited Six months ended June 30, 2025 RMB'000	2024 RMB'000
Cash flows from operating activities			
Cash generated from operations		32,008,513	5,021,874
Income tax paid		(3,953,773)	(2,491,299)
Net cash generated from operating activities		28,054,740	2,530,575
Cash flows from investing activities			
Purchase of property, plant and equipment, land use rights and intangible assets		(5,085,940)	(2,267,908)
Proceeds from disposal of property, plant and equipment		7,634	254,311
Proceeds from disposal of land use rights		—	769,837
Placement of term bank deposits		(88,987,742)	(44,721,404)
Proceeds from maturity/disposal of term bank deposits		32,957,784	44,997,554
Purchase of short-term investments measured at fair value through profit or loss		(30,067,307)	(31,811,960)
Proceeds from maturity of short-term investments measured at fair value through profit or loss		40,862,185	33,439,970
Purchase of short-term investments measured at fair value through other comprehensive income		(2,160,086)	(1,144,934)
Proceeds from maturity of short-term investments measured at fair value through other comprehensive income		2,369,778	665,802
Purchase of long-term investments measured at amortized cost		(7,504,610)	—
Purchase of short-term investments measured at amortized cost		—	(1,000,000)
Proceeds from maturity of short-term investments measured at amortized cost		700,000	500,000
Interest income received		1,829,829	1,850,478
Investment income received		227,608	212,974
Purchase of long-term investments measured at fair value through profit or loss		(12,009,478)	(1,146,550)
Proceeds from disposal of long-term investments measured at fair value through profit or loss		6,005,705	2,102,117
Purchase of investments accounted for using the equity method		—	(115,000)
Proceeds from disposal of investments accounted for using the equity method		545,159	30
Dividends received		180,842	123,761
Net cash (used in)/generated from investing activities		(60,128,639)	2,709,078

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended June 30, 2025

(Expressed in RMB)

	Note	Unaudited Six months ended June 30, 2025 RMB'000	2024 RMB'000
Cash flows from financing activities			
Proceeds from borrowings		11,721,938	12,436,649
Repayment of borrowings		(12,920,591)	(7,759,247)
Finance expenses paid		(387,820)	(348,935)
Contribution from fund investors		1,082,914	1,140,450
Distribution to fund investors		(1,991,175)	(588,720)
Net proceeds from exercise of share options		103,631	38,175
Payments for shares repurchase		(207,072)	(3,032,539)
Issuance of shares upon placement		39,225,991	—
Payments to holders of employee fund		—	(2,971)
Proceeds from financial assets sold under repurchase agreements		367,840	369,844
Capital injection from non-controlling interests		—	400,079
Payments of lease liabilities		(1,254,754)	(698,802)
Payments of deferred consideration for acquisition of intangible assets		(1,306,598)	(1,498,683)
Net cash generated from financing activities		34,434,304	455,300
Net increase in cash and cash equivalents			
Cash and cash equivalents at the beginning of the period	21(a)	33,661,442	33,631,313
Effects of exchange rate changes on cash and cash equivalents		(13,817)	9,554
Cash and cash equivalents at the end of the period	21(a)	36,008,030	39,335,820

The above interim condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

1 General information

Xiaomi Corporation (the “**Company**”), was incorporated in the Cayman Islands on January 5, 2010 as an exempted company with limited liability under the Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The address of the Company’s registered office is at the offices of Maples Corporate Services Limited, PO Box 309, Ugland House, Grand Cayman, KY1-1104, Cayman Islands.

The Company is an investment holding company. The Company and its subsidiaries, including controlled structured entities (together, the “**Group**”) are principally engaged in development and sales of smartphones, internet of things (“**IoT**”) and lifestyle products, provision of internet services, development, manufacture and sales of smart electric vehicles (“**EV**”), research and development of Artificial Intelligence (“**AI**”) and other new initiatives and investments holding in the People’s Republic of China (“**the PRC**”) and other countries or regions.

Lei Jun is the ultimate controlling shareholder of the Company as of the date of approval of this interim financial information.

The interim condensed consolidated financial information comprises the interim condensed consolidated balance sheet as of June 30, 2025, the interim condensed consolidated income statements and the interim condensed consolidated statements of comprehensive income for the three-month and six-month periods then ended, the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the six-month period then ended, and selected explanatory notes (collectively, the “**Interim Financial Information**”). The Interim Financial Information is presented in RMB, unless otherwise stated.

The Interim Financial Information was approved by the Board of Directors of the Company on August 19, 2025.

The Interim Financial Information has not been audited but has been reviewed by the external auditor of the Company.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

2 Basis of preparation

The Interim Financial Information has been prepared in accordance with International Accounting Standard (“IAS”) 34, “Interim Financial Reporting”, issued by the International Accounting Standards Board (“IASB”).

The Interim Financial Information does not include all the notes of the type normally included in annual financial statements. The Interim Financial Information should be read in conjunction with the annual audited consolidated financial statements of the Group for the year ended December 31, 2024 which have been prepared in accordance with all applicable IFRS Accounting Standards issued by the IASB (“IFRS Accounting Standards”) as set out in the 2024 annual report of the Company dated March 18, 2025 (the “2024 Financial Statements”), and any public announcement made by the Company during the six months ended June 30, 2025 and up to date of approval of this unaudited Interim Financial Information.

3 Material accounting policies

The accounting policies and methods of computations used in the preparation of the Interim Financial Information are consistent with those used in the preparation of the 2024 Financial Statements, except for the adoption of amended standard as set out below.

Amended standard adopted by the Group

The following amended standard is mandatory for the first time for the Group’s financial year beginning on January 1, 2025 and is applicable for the Group:

- Lack of Exchangeability — Amendments to IAS 21

The amendments listed above did not have any material impact on the amounts recognized in prior periods and are not expected to significantly affect the current or future periods.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

3 Material accounting policies (continued)

New and amended standards issued but not yet effective

Certain new and amended accounting standards have been published that are not mandatory for the six months ended June 30, 2025 and have not been early adopted by the Group, which is listed as below:

	Effective date
Amendments to the Classification and Measurement of Financial Instruments — Amendments to IFRS 9 and IFRS 7	Annual periods beginning on or after January 1, 2026
Annual Improvement to IFRS Accounting Standards-Volume 11	Annual periods beginning on or after January 1, 2026
IFRS 18 — Presentation and Disclosure in Financial Statements	Annual periods beginning on or after January 1, 2027
IFRS 19 — Subsidiaries without Public Accountability: Disclosures	Annual periods beginning on or after January 1, 2027

These standards are not expected to have a material impact on the Group's financial position and performance in the current or future reporting periods and on foreseeable future transactions other than the application of IFRS 18 which will have an impact on presentation and disclosure. The Group will continue to assess the effects of these new and amended standards.

4 Significant accounting estimates

The preparation of the Interim Financial Information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing the Interim Financial Information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were substantially the same as those applied to the 2024 Financial Statements.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

5 Financial risk management

5.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk.

The Group's policies on financial risk management were set out in the 2024 Financial Statements and there have been no significant changes in the financial risk management policies for the three months and six months ended June 30, 2025.

5.2 Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to enhance shareholders' value in the long-term.

The Group monitors capital (including share capital and share premium) by regularly reviewing the capital structure. As a part of this review, the Group considers the cost of capital and the risks associated with the issued share capital. The Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or repurchase the Company's shares. In the opinion of the directors of the Company, the Group has strong cash positions, continuously generating operating profits with a low level of indebtedness.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

5 Financial risk management (continued)

5.3 Fair value estimation

The table below analyzes the Group's financial instruments carried at fair value as of each balance sheet date, by level of the inputs to valuation techniques used to measure fair value.

The following table presents the Group's financial assets and liabilities that are measured at fair value at June 30, 2025.

	Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000	Total RMB'000
(Unaudited)				
Assets				
Long-term investments measured at fair value through profit or loss (Note 16)	8,527,728	—	65,634,795	74,162,523
Short-term investments measured at fair value through profit or loss (Note 16)	—	—	17,420,176	17,420,176
Short-term investments measured at fair value through other comprehensive income (Note 16)	1,473,109	—	—	1,473,109
Bills receivables measured at fair value through other comprehensive income	—	—	184,110	184,110
	10,000,837	—	83,239,081	93,239,918
Liabilities				
Liabilities to investors	—	—	4,269,661	4,269,661

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

5 Financial risk management (continued)

5.3 Fair value estimation (continued)

The following table presents the Group's financial assets and liabilities that are measured at fair value at December 31, 2024.

	Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000	Total RMB'000
(Audited)				
Assets				
Long-term investments measured at fair value through profit or loss (Note 16)	6,613,312	—	55,498,876	62,112,188
Short-term investments measured at fair value through profit or loss (Note 16)	—	—	28,123,777	28,123,777
Short-term investments measured at fair value through other comprehensive income (Note 16)	1,681,062	—	—	1,681,062
Bills receivables measured at fair value through other comprehensive income	—	—	1,255,767	1,255,767
	8,294,374	—	84,878,420	93,172,794
Liabilities				
Liabilities to investors	—	—	3,757,399	3,757,399

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

5 Financial risk management (continued)

5.3 Fair value estimation (continued)

(a) Financial instruments in level 1

The fair value of financial instruments traded in active markets is based on quoted market prices at each of the reporting dates. 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.

(b) Financial instruments in level 2

The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value of an instrument are observable, the instrument is included in level 2.

(c) Financial instruments in level 3

If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Specific valuation techniques used to value financial instruments include:

- Quoted market prices or dealer quotes for similar instruments;
- Discounted cash flow model and unobservable inputs mainly including assumptions of expected future cash flows and discount rate; and
- A combination of observable and unobservable inputs, including risk-free rate, expected volatility, discount rate for lack of marketability, market multiples, etc.

Level 3 instruments of the Group's assets mainly include long-term investments measured at fair value through profit or loss and short-term investments measured at fair value through profit or loss.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

5 Financial risk management (continued)

5.3 Fair value estimation (continued)

(c) Financial instruments in level 3 (continued)

The following table presents the changes in level 3 instruments of long-term investments measured at fair value through profit or loss for the six months ended June 30, 2025 and 2024.

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
At the beginning of the period	55,498,876	54,207,368
Additions	11,635,788	1,321,770
Disposals	(4,093,746)	(1,844,049)
Changes in fair value	3,109,654	(1,236,371)
Transfer from investments accounted for using the equity method	2,713	1,185,826
Transfer to level 1 financial instruments	(418,914)	(306,457)
Currency translation differences	(99,576)	94,570
At the end of the period	65,634,795	53,422,657
Net unrealized gains/(losses) for the period	2,414,864	(1,548,181)

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

5 Financial risk management (continued)

5.3 Fair value estimation (continued)

(c) Financial instruments in level 3 (continued)

The following table presents the changes in level 3 instruments of short-term investments measured at fair value through profit or loss for the six months ended June 30, 2025 and 2024.

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
At the beginning of the period	28,123,777	20,193,662
Additions	30,067,307	31,811,960
Disposals	(41,064,351)	(33,656,018)
Changes in fair value	272,003	209,318
Currency translation differences	21,440	3,075
At the end of the period	17,420,176	18,561,997
Net unrealized gains for the period	189,927	147,331

The Group has a team that manages the valuation of level 3 instruments for financial reporting purposes. The team manages the valuation exercise of the investments on a case by case basis. At least once every year, the team would use valuation techniques to determine the fair value of the Group's level 3 instruments. External valuation experts will be involved when necessary.

The valuation of the level 3 instruments mainly included long-term investments measured at fair value through profit or loss in unlisted companies and certain listed companies for which sale is restricted for a specified period (Note 16), and short-term investments measured at fair value through profit or loss (Note 16). As these instruments are not traded in an active market, their fair values have been determined by using various applicable valuation techniques, including market approach etc.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

5 Financial risk management (continued)

5.3 Fair value estimation (continued)

(c) Financial instruments in level 3 (continued)

The following table summarizes the quantitative information about the significant unobservable inputs used in recurring level 3 fair value measurements.

Description	Fair values		Significant unobservable inputs	Range of inputs		Relationship of unobservable inputs to fair values
	As of	As of		As of	As of	
	June 30, 2025	December 31, 2024		June 30, 2025	December 31, 2024	
	RMB'000 (Unaudited)	RMB'000 (Audited)				
Long-term investments measured at fair value through profit or loss						
— Ordinary shares investments and preferred shares investments	41,877,524	41,326,558	Expected volatility	29%–74%	33%–96%	The higher the expected volatility, the lower the fair value
			Discount for lack of marketability ("DLOM")	2%–25%	3%–30%	The higher the DLOM, the lower the fair value
			Risk-free rate	1.5%–4.0%	1.1%–6.7%	

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

5 Financial risk management (continued)

5.3 Fair value estimation (continued)

(c) Financial instruments in level 3 (continued)

Description	Fair values		Significant unobservable inputs	Range of inputs		Relationship of unobservable inputs to fair values
	As of	As of		As of	As of	
	June 30,	December 31,		June 30,	December 31,	
	2025	2024		2025	2024	
	RMB'000	RMB'000				
	(Unaudited)	(Audited)				
— Treasury investments and other investments	23,757,271	14,172,318	Note (a)			
Short-term investments measured at fair value through profit or loss	17,420,176	28,123,777	Expected rate of return	0.65%–2.52%	0.65%–5.85%	The higher the expected rate of return, the higher the fair value

Note:

- (a) The fair value of these investments (treasury investments and other investments) was determined based on the net asset value of the investments, whose underlying assets and liabilities were measured at fair value.

There were no material transfers between level 1, 2 and 3 of fair value hierarchy classifications during the six months ended June 30, 2025, except that certain financial assets were transferred out of level 3 of fair value hierarchy to level 1 classifications due to the conversion to ordinary shares as the result of the initial public offering or lifting of sale restriction of the investee companies.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

5 Financial risk management (continued)

5.3 Fair value estimation (continued)

(c) Financial instruments in level 3 (continued)

The carrying amounts of the Group's financial assets that are not measured at fair value, mainly including cash and cash equivalents, restricted cash, term bank deposits, short-term investments measured at amortized cost, long-term investments measured at amortized cost, trade and notes receivables, loan receivables and other receivables, and the Group's financial liabilities that are not measured at fair value, mainly including borrowings, trade payables and other payables, approximate their fair values due to short maturities or the interest rates are close to the market interest rates.

6 Segment information

The Group's business activities, for which discrete financial statements are available, are regularly reviewed and evaluated by the Chief Operating Decision Maker ("CODM"). The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Chief Executive Officer of the Company. The Group determined that it has the following reportable segments, which is consistent with the way the Group was reviewed by the CODM:

- Smartphone × AIoT
 - Smartphones
 - IoT and lifestyle products
 - Internet services
 - Other related businesses
- Smart EV, AI and other new initiatives

The CODM assesses the performance of the operating segments mainly based on segment revenue and gross profit of each operating segment. The research and development expenses, selling and marketing expenses and administrative expenses are not included in the measure of the segments' performance that reviewed by CODM as a basis for the purpose of resource allocation and assessment of segment performance. Fair value changes on financial instruments measured at fair value through profit or loss, share of net profits of investments accounted for using the equity method, other income, other gains, net, finance income, finance costs, and income tax expenses are not allocated to individual operating segments as they were centrally monitored by the Group.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

6 Segment information (continued)

The revenues for each segment are described as below:

(a) Smartphone × AIoT:

- Revenues from smartphones are derived from the sale of smartphones.
- Revenues from the IoT and lifestyle products primarily comprise revenues from sales of smart large home appliances, smart TVs, tablets, wearables and other IoT and lifestyle products.
- Revenues from internet services are derived from advertising services and internet value-added services (including online game and fintech business).
- Other related businesses revenues primarily comprise revenue from the hardware repairment services for products, installation services for certain IoT products and sale of materials.

(b) Smart EV, AI and other new initiatives: Revenues from this segment are mainly derived from the sale of smart EV, revenues from other new initiatives are immaterial to the Group.

The cost of sales from each segment mainly comprises:

(a) Smartphone × AIoT:

- The Group's cost of sales for smartphones and IoT and lifestyle products primarily consist of (i) procurement cost of raw materials and components, (ii) assembly cost charged by the Group's outsourcing partners, (iii) royalty fees for certain technologies embedded in the products, (iv) costs, in the forms of production costs and profit-sharing, paid to the Group's partners for procuring ecosystem products, (v) warranty expenses, and (vi) provision for impairment of inventories.
- The Group's cost of sales for internet services primarily consists of (i) content fees to game developers, (ii) bandwidth, server custody and cloud service related costs, and (iii) fintech costs.
- The Group's cost of sales for other related businesses in Smartphone × AIoT segment primarily consists of hardware consumed, installation costs and costs of the sold materials.

(b) Smart EV, AI and other new initiatives: The Group's cost of sales for smart EV, AI and other new initiatives segment primarily consist of (i) procurement cost of direct parts and raw materials, (ii) labor costs, (iii) manufacturing costs (including depreciation of assets associated with the production), (iv) provision of warranty, and (v) write-down of the inventory to its estimated net realizable value.

Other information related to the measurement of profit or loss, together with the segment information, provided to the CODM, is measured in a manner consistent with that applied in the interim condensed consolidated financial statements.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

6 Segment information (continued)

Other than the inventory information by segment, there were no other segment assets and segment liabilities information provided to the CODM, as CODM does not use this information to allocate resources or to evaluate the performance of the operating segments.

There were no material inter-segment sales during the three months and six months ended June 30, 2025 and 2024. The revenues from external customers reported to the CODM are measured in a manner consistent with that applied in the interim condensed consolidated income statements.

The segment results for the three months and six months ended June 30, 2025 and 2024 are as follows:

	Three months ended June 30, 2025						
	Smartphone × AIoT				Smart EV,		Total
	Smartphones	IoT and lifestyle products	Internet services	Other related businesses	Subtotal	AI and other new initiatives	
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
(Unaudited)							
Segment revenues	45,520,009	38,712,153	9,097,747	1,362,918	94,692,827	21,263,264	115,956,091
Cost of sales	(40,299,755)	(29,990,611)	(2,241,978)	(1,680,364)	(74,212,708)	(15,642,425)	(89,855,133)
Gross profit/(loss)	5,220,254	8,721,542	6,855,769	(317,446)	20,480,119	5,620,839	26,100,958

	Three months ended June 30, 2024						
	Smartphone × AIoT				Smart EV,		Total
	Smartphones	IoT and lifestyle products	Internet services	Other related businesses	Subtotal	AI and other new initiatives	
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
(Unaudited)							
Segment revenues	46,516,412	26,760,314	8,265,611	976,674	82,519,011	6,368,817	88,887,828
Cost of sales	(40,866,952)	(21,476,717)	(1,792,924)	(968,026)	(65,104,619)	(5,389,032)	(70,493,651)
Gross profit	5,649,460	5,283,597	6,472,687	8,648	17,414,392	979,785	18,394,177

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

6 Segment information (continued)

	Six months ended June 30, 2025						
	Smartphone × AIoT				Smart EV,		Total
	Smartphones	IoT and	Internet	Other	Subtotal	AI and	
		lifestyle products	services	related businesses		other new initiatives	
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
(Unaudited)							
Segment revenues	96,131,961	71,051,387	18,173,844	2,048,907	187,406,099	39,843,329	227,249,428
Cost of sales	(84,629,056)	(54,174,977)	(4,336,235)	(2,685,135)	(145,825,403)	(29,917,157)	(175,742,560)
Gross profit/(loss)	11,502,905	16,876,410	13,837,609	(636,228)	41,580,696	9,926,172	51,506,868

	Six months ended June 30, 2024						
	Smartphone × AIoT				Smart EV,		Total
	Smartphones	IoT and	Internet	Other	Subtotal	AI and	
		lifestyle products	services	related businesses		other new initiatives	
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
(Unaudited)							
Segment revenues	92,996,160	47,133,803	16,313,994	1,555,844	157,999,801	6,394,849	164,394,650
Cost of sales	(80,467,477)	(37,802,769)	(3,865,942)	(1,622,779)	(123,758,967)	(5,411,789)	(129,170,756)
Gross profit/(loss)	12,528,683	9,331,034	12,448,052	(66,935)	34,240,834	983,060	35,223,894

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

6 Segment information (continued)

For the three months and six months ended June 30, 2025 and 2024, the geographical information on the total revenues is as follows:

	Three months ended June 30,				Six months ended June 30,			
	2025		2024		2025		2024	
	RMB'000	%	RMB'000	%	RMB'000	%	RMB'000	%
	(Unaudited)		(Unaudited)		(Unaudited)		(Unaudited)	
Mainland China	79,265,167	68.4	50,812,668	57.2	152,333,838	67.0	88,446,741	53.8
Rest of the world								
(Note (a))	36,690,924	31.6	38,075,160	42.8	74,915,590	33.0	75,947,909	46.2
	115,956,091		88,887,828		227,249,428		164,394,650	

Note:

(a) Revenues outside mainland China are mainly from Europe and India.

The major customers which contributed more than 10% of the total revenue of the Group for the three months and six months ended June 30, 2025 and 2024 are listed as below:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
	%	%	%	%
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Customer A	11.7	10.4	11.6	9.8

All the revenues derived from other single external customer were less than 10% of the Group's total revenues during the three months and six months ended June 30, 2025 and 2024.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

6 Segment information (continued)

The following table shows inventory information by reportable segment as of June 30, 2025 and December 31, 2024.

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Smartphone × AIoT	61,709,955	60,905,907
Smart EV, AI and other new initiatives	4,115,520	1,603,775
	65,825,475	62,509,682

7 Other income

Other income mainly includes government grants, dividend income and refunds of value-added tax and other tax.

During the three months and six months ended June 30, 2025, majority of the government grants recognized in other income was relating to expenses. As it is reasonable assurance that the Group have met these attached conditions and the related expenses have incurred, the Group credited the other income from deferred government grants during the three months and six months ended June 30, 2025.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

8 Other gains, net

Other gains, net mainly include gains on disposal and deemed disposal of investments accounted for using the equity method, impairment on investments accounted for using the equity method and foreign exchanges gains/(losses), net for the three months and six months ended June 30, 2025 and 2024.

9 Expenses by nature

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Cost of inventories sold and royalty fees	82,758,193	64,865,246	162,477,261	118,629,191
Provision for impairment of inventories (Note 20)	1,838,328	1,705,256	3,168,300	2,946,746
Employee benefit expenses	7,235,802	5,358,712	13,765,515	10,549,089
Depreciation of property, plant and equipment, right-of-use assets and investment properties	1,222,019	816,293	2,281,939	1,620,006
Amortization of intangible assets	787,574	596,037	1,510,516	1,186,647
Promotion and advertising expenses	1,898,896	1,686,913	3,898,768	3,796,722
Warranty expenses	1,220,430	1,140,326	2,656,870	2,177,493

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

10 Finance income and costs

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Finance income:				
Interest income from bank deposits	1,478,526	876,875	2,482,491	1,896,310
	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Finance costs:				
Losses/(gains) arising from liabilities payable to investors (Note 28)	170,323	(280,153)	789,705	(1,090,265)
Interest expense from borrowings (Note 25), lease liabilities (Note 22) and deferred consideration of intangible assets (Note 28, 30)	342,139	366,364	684,161	656,571
	512,462	86,211	1,473,866	(433,694)

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

11 Investments accounted for using the equity method

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Investments in associates accounted for using the equity method		
— Listed entities (Note (a))	1,077,865	1,078,253
— Unlisted entities	4,956,164	5,072,802
	6,034,029	6,151,055

	Six months ended June 30, 2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
At the beginning of the period	6,151,055	6,922,241
Additions	—	80,000
Disposals and transfers	(184,393)	(545,417)
Dilution gains on deemed disposal	174,980	—
Share of net profits	150,395	241,776
Share of other comprehensive income/(loss)	13,395	(12,508)
Share of changes of other reserves	79,121	16,092
Dividends from associates	(55,279)	(35,607)
Impairment provision	(295,245)	—
At the end of the period	6,034,029	6,666,577

Note:

- (a) As of June 30, 2025, the fair value of the investments in associates which were listed entities was RMB3,882,823,000 (December 31, 2024: RMB4,241,316,000).

Management has assessed the level of influence that the Group exercises on certain associates and determined that it has significant influence through the board representation and other relevant facts and circumstances, even though the respective shareholding of some investments is below 20%. Accordingly, these investments have been classified as associates.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

12 Income tax expenses

The income tax expenses of the Group during the three months and six months ended June 30, 2025 and 2024 are analyzed as follows:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Current income tax	1,883,675	1,626,168	4,052,189	3,023,132
Deferred income tax	645,945	(16,452)	752,653	(364,250)
Income tax expenses	2,529,620	1,609,716	4,804,842	2,658,882

Income tax expenses are recognized based on management's best knowledge of the income tax rates that would be applicable to the full financial year.

Notes:

(a) Enterprise income tax in mainland China ("EIT")

The income tax provision of the Group in respect of its operations in mainland China was calculated at tax rate of 25% on the assessable profits for the periods presented, based on the existing legislation, interpretations and practices in respect thereof.

(b) Cayman Islands and British Virgin Islands income tax

The Company is incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law of the Cayman Islands and accordingly, is exempted from Cayman Islands income tax. As such, the operating results reported by the Company, including the share-based payments (Note 27), are not subject to any income tax in Cayman Islands.

The Group entities established under the International Business Companies Acts of British Virgin Islands ("BVI") are exempted from BVI income taxes.

(c) Hong Kong income tax

Entities incorporated in Hong Kong are subject to Hong Kong profits tax at a rate of 16.5% on the assessable profits for the periods presented, based on the existing legislation, interpretations and practices in respect thereof.

(d) India income tax

The income tax provision for India entities were calculated at a rate of 25.17% on the assessable profits for the periods presented, based on the existing legislation, interpretations and practices in respect thereof.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

12 Income tax expenses (continued)

Notes (continued):

(e) Preferential EIT rate

Certain subsidiaries in mainland China are entitled to preferential tax rates ranging from 10% to 15%. Main subsidiaries with preferential EIT rates are as follows:

Beijing Xiaomi Mobile Software Co., Ltd. ("**Xiaomi Mobile**") was qualified as a "Key Software Enterprise" in the third quarter of 2018 and renewed this qualification annually, hence it enjoyed a preferential income tax rate of 10% from 2017 to 2024. The directors of the Company consider Xiaomi Mobile can still be qualified upon annual renewal and hence continues to enjoy the preferential income tax rate of 10% for the six months ended June 30, 2025.

Xiaomi Technology (Wuhan) Co., Ltd was qualified as a "High and New Technology Enterprise" in December 2023, hence it enjoys a preferential income tax rate of 15% from 2023 to 2025.

(f) Super Deduction for research and development expense

The State Taxation Administration of The People's Republic of China ("**STA**") announced in March 2023 that enterprises engaging in research and development activities would be entitled to claim 200% of their research and development expenses so incurred as tax deductible expenses when determining their assessable profits for that year ("**Super Deduction**") from January 1, 2023 onwards. The Group has made its best estimate for the Super Deduction to be claimed for the Group's entities in ascertaining their assessable profits during the period.

(g) Withholding tax in mainland China ("**WHT**")

According to the New Corporate Income Tax Law ("**New EIT Law**"), distribution of profits earned by companies incorporated in mainland China since January 1, 2008 to foreign investors is subject to withholding tax of 5% or 10%, depending on the country of incorporation of the foreign investors, upon the distribution of profits to overseas-incorporated immediate holding companies.

The Group does not have any plan in the foreseeable future to require its subsidiaries in mainland China to distribute their retained earnings and intends to retain them to operate and expand its business in mainland China. Accordingly, no deferred income tax liability related to WHT on undistributed earnings of these subsidiaries was accrued as of the end of each reporting period.

(h) Organization for Economic Co-operation and Development ("**OECD**") Pillar Two model rules

The Group is within the scope of the OECD Pillar Two model rules and Pillar Two legislation was enacted or to be enacted in several tax jurisdictions in which the group entities are incorporated or operated. The Group applies the IAS 12 exception to recognizing and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes.

Under the Pillar Two legislation, the Group is liable to pay a top-up tax for the difference between its Global Anti-Base Erosion ("**GloBE**") effective tax rate in each jurisdiction and the 15% minimum rate. The Group has conducted a preliminary assessment of the Pillar Two transitional safe harbour rules and the full Pillar Two rules and made some current income tax provisions to reflect the impact from the Pillar Two legislation for the six months ended June 30, 2025.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

13 Earnings per share

(a) Basic

Basic earnings per share for the three months and six months ended June 30, 2025 and 2024 are calculated by dividing the profit attributable to the Company's owners by the weighted average number of ordinary shares in issue during the periods and excluding treasury shares.

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net profit attributable to the owners of the Company (RMB'000)	11,904,405	5,098,002	22,828,726	9,280,063
Weighted average number of ordinary shares in issue (thousand shares)	25,843,221	24,833,808	25,405,288	24,816,068
Basic earnings per share (expressed in RMB per share)	0.46	0.21	0.90	0.37

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

13 Earnings per share (continued)

(b) Diluted

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

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net profit attributable to the owners of the Company (RMB'000)	11,904,405	5,098,002	22,828,726	9,280,063
Add: Interest expense on convertible bonds (RMB'000)	63,015	—	125,226	—
Net profit attributable to the owners of the Company for calculation of diluted earnings per share (RMB'000)	11,967,420	5,098,002	22,953,952	9,280,063
Weighted average number of ordinary shares in issue (thousand shares)	25,843,221	24,833,808	25,405,288	24,816,068
Adjustments for restricted shares units ("RSUs") and share options (thousand shares)	767,760	614,884	821,773	608,632
Adjustments for convertible bonds (thousand shares)	180,389	—	180,418	—
Weighted average number of ordinary shares for calculation of diluted earnings per share (thousand shares)	26,791,370	25,448,692	26,407,479	25,424,700
Diluted earnings per share (expressed in RMB per share)	0.45	0.20	0.87	0.36

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

14 Property, plant and equipment

	Factory and production equipment	Transport equipment	Electronic equipment	Office equipment	Office buildings	Structure and leasehold improvements	Construction in progress	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
(Unaudited)								
Six months ended June 30, 2025								
Opening net book amount	5,316,613	141,933	1,686,577	14,914	5,712,197	1,094,166	4,121,183	18,087,583
Additions	487,627	266,241	512,030	1,053	—	933,028	3,448,031	5,648,010
Transfers	1,728,058	—	44,032	—	528,881	—	(2,300,971)	—
Transfer to investment properties	—	—	—	—	(10,406)	—	(290,895)	(301,301)
Disposals	(3,524)	(17,459)	(22,850)	(48)	—	(34,795)	—	(78,676)
Depreciation charge	(291,108)	(20,321)	(359,000)	(1,979)	(134,592)	(341,871)	—	(1,148,871)
Currency translation differences	—	—	2,093	176	—	3,141	—	5,410
Closing net book amount	7,237,666	370,394	1,862,882	14,116	6,096,080	1,653,669	4,977,348	22,212,155
At June 30, 2025								
Cost	8,042,866	429,695	4,293,082	46,766	6,733,264	4,032,313	4,977,348	28,555,334
Accumulated depreciation	(805,200)	(59,301)	(2,430,200)	(32,650)	(637,184)	(2,378,644)	—	(6,343,179)
Net book amount	7,237,666	370,394	1,862,882	14,116	6,096,080	1,653,669	4,977,348	22,212,155
(Unaudited)								
Six months ended June 30, 2024								
Opening net book amount	3,274,440	38,937	1,075,874	16,184	4,572,973	515,446	4,226,971	13,720,825
Additions	619,813	96,325	407,732	1,786	2,110	508,232	1,367,013	3,003,011
Transfers	1,598,980	—	9,281	—	1,114,284	—	(2,722,545)	—
Disposals	(40,980)	(5,175)	(3,335)	(29)	(2,602)	(57,417)	(139,106)	(248,644)
Depreciation charge	(113,661)	(22,002)	(233,551)	(2,059)	(63,417)	(259,035)	—	(693,725)
Currency translation differences	—	—	(437)	(148)	—	(971)	—	(1,556)
Closing net book amount	5,338,592	108,085	1,255,564	15,734	5,623,348	706,255	2,732,333	15,779,911
At June 30, 2024								
Cost	5,550,562	154,501	3,076,456	44,346	6,124,105	2,543,359	2,732,333	20,225,662
Accumulated depreciation	(211,970)	(46,416)	(1,820,892)	(28,612)	(500,757)	(1,837,104)	—	(4,445,751)
Net book amount	5,338,592	108,085	1,255,564	15,734	5,623,348	706,255	2,732,333	15,779,911

Construction in progress as of June 30, 2025 and 2024 mainly comprises new office buildings, factories and production equipment being constructed in mainland China.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

15 Intangible assets

	Goodwill	License	Trademarks, patents and domain name	Others	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
(Unaudited)					
Six months ended June 30, 2025					
Opening net book amount	1,696,639	4,985,163	753,502	717,417	8,152,721
Additions	—	1,176,268	4,839	123,382	1,304,489
Disposals	—	—	(2,080)	(5,808)	(7,888)
Amortization charge	—	(1,225,820)	(116,602)	(168,094)	(1,510,516)
Currency translation differences	—	164	(229)	(754)	(819)
Closing net book amount	1,696,639	4,935,775	639,430	666,143	7,937,987
At June 30, 2025					
Cost	1,696,639	14,161,332	2,250,238	1,769,495	19,877,704
Accumulated amortization	—	(9,225,557)	(1,610,808)	(1,103,352)	(11,939,717)
Net book amount	1,696,639	4,935,775	639,430	666,143	7,937,987
(Unaudited)					
Six months ended June 30, 2024					
Opening net book amount	1,696,639	5,315,821	983,087	633,192	8,628,739
Additions	—	185,957	933	92,916	279,806
Disposals	—	—	—	(3,718)	(3,718)
Amortization charge	—	(937,665)	(115,446)	(133,536)	(1,186,647)
Currency translation differences	—	—	479	591	1,070
Closing net book amount	1,696,639	4,564,113	869,053	589,445	7,719,250
At June 30, 2024					
Cost	1,696,639	11,345,426	2,249,556	1,353,930	16,645,551
Accumulated amortization	—	(6,781,313)	(1,380,503)	(764,485)	(8,926,301)
Net book amount	1,696,639	4,564,113	869,053	589,445	7,719,250

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

16 Investments

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Current assets		
Short-term investments measured at		
— Amortized cost	—	700,163
— Fair value through other comprehensive income (Note (a))	1,473,109	1,681,062
— Fair value through profit or loss (Note (b))	17,420,176	28,123,777
	18,893,285	30,505,002
Non-current assets		
Long-term investments measured at amortized cost (Note (a))	10,658,560	3,219,462
Long-term investments measured at fair value through profit or loss		
— Ordinary shares investments (Note (c))	15,689,526	14,401,979
— Preferred shares investments (Note (d))	34,715,726	33,537,891
— Treasury investments (Note (e))	20,018,217	10,339,549
— Other investments (Note (f))	3,739,054	3,832,769
	84,821,083	65,331,650

Notes:

- (a) Short-term investments measured at fair value through other comprehensive income and long-term investments measured at amortized cost

Short-term investments measured at fair value through other comprehensive income and long-term investments measured at amortized cost are mainly debt securities, denominated in HK\$, US\$ and RMB, where the contractual cash flows are solely principal and interest. Debt securities that are only held for collection of contractual cash flows are measured at amortized cost, and that are held for both collection of contractual cash flows and for selling are measured at fair value through other comprehensive income. The securities are mainly issued by corporates and banks and the fair value of such debt securities was determined based on quoted price on bond market. None of these investments are past due.

- (b) Short-term investments measured at fair value through profit or loss

The short-term investments measured at fair value through profit or loss are wealth management products, denominated in RMB, with expected rates of return ranging from 0.65% to 2.52% per annum for the six months ended June 30, 2025. None of these investments are past due.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

16 Investments (continued)

Notes (continued):

(c) Ordinary shares investments

The fair values of the listed securities are determined based on the closing prices quoted in active markets (level 1: quoted price (unadjusted) in active markets). For certain listed securities which are restricted for sale in a specified period, their fair values are determined based on quoted market prices and unobservable inputs (i.e. discount rate for lack of marketability) and hence classified as level 3 of the fair value hierarchy.

The fair values of unlisted securities are measured using a valuation technique with unobservable inputs and hence classified as level 3 of the fair value hierarchy. Refer to Note 5.3 for the major assumptions used in the valuation for investment in private companies.

(d) Preferred shares investments — unlisted

The preferred shares investments in these investees are convertible redeemable preferred shares or ordinary shares with preferential rights. The Group has the right to require and demand the investees to redeem all of the shares held by the Group at guaranteed predetermined fixed amount upon redemption events which are out of control of issuers. As the Group doesn't bear substantially the risk and reward of ordinary shares, these investments are measured as financial assets at fair value through profit or loss. Refer to Note 5.3 for the major assumptions used in the valuation for investment in private companies.

(e) Treasury investments

Treasury investments mainly represent investments in the debt instruments issued by certain reputable banks or non-bank financial institutions or entities purchased in the secondary market. As these investments were classified as debt investments and returns are not solely payments of principal and interest, they are measured at fair value through profit or loss.

(f) Other investments

Other investments primarily consist of investments in private equity investment funds. As fund investments were classified as debt investments and returns are not solely payments of principal and interest, they are measured at fair value through profit or loss.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

16 Investments (continued)

Notes (continued):

(g) Amounts recognized in profit or loss of financial investments measured at fair value through profit or loss

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Long-term investments measured at fair value through profit or loss				
— Ordinary shares investments	1,336,721	(69,550)	3,818,026	(1,661,104)
— Preferred shares investments	2,027,450	(874,830)	2,009,707	(676,743)
— Treasury and other investments	(51,155)	7,701	124,596	97,891
Short-term investments measured at fair value through profit or loss	131,843	86,934	272,003	209,318
	3,444,859	(849,745)	6,224,332	(2,030,638)

17 Loan receivables

	As of June 30, 2025	As of December 31, 2024
	RMB'000	RMB'000
	(Unaudited)	(Audited)
Unsecured loan	11,179,218	12,338,748
Less: credit loss allowance	(67,371)	(77,258)
	11,111,847	12,261,490

Loan receivables are loans mainly derived from subsidiaries of the Group which engage in the factoring business. Such amounts are recorded at the principal amount less expected credit loss. Loan receivables are denominated in RMB and US\$.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

18 Trade and notes receivables

Details of trade and notes receivables are as follows:

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Trade receivables	18,184,621	12,662,060
Notes receivables	1,190,416	2,468,572
	19,375,037	15,130,632
Less: credit loss allowance	(529,777)	(542,053)
	18,845,260	14,588,579

The Group generally allows a credit period within 180 days to its customers. Aging analysis of trade and notes receivables based on invoice date is as follows:

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Up to 3 months	14,514,856	12,652,651
3 to 6 months	2,731,104	851,454
6 months to 1 year	841,137	526,725
1 to 2 years	331,394	224,018
Over 2 years	956,546	875,784
	19,375,037	15,130,632

Majority of the Group's trade and notes receivables were denominated in RMB and US\$.

As of June 30, 2025 and December 31, 2024, the majority of the balance of trade receivables are due from certain channel distributors and customers in mainland China, India and Europe who usually settle the amounts due by them within 180 days.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

18 Trade and notes receivables (continued)

The Group applies the simplified approach to providing for expected credit losses prescribed by IFRS 9, which permits the use of the lifetime expected loss provision for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics. The Group's expected loss rates are mainly determined based on the corresponding historical credit loss rates which are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables. The Group has considered the expected changes in macroeconomic factors, such as Consumer Price Index ("CPI"), Gross Domestic Product ("GDP") and Retail Sales of Consumer Goods, etc., and accordingly adjusts the historical loss rates based on expected changes in all factors identified.

19 Prepayments and other receivables

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Receivables from subcontractors for outsourcing of raw materials	9,878,474	9,883,334
Recoverable value-added tax and other taxes	8,068,772	9,852,853
Prepayments to suppliers	4,757,462	3,599,583
Deposits to suppliers	768,949	863,613
Receivables from market development fund	758,264	665,967
Prepaid fees for patent expenses and other prepaid expenses	2,986,282	1,629,608
Receivables related to share options and RSUs	1,386,645	605,693
Others	1,913,156	2,207,872
	30,518,004	29,308,523
Less: credit loss allowance	(211,462)	(208,407)
	30,306,542	29,100,116

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

20 Inventories

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Raw materials	17,269,373	14,321,504
Finished goods	40,934,783	40,837,606
Work in progress	5,776,724	5,446,620
Spare parts	3,851,053	3,800,223
Others	614,374	579,858
	68,446,307	64,985,811
Less: provision for impairment (Note (a))	(2,620,832)	(2,476,129)
	65,825,475	62,509,682

Note:

- (a) During the three months and six months ended June 30, 2025, the Group incurred inventory impairment provision approximately RMB1,838,328,000 and RMB3,168,300,000, respectively (2024: RMB1,705,256,000 and RMB2,946,746,000, respectively) and transferred out of such provision upon the sales of inventories approximately RMB2,123,830,000 and RMB3,023,597,000, respectively (2024: RMB1,611,579,000 and RMB2,564,538,000, respectively).

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

21 Cash and bank balances

(a) Cash and cash equivalents

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Cash at bank and in hand	24,899,417	29,150,161
Term bank deposits with initial terms within three months	11,108,613	4,511,281
	36,008,030	33,661,442

(b) Restricted cash

As of June 30, 2025, among the restricted cash, India Rupees ("INR") 47,876,962,000 (equivalent to RMB4,020,707,000) was restricted by India authorities due to the in-progress investigation described in Note 31.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

22 Leases

(i) The interim condensed consolidated balance sheet includes the following amounts relating to leases:

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Right-of-use assets (Note (a))		
Land use rights	8,423,200	7,818,616
Servers and other equipment	1,540,253	2,358,316
Properties	4,326,744	3,238,992
	14,290,197	13,415,924
Lease liabilities (Note (b))		
Current	(2,450,739)	(2,238,842)
Non-current	(3,326,559)	(3,169,514)
	(5,777,298)	(5,408,356)

Notes:

- (a) Right-of-use assets are included in the line item 'Other non-current assets' in the interim condensed consolidated balance sheet. The addition of right-of-use assets for the six months ended June 30, 2025 was RMB2,444,090,000 (2024: RMB3,270,404,000).
- (b) Current lease liabilities and non-current lease liabilities are included in the line item 'Other payables and accruals' and 'Other non-current liabilities' in the interim condensed consolidated balance sheet, respectively.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

22 Leases (continued)

(ii) The interim condensed consolidated income statements include the following amounts relating to leases:

	Three months ended June 30,		Six months ended June 30,	
	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Depreciation charge of right-of-use assets (Note (a))	593,548	441,605	1,171,520	897,949
Interest expense (included in finance costs)	48,901	39,564	96,791	75,507
Expense relating to short-term leases not included in lease liabilities (included in cost of sales and research and development expenses)	112,783	—	112,783	—
Expense relating to variable lease payments not included in lease liabilities (included in selling and marketing expenses)	150,076	73,970	250,102	135,516
	905,308	555,139	1,631,196	1,108,972

The total cash outflow in financing activities for leases during the six months ended June 30, 2025 was RMB1,254,754,000 (2024: RMB698,802,000), including principal elements of lease payments of approximately RMB1,157,963,000 (2024: RMB623,295,000) and related interest paid of approximately RMB96,791,000 (2024: RMB75,507,000), respectively.

Note:

(a) The depreciation charge of land use rights, servers and other equipment and properties for the three months ended June 30, 2025 were RMB27,379,000 (2024: RMB19,371,000), RMB286,411,000 (2024: RMB241,109,000) and RMB279,758,000 (2024: RMB181,125,000), respectively.

The depreciation charge of land use rights, servers and other equipment and properties for the six months ended June 30, 2025 were RMB51,238,000 (2024: RMB41,057,000), RMB612,340,000 (2024: RMB494,540,000) and RMB507,942,000 (2024: RMB362,352,000), respectively.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

23 Other non-current assets

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Right-of-use assets (Note 22)	14,290,197	13,415,924
Investment properties	2,542,873	2,254,160
Long-term deposits to suppliers	1,010,862	1,014,972
Prepayments for property, plant and equipment	1,166,003	903,370
Others	858,029	832,801
	19,867,964	18,421,227

24 Share capital and treasury shares

(a) Share capital

Authorized:

As of December 31, 2024 and June 30, 2025, the total authorized number of ordinary shares is 270,000,000,000 shares with par value of US\$0.0000025 per share.

Issued:

As of June 30, 2025, the number of issued Class A ordinary shares was 4,516,281,809 while the number of Class B ordinary shares was 21,436,609,193. Each Class A ordinary share will entitle the holder to exercise 10 votes, and each Class B ordinary share will entitle the holder to exercise one vote, on any resolution tabled at the Company's general meetings, except for resolution with respect to a limited number of reserved matters, in relation to which each ordinary share is entitled to one vote.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

24 Share capital and treasury shares (continued)

(a) Share capital (continued)

Issued (continued):

	Number of ordinary shares '000	Nominal value of ordinary shares US\$'000	Equivalent nominal value of ordinary shares RMB'000	Share premium RMB'000
As of January 1, 2025	25,099,152	62	407	60,117,658
Exercise of share options	32,459	—	4	322,381
Shares repurchased and cancelled	(6,830)	—	—	(207,072)
Issuance of ordinary shares to Share Scheme Trusts (i)	28,110	—	—	—
Release of ordinary shares from Share Scheme Trusts (i)	—	—	—	1,487,537
Issuance of shares upon placement	800,000	2	14	39,225,977
Conversion of convertible bonds	—	—	—	54,520
As of June 30, 2025 (unaudited)	25,952,891	64	425	101,001,001
As of January 1, 2024	25,073,427	62	407	60,778,287
Exercise of share options	16,442	—	—	188,223
Shares repurchased and cancelled	(161,500)	—	(3)	(2,004,353)
Issuance of ordinary shares to Share Scheme Trusts (i)	95,278	—	—	—
Release of ordinary shares from Share Scheme Trusts (i)	—	—	3	1,709,409
As of June 30, 2024 (unaudited)	25,023,647	62	407	60,671,566

Note:

- (i) The Company issued ordinary shares to trusts with respect to the share options and RSUs under the employees share-based compensation scheme to be exercised by certain grantees of the Company, which were established to hold the shares for and on behalf of the grantees (collectively, "Share Scheme Trusts").

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

24 Share capital and treasury shares (continued)

(b) Treasury shares

	Number of shares '000	Amounts RMB'000
As of January 1, 2025	4,213	34,678
Shares repurchased	19,427	599,317
Shares cancelled	(6,830)	(207,072)
Release of ordinary shares from Share Scheme Trusts	(12,259)	(382,850)
As of June 30, 2025 (unaudited)	4,551	44,073
As of January 1, 2024	32,828	438,291
Shares repurchased	219,175	2,903,979
Shares cancelled	(161,500)	(2,004,356)
Release of ordinary shares from Share Scheme Trusts	(13,369)	(186,090)
As of June 30, 2024 (unaudited)	77,134	1,151,824

During the six months ended June 30, 2025, the Company repurchased its own ordinary shares on The Stock Exchange of Hong Kong Limited as follows:

Month/year	Number of shares '000	Highest price paid per share HK\$	Lowest price paid per share HK\$	Aggregate price paid HK\$'000
January 2025	19,427	34.00	32.60	651,042
	19,427			651,042

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

25 Borrowings

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Included in non-current liabilities		
Secured borrowings (Note (a))	1,790,817	1,827,365
Unsecured borrowings (Note (b))	16,481,124	15,448,356
	18,271,941	17,275,721
Included in current liabilities		
Secured borrowings (Note (a))	73,094	73,094
Unsecured borrowings (Note (b))	5,145,070	7,893,845
Convertible bonds (Note (c))	5,422,731	5,360,358
	10,640,895	13,327,297

Notes:

- (a) As of June 30, 2025, RMB1,863,911,000 (December 31, 2024: RMB1,900,459,000) of borrowings were secured by buildings and land use rights amounting to approximately RMB2,488,368,000 (December 31, 2024: RMB2,619,484,000). The interest rate of these borrowings was 2.90% (December 31, 2024: 2.90%) per annum.
- (b) As of June 30, 2025, other than the interest rate of 57.00% (December 31, 2024: 53.00%) for unsecured borrowings in Turkish Lira ("TRY") 500,000,000 (December 31, 2024: TRY500,000,000) which was equivalent to RMB89,830,000 (December 31, 2024: RMB102,555,000), and the interest rate of 11.50% (December 31, 2024: 14.00%) for unsecured borrowings in Bangladeshi Taka ("BDT") 1,450,000,000 (December 31, 2024: BDT280,000,000) which was equivalent to RMB84,709,000 (December 31, 2024: RMB16,848,000), and the interest rate of 14.81% for corporate overdraft loan in Pakistani Rupee 4,633,952,000 (December 31, 2024: Nil) which was equivalent to RMB117,239,000 (December 31, 2024: Nil), the interest rate of the remaining unsecured borrowings was 2.12% to 4.96% (December 31, 2024: 2.22% to 5.22%) per annum.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

25 Borrowings (continued)

Notes (continued):

- (c) On December 17, 2020, the Group completed the issuance of 7-Year US\$855,000,000 zero coupon guaranteed convertible bonds due on December 17, 2027 (the “**Bonds**”) to third party professional investors (the “**bondholders**”). The bondholders have the right, at any time on or after January 27, 2021 up to the 10 days prior to the maturity date, to convert part or all of the outstanding principal amount of the Bonds into ordinary shares of the Group at a conversion price of HK\$36.74 per share, subject to adjustments. The bondholders also have the right to require the Group to redeem all or some of the bond on December 17, 2025; and to require the Group to redeem all or some Bonds on some specified events. The outstanding principal amount of the Bonds is repayable by the Group upon the maturity of the Bonds on December 17, 2027, if not previously redeemed, converted or purchased and cancelled.

The specified redeem events has not incurred, however, as the bondholders has the right to require the Group to redeem the bond within 12 months as of June 30, 2025 and December 31, 2024, the Bonds is classified as current liabilities as of June 30, 2025 and December 31, 2024.

The liability component of the Bonds recognized in the interim condensed consolidated balance sheet are calculated as follows:

	RMB'000
Liability component as of January 1, 2025	5,360,358
Interest accrued	125,226
Conversion	(41,516)
Effect of foreign currency translation	(21,337)
Liability component as of June 30, 2025	5,422,731

	RMB'000
Liability component as of January 1, 2024	5,042,891
Interest accrued	118,294
Effect of foreign currency translation	31,785
Liability component as of June 30, 2024	5,192,970

The equity component of the Bonds of RMB1,751,795,000 was included in “Reserves” of the Group as of June 30, 2025 (December 31, 2024: RMB1,764,799,000).

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

26 Deferred income tax

The amount of offsetting deferred income tax assets and liabilities is RMB1,262,370,000 as of June 30, 2025 [December 31, 2024: RMB1,224,886,000].

The gross movement on the deferred income tax assets is as follows:

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
At the beginning of the period	4,006,868	2,658,573
[Debited)/credited to the interim condensed consolidated		
income statements	(63,628)	560,895
Currency translation differences	29,713	—
At the end of the period	3,972,953	3,219,468

The gross movement on the deferred income tax liabilities is as follows:

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
At the beginning of the period	(2,507,082)	(1,992,110)
Debited to the interim condensed consolidated income statements	(689,025)	(196,645)
At the end of the period	(3,196,107)	(2,188,755)

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

27 Share-based payments

On May 5, 2011, the Board of Directors of the Company approved the establishment of the “Xiaomi Corporation 2011 Employee Stock Option Plan” (“**2011 Plan**”) with the purpose of attracting, motivating, retaining and rewarding certain employees and directors. The 2011 Plan was valid and effective for 10 years from the approval of the Board of Directors. The maximum number of shares that may be issued under 2011 Plan shall be 35,905,172 Class B ordinary shares (which were adjusted to 1,436,206,880 shares after the 1 to 4 share split on March 14, 2014 and further 1 to 10 Share Subdivision on June 17, 2018). The 2011 Plan permits the awards of options and RSUs.

Subsequently in August 2012, the 2011 Plan was superseded in its entirety as the “2012 Employee Stock Incentive Plan” (“**Pre-IPO ESOP**”). The purpose of Pre-IPO ESOP is same as the 2011 Plan. The Pre-IPO ESOP was valid and effective for 10 years from the approval of the Board of Directors. Through Pre-IPO ESOP, the Company may grant equity-based incentive up to 45,905,172 Class B ordinary shares initially (which were adjusted to 1,836,206,880 shares after the 1 to 4 share split on March 14, 2014 and further 1 to 10 Share Subdivision on June 17, 2018). The aggregate number of reserved Class B ordinary shares approved was 2,512,694,900. The Pre-IPO ESOP permits the awards of options and RSUs.

On June 17, 2018, the Board of Directors of the Company adopted the establishment of the 2018 Share Option Scheme. The purpose of 2018 Share Option Scheme is to provide selected participants with the opportunity to acquire proprietary interests in the Company and to encourage selected participants to work towards enhancing the value of the Company and its shares for the benefit of the Company and its shareholders as a whole. The total number of Class B ordinary shares available for grant under 2018 Share Option Scheme was 1,568,094,311 shares.

On June 17, 2018, the Board of Directors of the Company adopted the establishment of the 2018 Share Award Scheme. The purposes of the 2018 Share Award Scheme are (1) to align the interests of eligible persons with those of the Group through ownership of Class B ordinary shares, dividends and other distributions paid on shares and/or the increase in value of the Class B ordinary shares, and (2) to encourage and retain eligible persons to make contributions to the long-term growth and profits of the Group. The aggregate number of Class B ordinary shares underlying all grants made pursuant to the 2018 Share Award Scheme will not exceed 1,118,806,541 shares without shareholders’ approval.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

27 Share-based payments (continued)

On June 8, 2023, the Board of Directors of the Company adopted the establishment of the 2023 Share Scheme. The purposes of the 2023 Share Scheme are (1) to align the interests of eligible persons with those of the Group through ownership of Class B ordinary shares, dividends and other distributions paid on shares and/or the increase in value of the Class B ordinary shares, and (2) to encourage and retain eligible persons to make contributions to the long-term growth and profits of the Group. The aggregate number of Class B ordinary shares underlying all grants made pursuant to the 2023 Share Scheme will not exceed 2,503,959,565 shares without shareholder's approval.

On June 6, 2024, the Group approved the establishment of the 2024 Xiaomi HK Share Scheme. The purposes of the 2024 Xiaomi HK Share Scheme are to encourage and retain eligible persons to make contributions to the long-term growth and profits of the Group.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

27 Share-based payments (continued)

Pre-IPO ESOP

Share options granted

Movements in the number of share options granted under Pre-IPO ESOP and their related weighted average exercise prices are as below:

	Number of share options	Average exercise price per share option (US\$)
Outstanding as of January 1, 2025	210,497,124	0.21
Forfeited during the period	(5,639,521)	0.20
Transferred to Share Scheme Trusts	(7,280,000)	0.10
Exercised during the period	(30,859,126)	0.26
Outstanding as of June 30, 2025 (unaudited)	166,718,477	0.21
Exercisable as of June 30, 2025 (unaudited)	145,717,380	0.23
Outstanding as of January 1, 2024	270,705,124	0.02
Forfeited during the period	(5,363,472)	0.12
Transferred to Share Scheme Trusts	(8,992,348)	0.10
Exercised during the period	(16,442,700)	0.30
Outstanding as of June 30, 2024 (unaudited)	239,906,604	0.22
Exercisable as of June 30, 2024 (unaudited)	210,050,925	0.26

The weighted average remaining contract life for outstanding share options was 1.22 years and 2.01 years as of June 30, 2025 and December 31, 2024, respectively.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

27 Share-based payments (continued)

2018 Share Option Scheme

Share options granted

Movements in the number of share options granted under 2018 Share Option Scheme and their related weighted average exercise prices are as below:

	Number of share options	Average exercise price per share option (HK\$)
Outstanding as of January 1, 2025	117,700,000	24.82
Forfeited during the period	—	—
Exercised during the period	(1,600,000)	24.50
Outstanding as of June 30, 2025 (unaudited)	116,100,000	24.82
Exercisable as of June 30, 2025 (unaudited)	15,300,000	26.93
Outstanding as of January 1, 2024	120,700,000	24.53
Forfeited during the period	—	—
Exercised during the period	—	—
Outstanding as of June 30, 2024 (unaudited)	120,700,000	24.53
Exercisable as of June 30, 2024 (unaudited)	12,100,000	24.01

The weighted average remaining contract life for outstanding share options was 5.20 years and 5.70 years as of June 30, 2025 and December 31, 2024, respectively.

Fair value of share options

The Group has used the Binomial option-pricing model to determine the fair value of the share option as of the grant date.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

27 Share-based payments (continued)

2018 Share Award Scheme

RSUs granted

Movements in the number of RSUs granted under 2018 Share Award Scheme and the respective weighted average grant date fair value are as below:

	Number of RSUs	Weighted average grant date fair value per RSU (HK\$)
Outstanding as of January 1, 2025	394,947,373	14.90
Forfeited during the period	(12,143,950)	15.96
Transferred to Share Scheme Trusts	(98,908,000)	14.37
Outstanding as of June 30, 2025 (unaudited)	283,895,423	15.03
Outstanding as of January 1, 2024	614,195,710	15.24
Forfeited during the period	(21,673,907)	16.22
Transferred to Share Scheme Trusts	(126,697,633)	15.49
Outstanding as of June 30, 2024 (unaudited)	465,824,170	15.13

The weighted average remaining contract life for outstanding RSUs was 7.02 years and 7.63 years as of June 30, 2025 and December 31, 2024, respectively.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

27 Share-based payments (continued)

2023 Share Scheme

RSUs granted

Movements in the number of RSUs granted under 2023 Share Scheme and the respective weighted average grant date fair value are as below:

	Number of RSUs	Weighted average grant date fair value per RSU (HK\$)
Outstanding as of January 1, 2025	364,566,631	16.84
Granted during the period	114,270,734	56.46
Forfeited during the period	(13,251,141)	21.85
Transferred to Share Scheme Trusts	(44,791,299)	17.46
Outstanding as of June 30, 2025 (unaudited)	420,794,925	27.38
Outstanding as of January 1, 2024	145,582,239	13.39
Granted during the period	187,654,266	15.19
Forfeited during the period	(9,755,477)	14.05
Transferred to Share Scheme Trusts	(2,825,382)	14.08
Outstanding as of June 30, 2024 (unaudited)	320,655,646	14.42

The weighted-average remaining contract life for outstanding RSUs was 9.00 years and 7.85 years as of June 30, 2025 and December 31, 2024, respectively.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

27 Share-based payments (continued)**2024 Xiaomi HK Share Scheme****Share options granted**

Movements in the number of share options granted under 2024 Xiaomi HK Share Scheme and their related weighted average exercise prices are as below:

	Number of share options	Average exercise price per share option (US\$)
Outstanding as of January 1, 2025	483,035,294	0.10
Granted during the period	11,668,084	0.10
Forfeited during the period	(14,572,855)	0.10
Outstanding as of June 30, 2025 (unaudited)	480,130,523	0.10

The weighted average remaining contract life for outstanding share options was 9.40 years and 9.89 years as of June 30, 2025 and December 31, 2024, respectively.

Fair value of share options

The Group has used Binomial Option-pricing model to determine the fair value of the share options as of the grant date. Key assumptions are set as below:

	Six months ended June 30, 2025
Exercise price	US\$0.10
Risk-free interest rate	4.58%
Dividend yield	—
Expected volatility	47.87%
Expected terms	10 years

The total expenses recognized in the interim condensed consolidated income statements in connection with share-based payments schemes described above are RMB2,363,735,000 and RMB1,799,516,000 for the six months ended June 30, 2025 and 2024, respectively.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

27 Share-based payments (continued)

Share based awards granted to Lei Jun

On June 17, 2018, Lei Jun was granted 42,070,000 share options in Xiaomi Finance Inc. ("Xiaomi Finance") pursuant to the first share option scheme adopted by Xiaomi Finance. Such share options were vested immediately and Lei Jun can exercise these share options with exercise price of RMB3.8325 for each share option for the following 20 years commencing on June 17, 2018. No share option was exercised for the six months ended June 30, 2025 and 2024, respectively.

28 Other non-current liabilities

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Liabilities to investors (Note (a))	11,396,871	11,529,232
Lease liabilities (Note 22)	3,326,559	3,169,514
Payables for purchase of intangible assets	1,147,614	1,478,840
Deferred income	2,017,715	2,073,346
Others	46,501	61,268
	17,935,260	18,312,200

Note:

- (a) It mainly represents the funds injected by the third party investors of Hubei Xiaomi Yangtze River Industry Investment Fund Partners (Limited Partnership) (湖北小米長江產業基金合夥企業 (有限合夥)) (the "Hubei Fund") and Beijing Xiaomi Zhizao Equity Investment Fund Partners (Limited Partnership) (北京小米智造股權投資基金合夥企業 (有限合夥)) (the "Beijing Fund"). The Group controls the Hubei Fund and the Beijing Fund as the Group is exposed to and has rights to variable returns from its involvement with the Hubei Fund and the Beijing Fund, and has the ability to affect those returns through its power over the Hubei Fund and the Beijing Fund.

For the amount raised from limited partners of the Hubei Fund, the Group has contractual obligation to settle the liability with the limited partners and therefore is classified as a financial liability measured at amortized cost in the interim condensed consolidated financial statements. The carrying amount of this financial liability approximates to its fair value.

For the amount raised from limited partners of the Beijing Fund, the Group has contractual obligation to settle the liability with the limited partners and the management designates it as a financial liability measured at fair value through profit or loss in the interim condensed consolidated financial statements.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

29 Trade payables

Trade payables primarily include payables for inventories. As of June 30, 2025 and December 31, 2024, the carrying amounts of trade payables were primarily denominated in RMB, US\$ and INR.

Trade payables and their aging analysis based on invoice date are as follows:

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Up to 3 months	95,883,187	68,064,824
3 to 6 months	5,243,564	18,694,125
6 months to 1 year	4,125,086	9,035,928
1 to 2 years	1,997,579	1,626,560
Over 2 years	1,143,908	859,148
	108,393,324	98,280,585

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

30 Other payables and accruals

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Amounts collected for third parties	823,852	1,111,377
Payroll and welfare payables	3,426,313	4,397,878
Deposits payable	9,236,366	7,897,341
Accrual expenses	3,980,526	3,670,402
Payables for construction cost	2,840,074	2,145,851
Other taxes payables	2,012,032	2,101,538
Lease liabilities (Note 22)	2,450,739	2,238,842
Deposits from customers	2,162,861	2,222,025
Refundable liabilities	4,108,236	3,949,644
Payables for purchase of intangible assets	1,981,075	2,381,930
Payables related to share options and RSUs	1,197,747	557,382
Others	4,237,771	3,697,825
	38,457,592	36,372,035

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

31 Contingencies

The Group, in the ordinary course of its business, is involved in various claims, lawsuits, and legal proceedings that arise from time to time. Since December 2021, Xiaomi Technology India Private Limited (“**Xiaomi India**”), a wholly-owned subsidiary of the Group, has been involved in various investigations and notifications initiated by relevant Indian authorities including the Income Tax Department, the Directorate of Revenue Intelligence and the Directorate of Enforcement in relation to compliance of relevant income tax regulations, custom duties regulations as well as foreign exchange regulations, respectively.

In this connection, Xiaomi India received orders alleging that it has inappropriately deducted certain costs and expenses, including purchase costs of mobile phones and royalty fees paid to overseas third parties as well as companies within the Group. As a result, certain of its bank accounts have been attached and thereby INR47,876,962,000 (equivalent to RMB4,020,707,000) has been considered as restrictive as of June 30, 2025 (December 31, 2024: INR47,042,193,000 (equivalent to RMB4,016,462,000)). The cases are currently in the hearing stages and not yet concluded.

Management assessed the aforesaid matters related to Xiaomi India, after taking into considerations of opinions from professional advisors, it is concluded that Xiaomi India has valid grounds to respond to the relevant Indian authorities. The Group, hence, has not made any material provision as of June 30, 2025 pertaining to these matters.

Conclusions of legal proceedings, investigations and allegations could take a long period of time, and the Group could receive judgments or enter into settlements that may adversely affect its operating results or cash flows. Quantifying the related financial effects is not practical at this stage.

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

32 Commitments

(a) Capital commitments

Capital expenditure contracted for at the end of the period/year but not yet incurred is as follows:

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Property, plant and equipment	578,054	1,358,296
Intangible assets	6,365	6,390
Investments	1,508,874	1,193,692
	2,093,293	2,558,378

(b) Lease commitments

The Group leases offices, warehouses, retail stores and servers under non-cancellable lease agreements. The Group has recognized right-of-use assets and lease liabilities for these leases, except for certain short-term leases, variable lease payments and leases contracted but before the commencement date as shown in the table below. Other than those lease contract recognized and disclosed in Note 22, the Group's future aggregate minimum lease payments under non-cancellable leases are as follows:

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
Not later than 1 year	306,556	9,046
Later than 1 year and not later than 5 years	68,667	36,556
Later than 5 years	1,286	388
	376,509	45,990

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

33 Related party transactions

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operational decisions. Parties are also considered to be related if they are subject to common control. Members of key management of the Group and their close family members are also considered as related parties.

The following significant transactions were carried out between the Group and its related parties during the periods presented. In the opinion of the directors of the Company, the related party transactions were carried out in the normal course of business and at terms negotiated between the Group and the respective related parties.

(a) Significant transactions with related parties

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
(i) Sales of goods and services to		
Associates of the Group	76,903	330,383
(ii) Purchases of goods and services from		
Associates of the Group	21,806,280	19,291,976

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

33 Related party transactions (continued)

(b) Significant period/year end balances with related parties

	As of June 30, 2025 RMB'000 (Unaudited)	As of December 31, 2024 RMB'000 (Audited)
(i) Trade receivables from related parties		
Associates of the Group	778,807	95,156
(ii) Trade payables to related parties		
Associates of the Group	6,021,229	10,418,355
(iii) Prepayments and other receivables from related parties		
Associates of the Group	2,300,788	442,112
(iv) Other payables and accruals to related parties		
Associates of the Group	236,953	116,504

All the balances with related parties above were unsecured, non-interest bearing and repayable within one year.

(c) Key management compensation

	Six months ended June 30, 2025 RMB'000 (Unaudited)	2024 RMB'000 (Unaudited)
Wages and salaries	10,787	9,678
Discretionary bonuses	11,375	21,400
Share-based compensation expenses	205,568	225,697
Contributions to pension plans and other employee benefits	856	844
	228,586	257,619

NOTES TO THE INTERIM FINANCIAL INFORMATION

(Expressed in RMB unless otherwise indicated)

34 Dividends

No dividends have been paid or declared by the Company during the three months and six months ended June 30, 2025 and 2024.

35 Events after the reporting period

There were no material subsequent events during the period from July 1, 2025 to the approval date of the Interim Financial Information by the Board on August 19, 2025.

DEFINITIONS

“affiliate”	with respect to any specified person, any other person, directly or indirectly, controlling or controlled by or under direct or indirect common control with such specified person
“Airstar Digital Technology”	Airstar Digital Technology Co., Ltd.* (天星數科科技有限公司), formerly known as Xiaomi Digital Technology Co., Ltd. and Beijing Xiaomi Payment Technology Co., Ltd., a limited liability company established under the laws of mainland China on December 26, 2013 and our indirect wholly-owned subsidiary
“Articles” or “Articles of Association”	the articles of association of the Company adopted on June 17, 2018 with effect from Listing, as amended from time to time
“Beijing Digital Technology”	Beijing Xiaomi Digital Technology Co. Ltd.* (北京小米數碼科技有限公司), a limited liability company established under the laws of mainland China on December 21, 2010 and our indirect wholly-owned subsidiary
“Beijing Duokan”	Beijing Duokan Technology Co., Ltd.* (北京多看科技有限公司), a limited liability company established under the laws of mainland China on February 10, 2010 and our Consolidated Affiliated Entity
“Beijing Electronic Software”	Beijing Xiaomi Electronic Software Co., Ltd.* (北京小米電子軟件技術有限公司), a limited liability company established under the laws of mainland China on July 1, 2014 and our Consolidated Affiliated Entity
“Beijing Wali”	Wali Information Technologies (Beijing) Ltd.* (瓦力信息技術(北京)有限公司), a limited liability company established under the laws of mainland China on February 22, 2010 and our indirect wholly-owned subsidiary
“Beijing Wali Culture”	Beijing Wali Culture Communication Co., Ltd.* (北京瓦力文化傳播有限公司), a limited liability company established under the laws of mainland China on May 8, 2014 and our Consolidated Affiliated Entity
“Beijing Wali Internet”	Beijing Wali Internet Technologies Co., Ltd.* (北京瓦力網絡科技有限公司), a limited liability company established under the laws of mainland China on June 1, 2009 and our Consolidated Affiliated Entity
“Board”	our board of Directors

DEFINITIONS

“CG Code”	the Corporate Governance Code and Corporate Governance Report set out in Appendix C1 of the Listing Rules
“Class A Shares”	class A ordinary shares of the share capital of the Company with a par value of US\$0.0000025 each, conferring weighted voting rights in the Company such that a holder of a Class A Share is entitled to ten votes per share on any resolution tabled at the Company’s general meetings, save for resolutions with respect to any Reserved Matters, in which case they shall be entitled to one vote per share
“Class B Shares”	class B ordinary shares of the share capital of the Company with a par value of US\$0.0000025 each, conferring a holder of a Class B Share one vote per share on any resolution tabled at the Company’s general meetings (save for any treasury Shares, the holders of which shall abstain from voting at the Company’s general meeting)
“Companies Ordinance”	the Companies Ordinance (Chapter 622 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
“Company”, “our Company”, or “the Company”	Xiaomi Corporation 小米集团 (formerly known as Top Elite Limited), a company with limited liability incorporated under the laws of the Cayman Islands on January 5, 2010
“Compliance Advisor”	Guotai Junan Capital Limited, being the compliance advisor of the Company
“connected person(s)”	has the meaning ascribed to it under the Listing Rules
“connected transaction(s)”	has the meaning ascribed to it under the Listing Rules
“Consolidated Affiliated Entities”, each a “Consolidated Affiliated Entity”	the entities we control through the Contractual Arrangements, namely the Onshore Holdcos and their respective subsidiaries
“Contractual Arrangements”	the set of agreements entered into by each of the WFOEs and the Onshore Holdcos for the purpose of operations of the Restricted Business of the Group in the PRC
“Controlling Shareholder(s)”	has the meaning ascribed to it under the Listing Rules and unless the context otherwise requires, refers to Lei Jun and the directly and indirectly held companies through which Lei Jun has an interested in the Company, namely, Smart Mobile Holdings Limited and Smart Player Limited

“Director(s)”	the director(s) of the Company
“Group”, “our Group”, or “the Group”	the Company, its subsidiaries and the PRC Operating Entities (the financial results of which have been consolidated and accounted for as a subsidiary of the Company by virtue of the Contractual Arrangements) from time to time
“Hong Kong” or “HK”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Hong Kong dollars” or “HK dollars” or “HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Latest Practicable Date”	September 8, 2025, being the latest practicable date prior to the bulk printing and publication of this interim report
“Listing”	the listing of the Class B Shares on the Main Board of the Stock Exchange
“Listing Rules”	the Rules governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, as amended, supplemented or otherwise modified from time to time
“Main Board”	the stock exchange (excluding the option market) operated by the Stock Exchange which is independent from and operates in parallel with the Growth Enterprise Market of the Stock Exchange
“Model Code”	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 of the Listing Rules
“Onshore Holdcos” each a “Onshore Holdco”	Beijing Wali Culture, Xiaomi Inc., Rigo Design, Beijing Duokan, Beijing Wali Internet, Beijing Electronic Software and Youpin Information Technology
“PRC”	the People’s Republic of China
“PRC Legal Advisor”	JunHe LLP
“Pre-IPO ESOP”	the pre-IPO employee stock incentive scheme adopted by the Company dated May 5, 2011 and superseded on August 24, 2012, as amended from time to time
“Prospectus”	the prospectus of the Company dated June 25, 2018

DEFINITIONS

“Registered Shareholders”	the registered shareholders of the Onshore Holdcos
“Reporting Period”	the six months ended June 30, 2025
“Reserved Matters”	those matters resolutions with respect to which each Share is entitled to one vote at general meetings of the Company pursuant to the Articles of Association, being (i) any amendment to the Memorandum or Articles, including the variation of the rights attached to any class of shares, (ii) the appointment, election or removal of any independent non-executive Director, (iii) the appointment or removal of the Company’s auditors, and (iv) the voluntary liquidation or winding-up of the Company
“Rigo Design”	Rigo Design (Beijing) Co., Ltd.* (美卓軟件設計（北京）有限公司), a limited liability company established under the laws of mainland China on April 24, 2012 and our Consolidated Affiliated Entity
“RMB” or “Renminbi”	Renminbi, the lawful currency of mainland China
“SFO”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
“Share(s)”	the Class A Shares and/or Class B Shares in the share capital of the Company, as the context so requires
“Shareholder(s)”	holder(s) of the Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“subsidiary(ies)”	has the meaning ascribed to it under section 15 of the Companies Ordinance
“substantial shareholder”	has the meaning ascribed to it under the Listing Rules
“treasury Shares”	has the meaning ascribed to it under the Listing Rules which came into effect on June 11, 2024, which, in the Company’s case, refers to the Class B Shares
“United States” or “US”	the United States of America, its territories, its possessions and all areas subject to its jurisdiction

“US\$”	United States dollars, the lawful currency of the United States
“weighted voting rights” or “WVR”	has the meaning ascribed to it under the Listing Rules
“WFOEs”, each a “WFOE”	Xiaomi Communications, Xiaomi Mobile Software, Beijing Digital Technology, Beijing Wali, Airstar Digital Technology, and Xiaomi Youpin Technology
“WVR Beneficiary”	has the meaning ascribed to it under the Listing Rules
“Xiaomi Communications”	Xiaomi Communications Co., Ltd* (小米通訊技術有限公司), a limited liability company established under the laws of mainland China on August 25, 2010 and our indirect wholly-owned subsidiary
“Xiaomi EV”	Xiaomi EV, Inc., an exempted company incorporated under the laws of the Cayman Islands on August 5, 2021 with limited liability and a direct wholly-owned subsidiary of the Company
“Xiaomi Finance”	Xiaomi Finance Inc., an exempted company with limited liability incorporated under the laws of the Cayman Islands on February 15, 2018 and our direct wholly-owned subsidiary
“Xiaomi HK”	Xiaomi H.K. Limited, a limited liability company incorporated under the laws of Hong Kong on April 7, 2010 and our direct wholly-owned subsidiary of the Company
“Xiaomi HK Shares”	ordinary share(s) in the share capital of Xiaomi HK
“Xiaomi Inc.”	Xiaomi Inc.* (小米科技有限責任公司), a limited liability company established under the laws of mainland China on March 3, 2010 and our Consolidated Affiliated Entity
“Xiaomi Mobile Software”	Beijing Xiaomi Mobile Software Co., Ltd.* (北京小米移動軟件有限公司), a limited liability company established under the laws of mainland China on May 8, 2012 and our indirect wholly-owned subsidiary
“Xiaomi Youpin Technology”	Xiaomi Youpin Technology Co. Ltd.* (小米有品科技有限責任公司), a limited liability company established under the laws of mainland China on May 8, 2018 and our indirect wholly-owned subsidiary

DEFINITIONS

“XMF Share Option Scheme I”	the first share option scheme adopted by Xiaomi Finance on June 17, 2018, as amended from time to time
“Youpin Information Technology”	Youpin Information Technology Co., Ltd.* (有品信息科技有限公司), a limited liability company established under the laws of mainland China on April 4, 2018 and our Consolidated Affiliated Entity
“%”	per cent
“2018 Share Award Scheme”	the share award scheme adopted by the Company on June 17, 2018, as amended from time to time
“2018 Share Option Scheme”	the share option scheme adopted by the Company on June 17, 2018, as amended from time to time
“2023 Share Scheme”	the share scheme adopted by the Company on June 8, 2023, as amended from time to time
“2024 Xiaomi HK Share Scheme”	the share scheme adopted by Xiaomi HK on June 6, 2024, as amended from time to time

* For identification purposes only.

