

2025 INTERIM REPORT



华兴资本

CHINA RENAISSANCE HOLDINGS LIMITED

華興資本控股有限公司

(Incorporated in the Cayman Islands with limited liability)

Stock Code: 1911



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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Ms. Hui Yin Ching (*Chairperson*)
Mr. Wang Lixing
Mr. Du Yongbo

Non-Executive Director

Mr. Lin Ning David

Independent Non-Executive Directors

Ms. Chan Ka Lai Vanessa
Mr. Zhao Yue
Mr. Alex Liang
Mr. FU Frank Kan

AUDIT COMMITTEE

Ms. Chan Ka Lai Vanessa (*Chairperson*)
Mr. Zhao Yue
Mr. Alex Liang
Mr. FU Frank Kan

REMUNERATION COMMITTEE

Mr. Alex Liang (*Chairperson*)
Ms. Hui Yin Ching
Mr. Zhao Yue
Mr. FU Frank Kan

NOMINATION COMMITTEE

Ms. Hui Yin Ching (*Chairperson*)
Ms. Chan Ka Lai Vanessa
Mr. Zhao Yue
Mr. FU Frank Kan

COMPANY SECRETARY

Mr. Liu Chak Sing

AUTHORIZED REPRESENTATIVES

Mr. Wang Lixing
Mr. Liu Chak Sing

AUDITOR

ZHONGHUI ANDA CPA Limited
Registered Public Interest Entity Auditors
23/F, Tower 2, Enterprise Square Five,
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Hong Kong

COMPANY ADDRESS

Registered Office

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Grand Cayman, KY1-1104
Cayman Islands

Principal Place of Business in China

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Chaoyang District
Beijing 100027, China

Principal Place of Business in Hong Kong

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International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong

LEGAL ADVISORS

As to Hong Kong law
Reed Smith Richards Butler

As to the laws of mainland China
Commerce & Finance Law Offices

As to BVI and Cayman Islands law
Maples and Calder (Hong Kong) LLP

CORPORATE INFORMATION (CONTINUED)

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Computershare Hong Kong Investor
Services Limited
Shops 1712–1716, 17th Floor
Hopewell Centre
183 Queen's Road East
Wanchai
Hong Kong

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Maples Fund Services (Cayman) Limited
PO Box 1093, Boundary Hall
Cricket Square
Grand Cayman, KY1–1102
Cayman Islands

PRINCIPAL BANKS

China Merchants Bank
Bank of Communications
HSBC
Huaxia Bank
Bank of Hangzhou

STOCK CODE

1911

COMPANY WEBSITE

<http://www.huaxing.com/>

SUMMARY OF FINANCIAL INFORMATION

The following table summarizes our consolidated results of operations for the periods indicated. The summary of consolidated financial data set forth below should be read together with, and is qualified in its entirety by reference to, the condensed consolidated financial statements in this Interim Report, including the related notes. Our financial information was prepared in accordance with IFRS.

SUMMARY OF CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	For the six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
Total revenue	425,142	328,921
Total revenue and net investment gains	456,407	359,527
Total operating expenses	(380,577)	(447,263)
Operating profit/(loss)	75,830	(87,736)
Profit/(loss) before tax	98,013	(73,619)
Income tax expenses	(31,991)	(12,348)
Profit/(loss) for the period	66,022	(85,967)
Profit/(loss) for the period attributable to owners of the Company	64,984	(73,822)

To supplement our financial information presented in accordance with IFRS, we also use adjusted net profit/(loss) attributable to owners of the Company as an additional financial measure, which is not required by, or presented in accordance with, IFRS. We believe that this non-IFRS measure facilitates comparisons of operating performance from period to period and company to company by adjusting for potential impacts of non-recurring and certain non-cash items and our management considers this non-IFRS measure to be indicative of our operating performance. We believe that this measure provides useful information to investors and others in understanding and evaluating our consolidated results of operations in the same manner as they help our management. Adjusted net profit/(loss) attributable to owners of the Company does not have a standardised meaning prescribed by IFRS and may not be comparable to similarly titled measures presented by other companies. The use of this non-IFRS measure has limitations as an analytical tool, and Shareholders should not consider it in isolation from, or as substitute for analysis of, or our results of operations as reported under IFRS.

SUMMARY OF FINANCIAL INFORMATION (CONTINUED)

SUMMARY OF CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

	For the six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
Profit/(loss) for the period attributable to owners of the Company	64,984	(73,822)
Add:		
Share-based payment expenses	14,037	28,308
Subtotal before adjustments relating to carried interest	79,021	(45,514)
Add:		
Reversal of unrealized net carried interest ⁽¹⁾	(116,014)	(72,382)
Non-IFRS Measure: Adjusted net loss attributable to owners of the Company (unaudited)⁽²⁾	(36,993)	(117,896)

Notes:

- (1) The unrealized net carried interest is calculated by subtracting our carried interest to management team and other parties from our unrealized income from carried interest as follows.

	For the six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
Reversal of unrealized income from carried interest	(143,745)	(241,132)
Reversal of carried interest to management team and other parties	27,731	168,750
Reversal of unrealized net carried interest	(116,014)	(72,382)

The unrealized income from carried interest is based on the underlying fair value change of the respective funds under our investment management business. The unrealized income from carried interest is allocated to us based on the cumulative fund performance to date, subject to the achievement of minimum return levels to limited partners. At the end of each reporting period, we calculate the unrealized income from carried interest that would be due to us for each fund, pursuant to the relevant fund agreements, as if the fair value of the underlying investments were realized as of such date, irrespective of whether such amounts have been realized. As of June 30, 2025, accumulated unrealized income from carried interest and unrealized net carried interest were RMB1.9 billion and RMB0.5 billion, respectively. As the fair value of underlying investments varies among reporting periods, it is necessary to make adjustments to amounts presented as unrealized income from carried interest. Such adjustments may, in certain circumstances, reverse the unrealized income from carried interest reported in the prior period due to fluctuations in the value of the underlying investments.

- (2) We define adjusted net loss attributable to owners of the Company as profit/(loss) for the period attributable to owners of the Company adjusted for the impact of (i) share-based payment expenses, (ii) reversal of unrealized income from carried interest, and (iii) reversal of carried interest to management team and other parties.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The global situation in 2025 was complex and volatile, with economic growth slowing down, geopolitical conflicts intensifying and uncertainties increasing, and China's capital market continued to face various pressures. However, driven by policy support and the domestic market demand, China's GDP grew by 5.3% year-on-year in the first half of 2025, exceeding the annual growth target of 5%, laying a solid foundation for the full-year economic growth. The long-term resilience of China's capital market remains strong, and with the advancement of economic transformation and the rise of emerging industries, investment opportunities in the capital market remain vast. All of China Renaissance Group's business segments have also begun a strong recovery under the current market trend, ushering in our Era 2.0. In the first half of 2025, the Group's total revenue and net investment gains amounted to RMB460 million, representing an increase of 27% year-on-year. Operating profit and profit attributable to owners of the Company amounted to RMB76 million and RMB65 million respectively, turning around from loss to notable profit. The excellent results achieved in the first half of the year have laid a solid foundation for the Group to achieve its full-year profit target.

In the first half of 2025, the investment management business contributed 52% of the Group's total revenue. Actively promoting the orderly exit of projects remains the current focus of the investment management business. During the period, the total exit amount of fund projects managed by the Group was RMB1.3 billion. As ongoing exits further enhanced the Distribution to Paid-in Capital ("DPI") of the Group's funds, as of today, the DPI of 5 out of 11 main funds and certain project funds have reached over 100% and have started to generate carried interest. During the year, carried interest has been continuously credited to the financial statement, providing support for the Group's financial performance. During the Reporting Period, the total carried interest credited to the financial statement of the Group amounted to RMB150 million, with a net carried interest credited of RMB60 million, exceeding the carried interest income for the entire previous year. As of the end of the Reporting Period, accumulated unrealized total carried interest amounted to RMB1.9 billion (corresponding net carried interest amounted to RMB500 million), which is expected to provide continuous support for asset management business income and Group's financial performance in the future. In the first half of 2025, fund investment projects including Circle, WEGO Blood Purification (威高血淨), ZG Group (找鋼網) and TransThera (藥捷安康) were listed successfully. Meanwhile, a number of portfolio companies are also in the process of applying for IPOs. Circle, the first listed global stablecoin company, is one of the world's largest and most widely used stablecoin network operators by current circulation. As of June 30, 2025, its stock price had increased nearly fivefold compared to its issue price. Huaxing Growth Capital invested in Circle as early as 2018, reflecting our team's investment foresight and strong confidence in the growth prospects of the digital assets industry, also validating the deep research capabilities and forward-looking strategic investment vision of the Group.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

BUSINESS REVIEW (CONTINUED)

In the first half of 2025, China's private equity market overall was still in a stage of structural adjustment, but new quality productive forces sectors such as AI, embodied intelligence and low-altitude economy were active against the trend and became new growth drivers. Against this backdrop, the Group's investment banking business remained robust, realizing revenue of approximately RMB70 million in the first half of the year. China Renaissance maintained its expertise in private equity financing and mergers & acquisitions, focusing on the areas of AI, embodied intelligence and advanced manufacturing, and facilitated the completion of multiple transactions:

- Private equity financing: During the Reporting Period, we assisted innovative companies such as Zhipu AI (智譜), SiliconFlow (硅基流動), Mingxinsk (明心數智), GALAXEA AI (星海圖), ROBOTERA (星動紀元) and Atribot (星塵智能) in completing multiple rounds of financing, covering cutting-edge technologies and application scenarios, which demonstrated China Renaissance's professional depth and comprehensive layout in frontier industry sectors.
- Mergers & acquisitions and strategic transactions: We continued to emphasize strategic transactions, promoting industrial synergy and upgrading. During the Reporting Period, China Renaissance, as the exclusive financial advisor, assisted Beisen (北森) in its acquisition of Cool College (酷學院), which promoted the resource integration of talent management and corporate training business and became an important benchmark in the field of corporate services, further highlighting our strengths in a wide range of mergers & acquisitions transactions.

The Group's investment banking business won a number of industry honors for its outstanding business performance. In the "2025 China Equity Investment Series Mid-Year List" released by Qimingpian (企名片), China Renaissance was honored as "TOP 1 Most Active Financial Advisor", "TOP 1 Financial Advisor in the AI Sector", and "TOP 1 Financial Advisor in the New Energy Sector". TMTPOST (鈦媒體) released the "2025 H1 Pioneer List Series Rankings", and China Renaissance was honored as "Top 1 FA (Financing) Pioneer", "Top 2 FA (M&A) Pioneer". These honors fully validate the Group's leading strength and brand influence in the two areas of financing and mergers & acquisitions.

In the first half of 2025, the Hong Kong and US IPO markets demonstrated a trend of recovery, with 43 companies listed on the main board of Hong Kong Stock Exchange, a year-on-year increase of approximately 48.3%. The Group's investment banking team actively seized market opportunities and captured new IPO project opportunities. During the Reporting Period, the Group, as the sole Asian underwriter, assisted C1 Fund (stock code: CFND), the first closed-end fund focused on primary market investments within the Web3.0 industry, to successfully complete its listing on the New York Stock Exchange. This project holds certain demonstrative significance within the industry. As of the end of June 2025, the proportion of IPO-related projects among the projects pipeline has increased, with ample reserves, including acting as a joint sponsor for a Hong Kong listing project, which has already submitted its listing application to the Hong Kong Stock Exchange.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

BUSINESS REVIEW (CONTINUED)

In the first half of 2025, the total revenue and net investment gains of CR Securities amounted to RMB130 million, representing an increase of 25% year-on-year. Strategic key businesses maintained good growth momentum. CR Securities' Duoduojin (多多金) App continued to empower business development, deeply integrated intelligent tools into each investing link and satisfied multi-level investment needs of customers. As of the end of June 2025, the cumulative number of registered users and cumulative number of accounts opened for the CR Securities' Duoduojin App increased by 26% and 35% respectively, compared to the end of 2024. For the first half of 2025, the revenue from retail brokerage business increased by 110% year-on-year. In terms of investment banking business, CR Securities focused on the hard technology sector, building a full-chain integrated service from private financing to IPO. During the Reporting Period, CR Securities completed private equity financing projects for companies such as KUNLUNXIN (昆仑芯) and MG POWER (镁源动力). While expanding business and increasing income, CR Securities continued to reduce costs and increase efficiency, with its operating loss narrowing significantly by 60% year-on-year in the first half of 2025. As of the end of the period, total assets of CR Securities amounted to RMB3.4 billion, net assets amounted to RMB2.4 billion, highly liquid assets such as cash, deposits, cash management products and listed corporate bonds totaled RMB2.8 billion.

BUSINESS OUTLOOK

Looking at the global landscape from mid-2025, we can deeply feel that the century of change is reshaping the global economic order with surging force: AI reshapes industries, data factor reform speeds up, and Web3.0 builds a new paradigm. China is breaking through with the “dual-chain integration” of the innovation chain and the industrial chain, demonstrating strong resilience amidst challenges. As a leading institution focused on empowering the new economy in China, China Renaissance continues to stand at the forefront of the times, promoting the development of science and technology and the economy with the power of capital, and practicing the important responsibility given to financial institutions in the era of new quality productivity.

The Group's business is gradually recovering solidly, with cash flow and financial condition continuously improving. Relying on its robust financial structure, innovative business model and professional service capabilities, the Group will proactively seize market opportunities, focus on core business areas, actively explore the “second growth curve”, and fully embark on a new chapter in the China Renaissance 2.0 era. At the industrial layout level, the Group will deeply root itself in the frontier fields of science and technology with disruptive potential such as AI and embodied intelligence, using a forward-looking vision to discover and cultivate future industry leaders, striving to become their most steadfast capital market partner. In terms of business model innovation, the Group will continue to deepen its investment in the Web3.0 sector through the synergy between primary and secondary markets and the integration of traditional finance (TradFi) and decentralized finance (De-Fi), build an intelligent and trustworthy value network to realize the in-depth linkage between emerging science and technology, the financial industry and the digital world, and ultimately empower the advanced industries with intelligent financial services development. The Group will uphold its original intention of supporting high-quality entrepreneurial enterprises, build a mutually beneficial and win-win industrial ecosystem, and work with all parties to create long-term value.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

SEGMENT PERFORMANCE

The following table sets forth a breakdown of revenue and net investment gains by reporting segment for the periods indicated.

	For the six months ended June 30,			
	2025 RMB'000	2024 RMB'000	Change RMB'000	% of change
Business Segment				
Investment Banking	69,318	97,570	(28,252)	-29.0%
Investment Management	237,464	131,366	106,098	80.8%
CR Securities	128,810	103,466	25,344	24.5%
Others	20,815	27,125	(6,310)	-23.3%
Total revenue and net investment gains	456,407	359,527	96,880	26.9%

The following table sets forth a breakdown of profit/(loss) by reporting segment for the periods indicated.

	For the six months ended June 30,			
	2025 RMB'000	2024 RMB'000	Change RMB'000	% of change
Business Segment				
Investment Banking	(29,899)	(61,548)	31,649	-51.4%
Investment Management	139,018	39,531	99,487	251.7%
CR Securities	(17,126)	(42,494)	25,368	-59.7%
Others	(16,163)	(23,225)	7,062	-30.4%
Operating profit/(loss)	75,830	(87,736)	163,566	n.m.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

SEGMENT PERFORMANCE (CONTINUED)

Investment Banking

The following table sets forth segment revenue, segment operating expenses and segment operating loss for the periods indicated.

	For the six months ended June 30,			
	2025	2024	Change	% of change
	RMB'000	RMB'000	RMB'000	
Investment Banking				
Advisory services	34,950	37,873	(2,923)	-7.7%
Equity underwriting	5,120	32,164	(27,044)	-84.1%
Sales, trading, and brokerage	29,248	27,533	1,715	6.2%
Segment revenue	69,318	97,570	(28,252)	-29.0%
Compensation and benefit expenses	(67,768)	(112,035)	44,267	-39.5%
Net (impairment loss)/reversal of impairment loss under expected credit loss model	(3)	4	(7)	n.m.
Other operating expenses	(31,446)	(47,087)	15,641	-33.2%
Segment operating expenses	(99,217)	(159,118)	59,901	-37.6%
Segment operating loss	(29,899)	(61,548)	31,649	-51.4%

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

SEGMENT PERFORMANCE (CONTINUED)

Investment Banking (Continued)

The following table sets forth a breakdown of the transaction value of the investment banking business by major service type for the periods indicated.

	For the six months ended June 30,		Change RMB in million	% of change
	2025 RMB in million	2024 RMB in million		
Transaction Value				
Advisory services	5,881	2,648	3,233	122.1%
Equity underwriting	1,175	1,394	(219)	-15.7%
Total	7,056	4,042	3,014	74.6%

Segment Revenue

Investment banking revenue was RMB69.3 million for the six months ended June 30, 2025, a decrease of 29.0% from RMB97.6 million for the six months ended June 30, 2024. This decrease was mainly attributable to the decrease in equity underwriting fees.

Segment Operating Expenses

For the investment banking segment, segment operating expenses decreased by 37.6% from RMB159.1 million for the six months ended June 30, 2024 to RMB99.2 million for the six months ended June 30, 2025 due to the effort to streamline operations and cost structure.

Segment Operating Loss

For the investment banking segment, segment operating loss was RMB29.9 million and RMB61.5 million for the six months ended June 30, 2025 and 2024, respectively.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

SEGMENT PERFORMANCE (CONTINUED)

Investment Management

The following table sets forth segment revenue, segment operating expenses, segment operating profit and segment operating margin for the periods indicated.

	For the six months ended June 30,			
	2025 RMB'000	2024 RMB'000	Change RMB'000	% of change
Investment Management				
Management fees	107,758	154,704	(46,946)	-30.3%
Realized income from carried interest	147,208	10,107	137,101	1,356.5%
Segment revenue	254,966	164,811	90,155	54.7%
Net investment losses	(17,502)	(33,445)	15,943	-47.7%
Segment revenue and net investment losses	237,464	131,366	106,098	80.8%
Compensation and benefit expenses	(32,774)	(46,917)	14,143	-30.1%
Carried interest to management team and other parties	(86,979)	(7,059)	(79,920)	1,132.2%
Investment (gains)/losses attributable to interest holders of consolidated structured entities	(536)	9,133	(9,669)	n.m.
Net reversal of impairment loss/ (impairment loss) under expected credit loss model	56,125	(4,280)	60,405	n.m.
Other operating expenses	(34,282)	(42,712)	8,430	-19.7%
Segment operating expenses	(98,446)	(91,835)	(6,611)	7.2%
Segment operating profit	139,018	39,531	99,487	251.7%
Segment operating margin	58.5%	30.1%		

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

SEGMENT PERFORMANCE (CONTINUED)

Investment Management (Continued)

The following table sets forth a movement of investments in our own private equity funds and investments in third-party private equity funds for the period indicated.

	Investments in our own funds RMB'000	Investments in third-party funds RMB'000
Balance at December 31, 2024	1,048,778	604,134
Invested Capital	48,724	9,814
Distribution	(65,135)	(3,988)
Change in value	2,561	(38,997)
Effect of exchange rate change	(1,815)	(1,742)
Balance at June 30, 2025	1,033,113	569,221

As of June 30, 2025, the IRR of investments in our own private equity funds and investments in third-party private equity funds was 17.0% and 14.1%, respectively.

The following table sets forth certain operational information for the investment management segment as of the dates indicated.

	As of June 30, 2025 RMB in million	As of December 31, 2024 RMB in million
Committed Capital	35,174	36,118
Invested Capital	30,088	30,131
Fair Value of Investments	52,909	53,247
Fee-earning AUM	12,167	13,493
AUM	29,099	31,974

The management fees for each of our main funds are calculated on a percentage ranging from 1.5% to 2.0% of capital commitments during investment period or cost of undisposed investments after investment period. For our project funds, the percentage may vary from 0% to 2%. The income from carried interest from each of our funds is determined only after the fund has achieved its applicable contractual hurdle rate and is based on a percentage of difference of fair value of investments net of expenses over invested capital, which is typically 20% for our main funds and ranges from 0% to 20% for our project funds. The hurdle rate of our funds is typically 8% per annum. Our main funds generally have investment periods of five years. The term of our main funds generally last for 7 to 12 years, subject to a limited number of extensions with the consent of the limited partners.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

SEGMENT PERFORMANCE (CONTINUED)

Investment Management (Continued)

The following table sets forth certain performance information for our private equity funds as of the dates indicated.

RMB in million except multiples and percentages	Committed Capital	Realized Investments ⁽¹⁾		Unrealized Investments		Gross Multiple of Invested Capital ⁽²⁾
		Invested Capital	Fair Value	Invested Capital	Fair Value	
As of June 30, 2025						
Main Funds ⁽³⁾	28,956	8,760	20,541	14,137	19,835	1.8
Project Funds	6,218	3,556	8,431	3,635	4,102	1.7
Total	35,174	12,316	28,972	17,772	23,937	1.8
As of December 31, 2024						
Main Funds ⁽³⁾	29,892	7,718	19,383	15,211	21,348	1.8
Project Funds	6,226	3,472	8,285	3,730	4,231	1.7
Total	36,118	11,190	27,668	18,941	25,579	1.8

- (1) An investment is considered fully or partially realized when it has been disposed of or has otherwise generated disposition proceeds or current income.
- (2) The gross multiples of invested capital measure the aggregate value generated by private equity fund's investments in absolute terms. Each gross multiple of invested capital is calculated by dividing the sum of total realized and unrealized values of a private equity fund's investments by the total amount of capital invested by the private equity fund. Such total amount of capital invested by the private equity fund does not give effect to the allocation of realized and unrealized carried interest or the payment of any applicable management fees or operating expenses.
- (3) As of June 30, 2025 and December 31, 2024, we managed eleven main private equity funds, including eight under our Huaxing Growth Capital and three under our Huaxing Healthcare Capital.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

SEGMENT PERFORMANCE (CONTINUED)

Investment Management (Continued)

Segment Revenue and Net Investment Losses

For the investment management segment, management fees decreased by 30.3% from RMB154.7 million for the six months ended June 30, 2024 to RMB107.8 million for the six months ended June 30, 2025. This decrease was primarily due to the decrease in fee-earning AUM with the distribution of funds in the second half of 2024 and first half of 2025. Net investment gains or losses from the investment management business mainly represents the investment income or losses from the investments in our own private equity funds and third-party private equity funds. Net investment losses were RMB17.5 million and RMB33.4 million for the six months ended June 30, 2025 and 2024, respectively.

As of June 30, 2025, the total return of five main funds and nine project funds successfully exceeded the agreed return level in the governing agreement, and it is highly improbable that a significant reversal in the amount of cumulative return will occur. Accordingly, the Group was entitled to a performance-based fee and recognized this fee as income from carried interest. The carried interest to management team and other parties was recognized as an operating expense. During the six months ended June 30, 2025, RMB147.2 million of realized income from carried interest from two main funds and two project funds was recognized, which increased significantly from RMB10.1 million for the six months ended June 30, 2024.

Segment Operating Expenses

For the investment management segment, segment operating expenses increased by 7.2% from RMB91.8 million for the six months ended June 30, 2024 to RMB98.4 million for the six months ended June 30, 2025. This increase was primarily due to the increase in carried interest to management team and other parties which was in line with the increase in realized income from carried interest, partially offset by the reversal of impairment loss under expected credit loss model and the decrease in compensation and benefit expenses.

Segment Operating Profit

For the investment management segment, segment operating profit was RMB139.0 million and RMB39.5 million for the six months ended June 30, 2025 and 2024, respectively. Segment operating margin was 58.5% and 30.1% for the six months ended June 30, 2025 and 2024, respectively.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

SEGMENT PERFORMANCE (CONTINUED)

CR Securities

The following table sets forth segment revenue, segment operating expenses, and segment operating loss for the periods indicated.

	For the six months ended June 30,		Change	% of change
	2025 RMB'000	2024 RMB'000	RMB'000	
CR Securities				
Advisory and underwriting services	21,203	10,988	10,215	93.0%
Sales, trading, and brokerage	57,830	27,505	30,325	110.3%
Interest income	4,606	4,137	469	11.3%
Segment revenue	83,639	42,630	41,009	96.2%
Net investment gains	45,171	60,836	(15,665)	-25.7%
Segment revenue and net investment gains	128,810	103,466	25,344	24.5%
Compensation and benefit expenses	(77,386)	(91,122)	13,736	-15.1%
Net reversal of impairment loss under expected credit loss model	8	2	6	300.0%
Finance cost	(3,819)	(6,952)	3,133	-45.1%
Other operating expenses	(64,739)	(47,888)	(16,851)	35.2%
Segment operating expenses	(145,936)	(145,960)	24	—
Segment operating loss	(17,126)	(42,494)	25,368	-59.7%

Segment Revenue and Net Investment Gains

For the CR Securities segment, segment revenue and net investment gains were RMB128.8 million for the six months ended June 30, 2025, an increase of 24.5% from RMB103.5 million for the six months ended June 30, 2024. This increase was primarily due to the increase in sales, trading, and brokerage fees, resulting from the advancement of innovative brokerage business, and the increase in advisory services fees.

Segment Operating Expenses

For the CR Securities segment, segment operating expenses remained stable as RMB145.9 million and RMB146.0 million for the six months ended June 30, 2025 and 2024, respectively. This was primarily due to the increase in other operating expenses, which was in line with the increase in innovative brokerage revenue, and partially offset by a decrease in compensation and benefit expenses.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

SEGMENT PERFORMANCE (CONTINUED)

CR Securities (Continued)

Segment Operating Loss

For the CR Securities segment, segment operating loss was RMB17.1 million and RMB42.5 million for the six months ended June 30, 2025 and 2024, respectively.

Others

The others segment mainly comprises wealth management business, and investment and management of our own funds. Wealth management business provides value-added wealth management services for high net worth individuals and other high net worth groups represented by new-economy entrepreneurs.

The following table sets forth segment revenue, segment operating expenses and segment operating loss for the periods indicated.

	For the six months ended June 30,		Change	% of change
	2025 RMB'000	2024 RMB'000	RMB'000	
Others				
Segment revenue	17,219	23,910	(6,691)	-28.0%
Net investment gains	3,596	3,215	381	11.9%
Segment revenue and net investment gains	20,815	27,125	(6,310)	-23.3%
Compensation and benefit expenses	(27,010)	(32,023)	5,013	-15.7%
Net impairment loss under expected credit loss model	(21)	(1,625)	1,604	-98.7%
Finance cost	(884)	(746)	(138)	18.5%
Other operating expenses	(9,063)	(15,956)	6,893	-43.2%
Segment operating expenses	(36,978)	(50,350)	13,372	-26.6%
Segment operating loss	(16,163)	(23,225)	7,062	-30.4%

Segment Revenue and Net Investment Gains

For the others segment, total revenue and net investment gains were RMB20.8 million for the six months ended June 30, 2025, decreased by 23.3% from RMB27.1 million for the six months ended June 30, 2024.

Segment Operating Expenses

For the others segment, segment operating expenses decreased by 26.6% from RMB50.4 million for the six months ended June 30, 2024 to RMB37.0 million for the six months ended June 30, 2025.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

SEGMENT PERFORMANCE (CONTINUED)

Others (Continued)

Segment Operating Loss

For the others segment, segment operating loss was RMB16.2 million and RMB23.2 million for the six months ended June 30, 2025 and 2024, respectively.

RESULTS OF OPERATIONS

Revenue and Net Investment Gains

The following table sets forth a breakdown of revenue and net investment gains by type for the periods indicated.

	For the six months ended June 30,		Change RMB'000	% of change
	2025 RMB'000	2024 RMB'000		
Transaction and advisory fees	148,351	136,063	12,288	9.0%
Management fees	108,218	159,859	(51,641)	-32.3%
Interest income	21,365	22,892	(1,527)	-6.7%
Realized income from carried interest	147,208	10,107	137,101	1,356.5%
Total revenue	425,142	328,921	96,221	29.3%
Net investment gains	31,265	30,606	659	2.2%
Total revenue and net investment gains	456,407	359,527	96,880	26.9%

Total revenue was RMB425.1 million for the six months ended June 30, 2025, an increase of 29.3% from RMB328.9 million for the six months ended June 30, 2024.

- Transaction and advisory fees were RMB148.4 million, an increase of 9.0% from the prior period.
- Management fees were RMB108.2 million, a decrease of 32.3% from the prior period.
- Interest income was RMB21.4 million, a decrease of 6.7% from the prior period.
- Realized income from carried interest was RMB147.2 million, an increase of 1,356.5% from the prior period.

Net investment gains were mainly derived from investments in our own private equity funds, investments in third-party private equity funds, listed equity investments, wealth management related products, structured finance related products, financial bonds and other cash management products. Net investment gains increased from RMB30.6 million for the six months ended June 30, 2024 to RMB31.3 million for the six months ended June 30, 2025.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

RESULTS OF OPERATIONS (CONTINUED)

Revenue and Net Investment Gains (Continued)

Total revenue and net investment gains were RMB456.4 million for the six months ended June 30, 2025, an increase of 26.9% from RMB359.5 million for the six months ended June 30, 2024.

Operating Expenses

Total operating expenses decreased by 14.9% from RMB447.3 million for the six months ended June 30, 2024 to RMB380.6 million for the six months ended June 30, 2025.

Compensation and benefit expenses decreased by 27.4% from RMB282.1 million for the six months ended June 30, 2024 to RMB204.9 million for the six months ended June 30, 2025. Among compensation and benefit expenses, share-based compensation decreased by 50.4% from RMB28.3 million for the six months ended June 30, 2024 to RMB14.0 million for the six months ended June 30, 2025.

Finance costs decreased by 38.9% from RMB7.7 million for the six months ended June 30, 2024 to RMB4.7 million for the six months ended June 30, 2025.

Reversal of impairment loss under expected credit loss model for the six months ended June 30, 2025 was RMB56.1 million, as compared to RMB5.9 million of impairment loss under expected credit loss model for the six months ended June 30, 2024.

Investment gains attributable to interest holders of consolidated structured entities were RMB0.5 million for the six months ended June 30, 2025, as compared to RMB9.1 million of investment losses attributable to interest holders of consolidated structured entities for the six months ended June 30, 2024.

Carried interest to management team and other parties increased from RMB7.1 million for the six months ended June 30, 2024 to RMB87.0 million for the six months ended June 30, 2025, in line with the increase in income from carried interest.

Other operating expenses decreased by 9.2% from RMB153.6 million for the six months ended June 30, 2024 to RMB139.5 million for the six months ended June 30, 2025.

Operating Profit (Loss)

Operating profit was RMB75.8 million for the six months ended June 30, 2025, as compared to RMB87.7 million of operating loss for the six months ended June 30, 2024.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

RESULTS OF OPERATIONS (CONTINUED)

Other Income, Gains or Losses

Other gains increased from RMB0.5 million for the six months ended June 30, 2024 to RMB13.0 million for the six months ended June 30, 2025. Other gains or losses mainly came from government grants and net exchange gains/(losses). Please refer to the Note 5 to the condensed consolidated financial statements for further details.

Investment Income arising from Certain Incidental and Ancillary Investments

Incidental to, and ancillary of, our business operations, we have made investments from time to time, the primary types of which include strategic minority equity investments. Usually we make strategic minority equity investments primarily to establish long-term business relationships with selected companies to facilitate our business. These companies operate in various new economy sectors, such as data service and information technology, and we leverage their expertise to enhance our various business operations.

Investment income arising from certain incidental and ancillary investments decreased from RMB13.1 million for the six months ended June 30, 2024 to RMB9.1 million for the six months ended June 30, 2025.

Share of Results of Associates

Share of gain of associates decreased from RMB0.5 million for the six months ended June 30, 2024 to nil for the six months ended June 30, 2025.

Change in Fair Value of Call Option

The Special Administrative Measures for Access of Foreign Investment (Negative List) (2018 Edition) was promulgated on June 28, 2018 and became effective on July 28, 2018, pursuant to which the limit of ownership percentage by foreign investors in a securities company increased from 49% to 51%. On March 13, 2020, the CSRC announced an elimination of foreign equity cap in securities companies starting from April 1, 2020. Qualified foreign investors can render applications to establish new wholly-owned securities companies or change actual controllers in their existing joint ventures according to Chinese laws, regulations and applicable rules and service guides of the CSRC. Our call option to acquire the non-controlling interests in CR Securities is substantially exercisable and is mandatorily measured at fair value through profit or loss as a derivative in accordance with IFRS. There was no change in fair value of call option for the six months ended June 30, 2025.

Profit (Loss) before Tax

Profit before tax was RMB98.0 million for the six months ended June 30, 2025, as compared to RMB73.6 million of loss before tax for the six months ended June 30, 2024.

Income Tax Expense

Income tax expense was RMB32.0 million and RMB12.3 million for the six months ended June 30, 2025 and 2024, respectively. The increase was primarily due to more taxable income generated for the six months ended June 30, 2025.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

RESULTS OF OPERATIONS (CONTINUED)

Profit (Loss) for the Period and Profit (Loss) for the Period Attributable to Owners of the Company

Profit for the period was RMB66.0 million for the six months ended June 30, 2025, as compared to RMB86.0 million of loss for the period for the six months ended June 30, 2024. Profit for the period attributable to owners of the Company was RMB65.0 million for the six months ended June 30, 2025, as compared to RMB73.8 million of loss for the period attributable to owners of the Company for the six months ended June 30, 2024.

Adjusted Net Loss Attributable to Owners of the Company

Adjusted net profit attributable to owners of the Company without unrealized net carried interest was RMB79.0 million for the six months ended June 30, 2025, as compared to RMB45.5 million of adjusted net loss attributable to owners of the Company without unrealized net carried interest for the six months ended June 30, 2024. Unrealized net carried interest, calculated as unrealized income from carried interest subtracting carried interest to management team and other parties, was a reverse of RMB116.0 million and a reverse of RMB72.4 million for the six months ended June 30, 2025 and 2024, respectively. Adjusted net loss attributable to owners of the Company with unrealized net carried interest was RMB37.0 million and RMB117.9 million for the six months ended June 30, 2025 and 2024, respectively.

CASH FLOWS

During the six months ended June 30, 2025, we funded working capital and other capital requirements primarily from cash generated from our business operations. We have primarily used cash to fund our capital expenditures and working capital for our business development. We generally deposit our excess cash in interest bearing bank accounts and current accounts and invest in investment-grade financial bonds and other cash management investments. As of June 30, 2025, we had aggregate cash and cash equivalents of RMB1,420.8 million. Excluding CR Securities, we had cash and cash equivalents of RMB1,224.3 million. As of June 30, 2025, the Group had RMB2,232.9 million of cash and cash equivalents, term deposits and highly liquid cash management products. Besides, the Group also had RMB2,245.7 million of highly liquid financial assets which mainly comprise of listed corporate bonds.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

CASH FLOWS (CONTINUED)

Cash Flows from Operating Activities

Cash generated from operating activities consists primarily of our transaction and advisory fees, management fees, interest income, realized income from carried interest and realized net investment gains received. Cash used in operating activities mainly comprises investments in cash management products and contribution in the working capital. Cash flow from operating activities reflects: (i) profit/(loss) before income tax adjusted for non-cash and non-operating items, such as depreciation of property and equipment, amortization of intangible assets, interest income, finance costs, net investment gains, investment gains/(losses) attributable to interest holders of consolidated structured entities, investment gain arising from certain incidental and ancillary investments, net reversal of impairment loss/(impairment loss) under expected credit loss model, share of results of associates and share-based payment expense; (ii) the effects of movements in working capital, such as increase or decrease in accounts and other receivables, financial assets purchased under resale agreements, amounts due from related parties, amounts due to related parties, cash held on behalf of brokerage clients, financial assets sold under repurchase agreements, accounts and other payables, payable to brokerage clients and contract liabilities; (iii) increase or decrease in financial assets at fair value through profit or loss; and (iv) other cash items such as interest received and income tax paid.

For the six months ended June 30, 2025, we had net cash generated from operating activities of RMB78.7 million, resulting from our profit before income tax of RMB98.0 million adjusted for non-cash and non-operating items of RMB70.4 million, income tax payment of RMB37.1 million, interest earned of RMB21.3 million and positive movements in working capital of RMB66.8 million. Positive movements in working capital primarily reflected: (i) a decrease of RMB268.2 million in accounts and other receivables in connection with our business operations, (ii) a decrease of RMB109.6 million in amounts due from related parties, (iii) a decrease of RMB141.3 million in financial assets at fair value through profit or loss, (iv) an increase of RMB18.0 million in contract liabilities, (v) a decrease of RMB735.1 million in cash held on behalf of brokerage clients, (vi) a decrease of RMB19.0 million in financial assets purchased under resale agreements, (vii) an increase of RMB0.1 million in amounts due to related parties, and offset by (viii) a decrease of RMB227.7 million in financial assets sold under repurchase agreements, (ix) a decrease of RMB735.1 million in payable to brokerage clients, and (x) a decrease of RMB261.7 million in accounts and other payables.

For the six months ended June 30, 2024, we had net cash generated from operating activities of RMB198.5 million, resulting from our loss before income tax of RMB73.6 million adjusted for non-cash and non-operating items of RMB7.5 million, income tax payment of RMB48.2 million, interest earned of RMB22.2 million and positive movements in working capital of RMB290.6 million. Positive movements in working capital primarily reflected: (i) a decrease of RMB262.1 million in accounts and other receivables in connection with our business operations, (ii) a decrease of RMB239.7 million in financial assets at fair value through profit or loss, (iii) an increase of RMB22.0 million in financial assets sold under repurchase agreements, (iv) an increase of RMB278.9 million in payable to brokerage clients, (v) an increase of RMB52.2 million in contract liabilities, and offset by (vi) a decrease of RMB238.5 million in accounts and other payables, (vii) an increase of RMB278.9 million in cash held on behalf of brokerage clients, (viii) an increase of RMB40.7 million in amounts due from related parties, (ix) an increase of RMB6.0 million in financial assets purchased under resale agreements, and (x) a decrease of RMB0.2 million in amounts due to related parties.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

CASH FLOWS (CONTINUED)

Cash Flows from Investing Activities

Cash outflows from investing activities primarily consist of our purchase of property and equipment, intangible assets, financial assets at fair value through profit or loss (non-current), financial assets at fair value through other comprehensive income, term deposits, investments in associates, loan receivables and digital assets. Cash inflows from investing activities primarily consist of proceeds from disposal of financial assets at fair value through profit or loss, investment returns received from associates, interest received, proceeds from disposal of investments in associates, maturity of term deposits, and repayment of loan receivables.

For the six months ended June 30, 2025, net cash used in investing activities was RMB35.6 million, primarily due to (i) placement of term deposits of RMB122.9 million, (ii) purchase of digital assets of RMB78.7 million, (iii) addition to investment in associates of RMB48.7 million, and offset by (iv) proceeds of RMB72.3 million from disposal of financial assets at fair value through profit or loss, (v) investment returns of RMB57.2 million received from associates, (vi) proceeds of RMB45.7 million from disposal of financial assets at fair value through other comprehensive income, (vii) repayment of RMB24.4 million from loans receivable, and (viii) net proceeds of RMB7.6 million from rental deposits.

For the six months ended June 30, 2024, net cash used in investing activities was RMB52.3 million, primarily due to (i) placement of term deposits of RMB56.1 million, (ii) repayment of RMB13.2 million to related parties, (iii) net payments of RMB12.4 million for rental deposits, (iv) addition to investment in associates of RMB12.1 million, and offset by (v) proceeds of RMB21.3 million from disposal of financial assets at fair value through profit or loss and (vi) investment returns of RMB21.0 million received from associates.

Cash Flows from Financing Activities

Financing activities primarily consist of structured notes, cash injection by third-party holders of consolidated structured entities, cash repayment to third-party holders of consolidated structured entities, repayment of lease liabilities, and interest paid.

For the six months ended June 30, 2025, net cash generated from financing activities was RMB85.4 million, primarily due to (i) proceeds from issuance of structured notes of RMB100.0 million, (ii) cash injection by third-party holders of consolidated structured entities of RMB10.7 million, and offset by (iii) repayments of leases liabilities of RMB13.0 million and (iv) cash repayment to third-party holders of consolidated structured entities of RMB11.2 million.

For the six months ended June 30, 2024, net cash used in financing activities was RMB31.6 million, primarily due to (i) repayments of leases liabilities of RMB20.1 million and (ii) cash repayment to third-party holders of consolidated structured entities of RMB10.9 million.

OFF-BALANCE SHEET COMMITMENTS AND ARRANGEMENTS

As of June 30, 2025, we had not entered into any off-balance sheet transactions.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

CAPITAL STRUCTURE

We manage our capital to ensure that entities in the Group will be able to continue as a going concern while maximising the return to Shareholders through the optimisation of our capital structure.

The Group is aware of the need to use capital for further business development, continuously seeking various means of financing. As of June 30, 2025, the Group had no outstanding bank borrowings and held credit facilities from authorized institutions in aggregate principal amount of RMB501.1 million. As of June 30, 2025, the Group had RMB2,232.9 million of cash and cash equivalents, term deposits and highly liquid cash management products. Besides, the Group also had RMB2,245.7 million of highly liquid financial assets which mainly comprise of listed corporate bonds.

GEARING RATIO

The gearing ratio of the Group, which is calculated as total liabilities divided by total assets, excluding the effect of right-of-use assets, lease liabilities, open trade receivable, open trade payable, payable to consolidated structured entities, cash held on behalf of brokerage clients and payable to brokerage clients was 10.0% as of June 30, 2025, compared with 12.2% as of December 31, 2024.

SIGNIFICANT INVESTMENTS HELD

Incidental to, and ancillary of, our business operations, we have made investments from time to time, the primary types of which include (i) investments in our own private equity funds in our capacity as a general partner and limited partner, to further align our interests with those of investors in our private equity funds, (ii) investments in third-party private equity funds in our capacity as a limited partner, to seize investment opportunities that are complementary to our own private equity funds, such as investment in those third-party private equity funds focusing on early-stage portfolio companies, (iii) strategic minority equity investments, to establish long-term business relationships with selected companies to facilitate our business, and (iv) digital assets, to develop our Web3.0 business.

The following table sets forth the fair value of investments of our primary investment activities as of the dates indicated.

	As of June 30, 2025 RMB'000	As of December 31, 2024 RMB'000
Investments in our own private equity funds in our capacity as a general partner and limited partner	1,033,113	1,048,778
Investments in third-party private equity funds in our capacity as a limited partner	569,221	604,134
Strategic minority equity investments		
— Investments in the form of preferred shares of other companies	1,039,564	1,272,048
— Equity holdings in non-associate companies	56,132	56,155
— Investments in listed companies	173,029	—
Digital assets	78,728	—
Total	2,949,787	2,981,115

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

SIGNIFICANT INVESTMENTS HELD (CONTINUED)

As of June 30, 2025, the Group had investments of our primary investment activities amounting to an aggregate of approximately RMB2,949.8 million measured in fair value, which decreased by 1.1% as compared to December 31, 2024. Each investment was individually less than 5% of the total assets of the Group as of June 30, 2025.

We are exposed to a variety of risks in our primary investment activities, including but not limited to, market risk, liquidity risk, and credit risk. The management of the Group manages and monitors these exposures to ensure appropriate measures are implemented in a timely and effective manner. To mitigate the market risk, we have established a market risk management system, which sets out the overall market risk management structure and detailed risk management measures. In managing our liquidity risks, we take into account of our short, medium and long-term funding needs and liquidity management requirements. We maintain adequate cash and cash equivalents and continuously monitor cash flow forecast and actual cash flows. Through rigorous credit assessment and monitoring of risk, we are able to timely detect, report, and manage credit risk.

We apply a rigorous investment process across all of our primary investment activities. Our investment process consists of (i) sourcing and screening, (ii) project establishment, (iii) investment decision-making, (iv) investment execution, (v) post-investment management, and (vi) exit. The Group's investment activities are approved, monitored and reviewed by the relevant investment committees established by the Company, whose members include senior management of the Group, and representatives from finance, legal & compliance functions.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

On June 26, 2025, the Board of the Company has approved China Renaissance's expansion into the Web3.0 and the cryptocurrency assets sector, while consolidating its current businesses, and approved a budget of a total amount of US\$100 million over the next two years for the Group to develop its Web3.0 business and to invest in cryptocurrency assets. Please refer to the Company's announcement dated June 26, 2025 for more details.

Save as disclosed above, the Group did not have any plans for material investments and capital assets as at June 30, 2025.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES AND AFFILIATED COMPANIES

The Group did not have material acquisitions and disposals of subsidiaries and affiliated companies for the six months ended June 30, 2025.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

EMPLOYEE AND REMUNERATION POLICY

As of June 30, 2025, we had 441 full-time employees, including over 86% advisory and investment professionals.

The following table sets forth the number of our employees by function as of June 30, 2025.

Function	Number of Employees	Percentage
Investment Banking	80	18%
Investment Management	37	8%
CR Securities	258	59%
Others	3	1%
Group Middle and Back Office	63	14%
Total	441	100%

The following table sets forth the number of our employees by geographic region as of June 30, 2025.

Geographic Region	Number of Employees	Percentage
Beijing, China	170	39%
Shanghai, China	199	45%
Other cities in China	18	4%
Hong Kong, China	47	11%
United States	6	1%
Singapore	1	—%
Total	441	100%

Our success depends on our ability to attract, retain and motivate qualified personnel. As part of our retention strategy, we offer employees performance-based cash bonuses and other incentives in addition to base salaries. As of June 30, 2025, 84 grantees held options granted under the ESOP (as defined in the Prospectus) and restricted shares under the RSU Plan (as defined in the Prospectus) which remained outstanding. The total remuneration expenses, including share-based payment expense, for the six months ended June 30, 2025 were RMB204.9 million, representing a decrease of 27.4% as compared to six months ended June 30, 2024.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

FOREIGN EXCHANGE RISK

Foreign currency risk arises from future commercial transactions, recognized assets and liabilities and net investments in foreign operations. Although we operate businesses in different countries, our primary subsidiaries operate in the PRC with most of the transactions settled in RMB. When considered appropriate, we enter into hedging activities with regard to exchange rate risk. As of June 30, 2025, we did not hedge or used any financial instruments for hedging purposes.

PLEDGE OF ASSETS

As of June 30, 2025, no assets of the Group were pledged.

CONTINGENT LIABILITIES

As of June 30, 2025, save as disclosed in note 33 in this Interim Report, we did not have any material contingent liabilities.

INTERIM DIVIDENDS

The Board does not recommend the distribution of an interim dividend for the six months ended June 30, 2025.

The Company has adopted a dividend policy (the “**Dividend Policy**”), which aims to increase or maintain the value of dividends per share of the Company, to provide reasonable return in investment of investors, and to allow the Shareholders to assess its dividend payout trend and intention.

Pursuant to the Dividend Policy, a dividend may only be declared and paid out of the profits and reserves of the Company lawfully available for distribution (including share premium), and may not be declared and paid out if this would result in the Company being unable to pay its debts as they fall due in the ordinary course of business. The Board has absolute discretion on whether to pay a dividend and alternatively, Shareholders may by ordinary resolution declare dividends, but no dividend may be declared in excess of the amount recommended by the Board. In addition, the Company does not currently have a fixed dividend payout ratio. If the Board decides to pay dividends, the form, frequency and amount of dividends will depend on, among other things, (a) current and future operations, and future business prospects, (b) the Company’s liquidity position, cash flows, general financial condition, capital adequacy ratio and capital requirements, and (c) the availability of dividends received from subsidiaries and associates in light of statutory and regulatory restrictions on the payment of dividends.

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

OTHER INFORMATION

DIRECTORS' 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 our Company in the Shares, underlying Shares and debentures of our Company or its associated corporation (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 as contained in Appendix C3 to the Listing Rules were as follows:

(i) Long positions in Shares and underlying Shares

Name of Director	Capacity	Number of ordinary shares	Approximate percentage of holding ⁽¹⁾
Ms. Hui Yin Ching ⁽²⁾	Interest in a controlled corporation	12,240,000	2.14%
	Beneficiary of a trust	6,000,000	1.05%
	Interest of spouse	260,508,563	45.53%
Mr. Du Yongbo ⁽³⁾	Beneficial owner	380,000	0.07%
	Beneficiary of a trust	1,619,299	0.28%
Mr. Wang Lixing ⁽⁴⁾	Beneficial owner	2,721,092	0.48%
	Beneficiary of a trust	2,580,131	0.45%

Notes:

1. The calculation is based on the total number of 572,197,776 Shares in issue as at June 30, 2025.
2. Under the SFO, Ms. Hui Yin Ching is deemed to be interested in the 12,240,000 Shares held by Best Fellowship Limited. Pursuant to the RSU Plan of the Company, Ms. Hui Yin Ching is a beneficiary of 6,000,000 Shares held by Go Perfect Development Limited, a trust under the RSU Plan. As Mr. Bao's spouse, she is also deemed to be interested in the 260,508,563 share interests of Mr. Bao.
3. Mr. Du Yongbo is entitled to receive 380,000 Shares pursuant to the exercise of his options granted under the ESOP of the Company. Separately, pursuant to the RSU Plan of the Company, Mr. Du Yongbo is a beneficiary of 1,619,299 Shares held by Go Perfect Development Limited, a trust under the RSU Plan.
4. Mr. Wang Lixing is entitled to receive 2,721,092 Shares pursuant to the exercise of his options granted under the ESOP and 2,070,131 Shares pursuant to restricted shares granted to him under the RSU Plan. Separately, Mr. Wang Lixing also has an indirect interest in a long position of 510,000 Shares.

OTHER INFORMATION (CONTINUED)

DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY OF ITS ASSOCIATED CORPORATIONS (CONTINUED)

(ii) Interest in associated corporations

Name of Director	Name of member of the Group	Capacity/Nature of interest	Amount of registered capital (RMB)	Approximate percentage of holding
Mr. DU Yongbo	Dazi Huashi Industrial Co. Ltd.	Nominee shareholder whose shareholder's rights are subject to contractual arrangements	500,000	50%
	Shanghai Quanyuan Investment Co., Ltd.	Nominee shareholder whose shareholder's rights are subject to contractual arrangements	50,000,000	50%
	Ningbo Meishan Bonded Port Huaxing Xinshou Capital Management Center L.P.	Interests held as a limited partner	20,000,000	18.18%
	Shanghai Huasheng Xinhang Capital Management Center, L.P.	Interests held as a limited partner	38,727,980	20%
	Huaxing Associates II, L.P.	Interests held as a limited partner through controlled corporation ⁽¹⁾	Not applicable	Not applicable
	Huaxing Associates III, L.P.	Interests held as a limited partner through controlled corporation ⁽¹⁾	Not applicable ⁽²⁾	Not applicable ⁽²⁾

Notes:

1. Mr. Du Yongbo holds limited partnership interest through Ever Perfect Investments Limited, a special purpose vehicle controlled by Mr. Du.
2. In Huaxing Associates III, L.P., the capital commitment of Ever Perfect Investments Limited (being a special purpose vehicle controlled by Mr. Du Yongbo) is US\$1,000,000, which accounts for 4.96% of the total capital commitment of partners of Huaxing Associates III, L.P.

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 to be notified to the Company and the Stock Exchange pursuant to Part XV of the SFO (including the interests and short positions which the Director is taken or deemed to have under such provisions of the SFO); or (b) were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein; or (c) were required, pursuant to the Model Code to be notified to the Company and the Stock Exchange.

OTHER INFORMATION (CONTINUED)

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 persons (other than our Directors or chief executives of our 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 Shareholder	Capacity	Nature of interest	Number of ordinary shares	Approximate percentage of holding ⁽¹⁾
Mr. Bao ⁽²⁾	Interest in a controlled corporation	Long position	218,127,332	38.12%
	Settlor of a trust who can influence how the trustee exercises the voting power of its shares	Long position	24,119,301	4.22%
	Beneficial owner	Long position	5,052,600	0.88%
	Beneficiary of a trust	Long position	3,002,579	0.52%
	Interest of spouse	Long position	18,240,000	3.19%
	Other	Long position	10,206,751	1.78%
CR Partners ⁽²⁾	Beneficial owner	Long position	218,127,332	38.12%
FBH Partners ⁽²⁾	Interest in a controlled corporation	Long position	218,127,332	38.12%
Mr. Li Shujun ⁽³⁾	Interest in a controlled corporation	Long position	35,390,872	6.19%

Notes:

- The calculation is based on the total number of 572,197,776 Shares in issue as at June 30, 2025.
- FBH Partners owns 81.73% equity interest in CR Partners. Mr. Bao owns 79% of the equity interest in FBH Partners, and as a result of a voting proxy granted by Ms. Hui Yin Ching, Mr. Bao's spouse, the 21% owner of FBH Partners, over all her equity interests in FBH Partners, Mr. Bao controls 100% of the voting power at the general meetings of FBH Partners. Under the SFO, Mr. Bao is deemed to be interested in the 218,127,332 Shares held by CR Partners. Separately, as Mr. Bao is the settlor of Sky Allies Trust Scheme who can influence how Infiniti Trust (Hong Kong) Limited exercises the voting of its 24,119,301 Shares held through Sky Allies Development Limited for the trust. Under the SFO, Mr. Bao is also deemed to be interested in the 24,119,301 Shares held by Sky Allies Development Limited. Separately, Mr. Bao directly holds 4,972,600 Shares and is entitled to receive 80,000 Shares pursuant to the exercise of his options granted under the ESOP. Accordingly, Mr. Bao is the beneficial owner of an aggregate interest in 5,052,600 Shares. Additionally, pursuant to the RSU Plan, Mr. Bao is a beneficiary of 3,002,579 Shares held by Go Perfect Development Limited, a trust under the RSU Plan. Separately, Mr. Bao is entitled to exercise the voting rights in respect of 13,179,462 Shares held by Go Perfect Development Limited in accordance with the terms of the RSU Plan. Mr. Bao is also deemed to be interested in the 18,240,000 share interests of Ms. Hui Yin Ching.
- Greenhouse CR Holdings Co., Ltd. is wholly-owned by Trustbridge Partners IV, L.P., whose general partner is TB Partners GP4, L.P.. The general partner of TB Partners GP4, L.P. is TB Partners GP Limited, whose sole shareholder is Mr. Li Shujun. Greenhouse CR Holdings II Co., Ltd. is wholly-owned by Trustbridge Partners V, L.P., whose general partner is TB Partners GP5, L.P.. The general partner of TB Partners GP5, L.P. is TB Partners GP5 Limited, whose sole shareholder is Mr. Li Shujun. Under the SFO, Mr. Li Shujun is deemed to be interested in the 19,869,350 Shares held by Greenhouse CR Holdings Co., Ltd. and the 15,521,522 Shares held by Greenhouse CR Holdings II Co., Ltd. in the capacity of holders of interests in controlled corporations as opposed to beneficial owners. Trustbridge Partners IV, L.P. and Trustbridge Partners V, L.P. are controlled by an independent investment committee with such control being subject to the approval of the respective boards of TB Partners GP Limited and TB Partners GP5 Limited.

Save as disclosed above, so far as is known to any Director or the chief executive of the Company, as at June 30, 2025, no other persons (other than our Directors or chief executives of our Company) had any interests or short positions in the Shares or underlying Shares which would be required to be disclosed to the Company and the Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO, or as recorded in the register required to be kept under section 336 of the SFO.

OTHER INFORMATION (CONTINUED)

SHARE INCENTIVE SCHEMES

1. Employee's Share Option Plan

The purpose of the ESOP is to attract and retain the best available personnel for positions of substantial responsibility, to provide additional incentives to selected employees, directors and consultants and to promote the success of the Company's business by offering these individuals an opportunity to acquire a proprietary interest in the success of the Company or to increase this interest, by issuing them Shares or by permitting them to purchase Shares.

As at June 30, 2025, (a) our Directors were holding unexercised options under the ESOP to subscribe for a total of 3,101,092 Shares, representing 0.54% of the issued share capital of our Company, and (b) other grantees were holding unexercised options under the ESOP to subscribe for a total of 7,315,500 Shares, representing approximately 1.28% of the issued share capital of our Company, details of which are as follows:

Name or category of grantee	Date of grant	Vesting period	The period during which options are exercisable	Exercise price	Number of options				Weighted average closing price of Shares immediately before the exercise date
					Outstanding as at December 31, 2024	Exercised during the Reporting Period	Cancelled/ Lapsed during the Reporting Period	Outstanding as at June 30, 2025	
Director									
Mr. Du Yongbo	April 1, 2018	5 years from the date of grant	15 years from the date of grant	US\$0.75	380,000	—	—	380,000	N/A
Mr. Wang Lixing	January 1, 2015	5 years from the date of grant	15 years from the date of grant	US\$0.25	350,000	—	—	350,000	N/A
	January 1, 2016	5 years from the date of grant	15 years from the date of grant	US\$0.625	771,092	—	—	771,092	N/A
	April 1, 2017	5 years from the date of grant	15 years from the date of grant	US\$0.625	700,000	—	—	700,000	N/A
	April 1, 2018	5 years from the date of grant	15 years from the date of grant	US\$0.75	900,000	—	—	900,000	N/A
Subtotal					3,101,092	—	—	3,101,092	N/A
Other grantees									
In aggregate	Between November 5, 2012 and April 1, 2018	Up to 5 years from the date of grant	15 years from the date of grant or specific date	Between US\$0.25 and US\$0.75	10,678,688	1,150,000	2,213,188	7,315,500	US\$0.48
Subtotal					10,678,688	1,150,000	2,213,188	7,315,500	US\$0.48
Total					13,779,780	1,150,000	2,213,188	10,416,592	US\$0.48

OTHER INFORMATION (CONTINUED)

SHARE INCENTIVE SCHEMES (CONTINUED)

1. Employee's Share Option Plan (Continued)

Details of the movements during the six months ended June 30, 2025 of the options granted under the ESOP are as follows:

Date of grant	Number of share options				As at June 30, 2025	Exercise price	Weighted average closing price of Shares immediately before the exercise date	Exercise period
	As at December 31, 2024	Granted during the Reporting Period	Exercised during the Reporting Period	Lapsed during the Reporting Period				
November 5, 2012	440,000	—	—	—	440,000	US\$0.25	N/A	2025
January 1, 2013	0	—	—	—	0	US\$0.375	N/A	2025
May 13, 2013	0	—	—	—	0	US\$0.25	N/A	2025
January 1, 2014	526,000	—	450,000	—	76,000	US\$0.25	US\$0.48	2025
January 1, 2015	1,282,000	—	500,000	—	782,000	US\$0.25	US\$0.48	2025
October 1, 2015	62,500	—	—	—	62,500	US\$0.25	N/A	2025
January 1, 2016	1,249,092	—	—	—	1,249,092	US\$0.625	N/A	2025
January 1, 2016	200,000	—	200,000	—	0	US\$0.25	US\$0.48	2025
July 1, 2016	470,000	—	—	130,000	340,000	US\$0.625	N/A	2025
January 1, 2017	0	—	—	—	0	US\$0.625	N/A	2025
April 1, 2017	3,251,000	—	—	350,000	2,901,000	US\$0.625	N/A	2025
October 1, 2017	320,000	—	—	—	320,000	US\$0.625	N/A	2025
April 1, 2018	5,979,188	—	—	1,733,188	4,246,000	US\$0.75	N/A	2025

No option may be granted under the ESOP after the Listing and no options under the ESOP were granted during the six months ended June 30, 2025. 1,150,000 options under the ESOP were exercised and 2,213,188 options under the ESOP were cancelled during the six months ended June 30, 2025.

2. RSU Plan

The RSU Plan was approved by the Board on June 15, 2018.

The purpose of the RSU Plan is to enable the officers, employees or directors of, and consultants to, the Group to share in the success of the Company, in order to assure a closer identification of the interests of such persons with those of the Group and stimulate the efforts of such persons on the Group's behalf.

During the six months ended June 30, 2025, the Company granted an aggregate of 10,786,000 RSUs to 36 grantees, among whom 8 grantees are connected persons of the Company, in accordance with the terms of the RSU Plan. All such grants of RSUs during the period involved existing Shares only.

OTHER INFORMATION (CONTINUED)

SHARE INCENTIVE SCHEMES (CONTINUED)

2. RSU Plan (Continued)

Details of the movements during the six months ended June 30, 2025 of the RSUs granted under the RSU Plan for the Reporting Period are as follows:

								Closing price of the Company's shares immediately before the grant date	Weighted average closing price of the shares immediately before the dates on which the RSUs were vested	Fair value of RSUs at the grant date
	Date of grant	Vesting period	Outstanding as at December 31, 2024	Granted during the Reporting Period	Vested during the Reporting Period	Cancelled/ Lapsed during the Reporting Period	Outstanding as at June 30, 2025			
Directors										
Ms. Hui Yin Ching	April 1, 2025	April 1, 2025– March 31, 2026	—	6,000,000	—	—	6,000,000	US\$0.42	N/A	US\$0.43
Mr. Du Yongbo	April 1, 2025	April 1, 2025– March 31, 2026	—	1,000,000	—	—	1,000,000	US\$0.42	N/A	US\$0.43
Mr. Wang Lixing	April 1, 2022	April 1, 2022– March 31, 2025	54,095	—	54,095	—	—	N/A	US\$0.45	N/A
	July 1, 2022	July 1, 2022– June 30, 2025	9,872	—	9,872	—	—	N/A	US\$0.57	N/A
	April 1, 2025	Fully vested on April 1, 2025	—	6,000	6,000	—	—	US\$0.42	US\$0.42	US\$0.43
	April 1, 2025	April 1, 2025– March 31, 2026	—	1,000,000	—	—	1,000,000	US\$0.42	N/A	US\$0.43
Subtotal			63,967	8,006,000	69,967	—	8,000,000	US\$0.42	US\$0.47	US\$0.43
Other grantees										
In aggregate	April 1, 2022	April 1, 2022– March 31, 2025	1,566,964	—	1,338,541	228,423	—	N/A	US\$0.45	N/A
	July 1, 2022	July 1, 2022– June 30, 2025	2,843	—	2,370	473	—	N/A	US\$0.57	N/A
	September 1, 2022	September 1, 2022 – August 31, 2025	1,105,000	—	—	136,000	969,000	N/A	N/A	N/A
	September 1, 2022	September 1, 2022– August 31, 2025	2,145,000	—	—	264,000	1,881,000	N/A	N/A	N/A
	July 1, 2023	July 1, 2023– June 30, 2026	1,567,381	—	—	75,239	1,492,142	N/A	N/A	N/A
	April 1, 2025	Fully vested on April 1, 2025	—	10,000	10,000	—	—	US\$0.42	US\$0.42	US\$0.43
	April 1, 2025	April 1, 2025– March 31, 2026	—	2,770,000	—	—	2,770,000	US\$0.42	N/A	US\$0.43
Subtotal			6,387,188	2,780,000	1,350,911	704,135	7,112,142	US\$0.42	US\$0.45	US\$0.43
Total			6,451,155	10,786,000	1,420,878	704,135	15,112,142	US\$0.42	US\$0.45	US\$0.43

OTHER INFORMATION (CONTINUED)

SHARE INCENTIVE SCHEMES (CONTINUED)

2. RSU Plan (Continued)

Number of Shares underlying the RSUs

Further details of the ESOP and the RSU Plan are set out in the section headed “Statutory and General Information” on Appendix IV of the Prospectus and Note 28 to the consolidated financial statements for the six months ended June 30, 2025.

3. Share Award Scheme

The Share Award Scheme was adopted by the Company on May 27, 2022 pursuant to a resolution of the Board.

The purposes of the Scheme are to align the interests of eligible persons of the Scheme with those of the Group through ownership of Shares, dividends and other distributions paid on Shares and/or the increase in value of the Shares and to encourage and enable eligible persons, upon whose judgment, initiative and efforts the Group largely depends for the successful conduct of its business, to make contributions to the long-term growth and profits of the Group and share in the success of the Group. For details, please refer to the announcements of the Company dated May 27, 2022, July 5, 2022 and the circular of the Company dated July 12, 2022.

The Company has not granted any Award under the Share Award Scheme, including during the six months ended June 30, 2025. As of January 1, 2025 and June 30, 2025, the Company may issue, allot, procure the transfer of and otherwise deal up to 18,000,000 new Shares that may be awarded under the Share Award Scheme, pursuant to specific mandate approved by Shareholders of the Company on July 27, 2022.

Number of Shares that may be issued under all schemes

During the six months ended June 30, 2025, (i) no further option may be granted under the ESOP; (ii) no further new Share may be issued under any advanced mandate approved for distribution of Shares corresponding to RSUs that may be granted, and (iii) up to the maximum number of 18,000,000 Shares may be issued under the Share Award Scheme (representing approximately 3.47% of the weighted average number of Shares in issue), of which no Award has been granted under the Share Award Scheme during the period.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company is committed to maintaining and promoting stringent corporate governance. The principle of the Company’s corporate governance is to promote effective internal control measures and to enhance the transparency and accountability of the Board to all Shareholders.

During the six months ended June 30, 2025, the Company has complied with all applicable code provisions set out in the Corporate Governance Code contained in Appendix C1 to the Rules Governing the Listing of Securities on the Stock Exchange. The Company will regularly review and monitor its corporate governance practices to ensure compliance with the CG Code.

OTHER INFORMATION (CONTINUED)

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as the code of conduct regarding Directors' dealings in the securities of the Company. The provisions under the Listing Rules in relation to compliance with the Model Code by the Directors regarding securities transactions have been applicable to the Company since the Listing Date.

Having made specific enquiry of all the Directors of the Company, all the Directors confirmed that they have strictly complied with the required standards set out in the Model Code throughout the six months ended June 30, 2025.

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

No repurchases of Shares have been made by the Company during the six months ended June 30, 2025 (whether on the Stock Exchange or otherwise).

Neither the Company nor any member of the Group purchased, sold or redeemed any of the Company's listed securities during the six months ended June 30, 2025.

CHANGE IN DIRECTOR'S AND SENIOR MANAGEMENT'S INFORMATION

Ms. Chan Ka Lai Vanessa, our Independent Non-Executive Director, was appointed as an independent non-executive director of Hunan Junxin Environmental Protection Company Limited (湖南軍信環保股份有限公司), a company listed on the Shenzhen Stock Exchange (stock code: 301109.SZ), with effect from August 6, 2025.

Save as disclosed above, there is no change in information of Directors and senior management of the Company required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

CONTINUING DISCLOSURE OBLIGATIONS PURSUANT TO THE LISTING RULES

The Company did not have any disclosure obligations under Rules 13.20, 13.21 and 13.22 of the Listing Rules during the six months ended June 30, 2025.

OTHER INFORMATION (CONTINUED)

CARRIED INTEREST DISTRIBUTION DURING THE REPORTING PERIOD

As disclosed in the section headed “Connected Transactions — Waiver Applications — 1. Carried Interest Distribution Framework Agreement” of the Prospectus, the Company will disclose in its subsequent interim and annual reports: (i) the amount of carried interest received by each of the Connected Investment Team Members (on a named basis) during the relevant reporting period; and (ii) the amount of carried interest that the Group receives from each of the Relevant Investment Funds (save for project funds which will be disclosed on an aggregated basis) during the relevant reporting period.

During the six months ended June 30, 2025, (i) the Group did not make any distribution of carried interest to the Connected Investment Team Members; and (ii) carried interest in the total amount of RMB243,344,815 was received by the general partner of the relevant investment funds as set out below:

Name of relevant investment funds	Amount of carried interest received by the general partner of the fund (RMB)
Huaxing Capital Partners II, L.P. (“USD Fund II”) 華杰(天津)醫療投資合夥企業(有限合伙)	5,777,375
(“Tianjin Huajie Medical Investment Partnership (Limited Partnership)”) 上海華晟領飛股權投資合夥企業(有限合伙)	57,327,914
(“Shanghai Huasheng Lingfei Equity Investment Partnership (Limited Partnership)”) Project fund(s)	44,207,559 136,031,967

AUDIT COMMITTEE AND REVIEW OF FINANCIAL STATEMENTS

The Company has established an 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, risk management and internal controls system of the Group, review and approve connected transactions and provide advice and comments to the Board.

The Audit Committee comprises four independent non-executive Directors, namely Ms. Chan Ka Lai Vanessa, Mr. Zhao Yue, Mr. Alex Liang and Mr. FU Frank Kan. Ms. Chan Ka Lai Vanessa is the chairperson of the Audit Committee.

The Audit Committee has reviewed the unaudited interim results of the Group for the six months ended June 30, 2025 and the Interim Report. 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.

The condensed consolidated financial statements of the Group for the six months ended June 30, 2025 has been reviewed by the Company’s external auditor in accordance with International Standard on Review Engagements 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the International Auditing and Assurance Standards Board.

OTHER INFORMATION (CONTINUED)

OTHER BOARD COMMITTEES

In addition to the Audit Committee, the Company has also established a nomination committee, a remuneration committee, an executive committee and an environmental, social and governance committee.

SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD

On August 22, 2025, the Company entered into a memorandum of understanding with YZi Labs to outline a strategic cooperation framework with YZi Labs to support the adoption of BNB and the BNB Chain ecosystem, and establish a cooperative relationship that is mutually empowering: the Company would empower BNB Chain ecosystem through its capability of financial expertise, acquire access to financial services and favourable investment opportunities with high-quality projects within the BNB Chain ecosystem, and apply these opportunities to its core business development. For details, please refer to the Company's announcement dated August 22, 2025.

Save as disclosed above, no important events affecting the Company have occurred since June 30, 2025 and up to the Latest Practicable Date.

VIEWS ON AUDITOR'S QUALIFIED OPINION IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 2024 ("FY2024") AND RELATED UPDATES

In respect of the Company's annual report for FY2024 which includes its audited consolidated financial statements for that year ("**FY2024 FS**"), the Company clarifies that the Audit Committee has then made enquiries of the Company's management in relation to their views as described in "The Company's Views on Auditor's Qualified Opinion" included in that annual report. Terms defined in Note 49 to FY2024 FS shall have the same meanings when used in this section.

The Audit Committee has understood that the financial treatment of the Matter was undertaken in a prudent manner based on careful consideration and study, including but not limited to accounting standards and relevant legal advice, and agreed with the management's position based on the Company's understanding that the legal position at the time the audit qualification arose had not changed and the facts that were known to the Company as at 31 December 2024 were substantial the same as those that existed in the prior year and accordingly management was not able to determine the possible outcomes of the Incidents and their related impact to determine whether and how much provision should properly be made in relation to the Restricted Amounts and the Incidents.

OTHER INFORMATION (CONTINUED)

VIEWS ON AUDITOR'S QUALIFIED OPINION IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 2024 ("FY2024") AND RELATED UPDATES (CONTINUED)

The "basis for qualified conclusion" included in the report on review of condensed consolidated financial statements issued by the Company's auditors in relation to the six months ended June 30, 2025 relates to the same subject matter. The views of the Board and the Audit Committee, based on the facts known to the Company as at 30 June 2025, is the same as their views in relation to the FY2024 FS.

As at and following the end of FY2024, while the Company is unable to formulate specific actions to resolve the audit qualification given the specific facts to which it relate which are not in the control of the Group, the Company has been monitoring and will continue to closely monitor any developments regarding the Incidents (including where appropriate, seeking updates on legal implications and factual status). The Company has explored with its professional advisers the possibility of full impairment of the Restricted Amounts and/or means of recovering equivalent sums but understand that the options considered are unlikely to lead to the removal of the modified opinion as the characterisation of the Restricted Amounts and its basis remains necessary. It will revisit the appropriate accounting treatment if and to the extent substantive new information becomes available. In this regard, the Company has been able to contact Mr. Bao in August 2025 and has made enquiries with him. However, the Company has not received from Mr. Bao or any other party any information that indicates any material development (other than the fact that Mr. Bao was contactable) that could provide further legal clarity as to the status and/or the recoverability of the Restricted Amount. Accordingly, the Company will continue closely monitoring developments that may allow revisiting the accounting treatment of the relevant matters.

SUPPLEMENTAL INFORMATION IN RELATION TO 2024 ANNUAL REPORT

The Company would like to provide supplemental information to the annual report of the Company for the year ended December 31, 2024 (the "**2024 Annual Report**") published on April 30, 2025 regarding options and RSUs granted under the share incentive schemes of the Company pursuant to Rule 17.07 of the Listing Rules.

OTHER INFORMATION (CONTINUED)

SUPPLEMENTAL INFORMATION IN RELATION TO 2024 ANNUAL REPORT (CONTINUED)

1. Employee's Share Option Plan

Details of the movements during the year ended December 31, 2024 of the options granted under the ESOP are as follows:

Date of grant	Number of share options					Exercise price	Weighted average closing price of Shares immediately before the exercise date	Exercise period
	Outstanding as at January 1, 2024	Granted during the FY2024	Exercised during the year ended December 31, 2024	Lapse during the FY2024	Outstanding as at December 31, 2024			
11/5/2012	440,000	—	—	—	440,000	US\$0.25	N/A	2024
1/1/2013	0	—	—	—	0	US\$0.375	N/A	2024
5/13/2013	300,000	—	300,000	—	0	US\$0.25	US\$0.39	2024
1/1/2014	626,000	—	100,000	—	526,000	US\$0.25	US\$0.39	2024
1/1/2015	4,682,000	—	3,400,000	—	1,282,000	US\$0.25	US\$0.39	2024
10/1/2015	62,500	—	—	—	62,500	US\$0.25	N/A	2024
1/1/2016	1,249,092	—	—	—	1,249,092	US\$0.625	N/A	2024
1/1/2016	200,000	—	—	—	200,000	US\$0.25	N/A	2024
7/1/2016	470,000	—	—	—	470,000	US\$0.625	N/A	2024
1/1/2017	0	—	—	—	0	US\$0.625	N/A	2024
4/1/2017	3,251,000	—	—	—	3,251,000	US\$0.625	N/A	2024
10/1/2017	320,000	—	—	—	320,000	US\$0.625	N/A	2024
4/1/2018	5,979,188	—	—	—	5,979,188	US\$0.75	N/A	2024

OTHER INFORMATION (CONTINUED)

SUPPLEMENTAL INFORMATION IN RELATION TO 2024 ANNUAL REPORT (CONTINUED)

2. RSU Plan

Details of the movements during the year ended December 31, 2024 of the RSUs granted under the RSU Plan are as follows:

	Date of grant	Vesting period	Outstanding as at January 1, 2024	Granted during the FY2024	Vested during the FY2024	Cancelled/ Lapsed during the FY2024	Outstanding as at December 31, 2024	Closing price of the Company's shares immediately before the grant date	Weighted average closing price of the shares immediately before the dates on which the RSUs were vested	Fair value of RSUs at the grant date
Directors										
Mr. Du Yongbo	April 1, 2019	April 1, 2019 – March 31, 2023	85,774	–	85,774	–	–	N/A	US\$0.93	N/A
	April 1, 2020	April 1, 2020 – March 31, 2023	159,938	–	159,938	–	–	N/A	US\$0.93	N/A
	April 1, 2021	April 1, 2021 – March 31, 2024	54,060	–	54,060	–	–	N/A	US\$0.93	N/A
	April 1, 2021	April 1, 2021 – March 31, 2024	242,329	–	242,329	–	–	N/A	US\$0.93	N/A
Mr. Wang Lixing	April 1, 2019	April 1, 2019 – March 31, 2023	77,730	–	77,730	–	–	N/A	US\$0.93	N/A
	April 1, 2020	April 1, 2020 – March 31, 2023	88,242	–	88,242	–	–	N/A	US\$0.93	N/A
	April 1, 2021	April 1, 2021 – March 31, 2024	124,987	–	124,987	–	–	N/A	US\$0.93	N/A
	April 1, 2021	April 1, 2021 – March 31, 2024	133,698	–	133,698	–	–	N/A	US\$0.93	N/A
	April 1, 2022	April 1, 2022 – March 31, 2025	163,922	–	109,827	–	54,095	N/A	US\$0.93	N/A
	July 1, 2022	July 1, 2022 – June 30, 2025	29,913	–	20,041	–	9,872	N/A	US\$0.93	N/A
Subtotal			1,160,593	–	1,096,626	–	63,967	N/A	US\$0.93	N/A

OTHER INFORMATION (CONTINUED)

SUPPLEMENTAL INFORMATION IN RELATION TO 2024 ANNUAL REPORT (CONTINUED)

2. RSU Plan (Continued)

Details of the movements during the year ended December 31, 2024 of the RSUs granted under the RSU Plan are as follows: (continued)

	Date of grant	Vesting period	Outstanding as at January 1, 2024	Granted during the FY2024	Vested during the FY2024	Cancelled/ Lapsed during the FY2024	Outstanding as at December 31, 2024	Closing price of the Company's shares immediately before the grant date	Weighted average closing price of the shares immediately before the dates on which the RSUs were vested	Fair value of RSUs at the grant date
Other grantees										
In aggregate	April 1, 2019	April 1, 2019 – March 31, 2023	812,011	–	791,942	20,069	–	N/A	US\$0.93	N/A
	October 1, 2019	October 1, 2019 – September 30, 2023	137,500	–	137,500	–	–	N/A	US\$0.93	N/A
	April 1, 2020	April 1, 2020 – March 31, 2023	840,165	–	840,165	–	–	N/A	US\$0.93	N/A
	January 1, 2021	January 1, 2021 – December 31, 2023	133,698	–	133,698	–	–	N/A	US\$0.93	N/A
	April 1, 2021	April 1, 2021 – March 31, 2024	1,283,395	–	1,279,401	3,994	–	N/A	US\$0.93	N/A
	April 1, 2021	April 1, 2021 – March 31, 2024	1,038,365	–	1,003,270	35,095	–	N/A	US\$0.93	N/A
	July 1, 2021	July 1, 2021 – June 30, 2024	13,621	–	13,621	–	–	N/A	US\$0.93	N/A
	April 1, 2022	April 1, 2022 – March 31, 2024	300,000	–	300,000	–	–	N/A	US\$0.93	N/A
	April 1, 2022	April 1, 2022 – March 31, 2025	6,387,724	–	4,249,172	571,588	1,566,964	N/A	US\$0.93	N/A
	July 1, 2022	July 1, 2022 – June 30, 2025	8,611	–	5,768	–	2,843	N/A	US\$0.93	N/A
	September 1, 2022	September 1, 2022 – August 31, 2025	1,105,000	–	–	–	1,105,000	N/A	N/A	N/A
	September 1, 2022	September 1, 2022 – August 31, 2025	2,145,000	–	–	–	2,145,000	N/A	N/A	N/A
	July 1, 2023	July 1, 2023– June 30, 2026	2,757,382	–	937,490	252,511	1,567,381	N/A	US\$0.93	N/A
	October 31, 2024	Fully vested on December 31, 2024	–	1,000,000	1,000,000	–	–	US\$0.37	US\$0.37	US\$0.37
		Subtotal	16,962,472	1,000,000	10,692,027	883,257	6,387,188	US\$0.37	US\$0.88	US\$0.37
		Total	18,123,065	1,000,000	11,788,653	883,257	6,451,155	US\$0.37	US\$0.88	US\$0.37

OTHER INFORMATION (CONTINUED)

SUPPLEMENTAL INFORMATION IN RELATION TO 2024 ANNUAL REPORT (CONTINUED)

2. RSU Plan (Continued)

Maximum number of Shares underlying RSUs which can be satisfied by issue of new Shares

As of January 1, 2024 and December 31, 2024, no further new Share may be issued under any advanced mandate approved for distribution of Shares corresponding to RSUs.

3. Number of Shares that may be issued in respect of options and awards granted under all schemes

During the year ended December 31, 2024, (i) no further option may be granted under the ESOP; (ii) no further new Share may be issued under any advanced mandate approved for distribution of Shares corresponding to RSUs that may be granted, and (iii) up to the maximum number of 18,000,000 Shares may be issued under the Share Award Scheme in respect of Awards granted (representing approximately 3.52% of the weighted average number of Shares in issue), of which no Award has been granted under the Share Award Scheme during the period.

SUPPLEMENTAL INFORMATION IN RELATION TO THE COMPANY'S CRYPTOCURRENCY ASSETS INVESTMENT PLAN

Cryptocurrency Assets Investment Plan

As disclosed in the announcement of the Company dated June 26, 2025 (the “**Announcement**”), the Board has approved the Company's expansion into the Web3.0 and the cryptocurrency assets sector, while consolidating the Group's current businesses, and approved a budget of a total amount of US\$100 million over the next two years for the Group to develop its Web3.0 business and to invest in cryptocurrency assets.

The Cryptocurrency Assets Investment Plan is a natural expansion of the Group's existing businesses. Our Group's involvements in the Web3.0 and cryptocurrency sector date back to as early as 2018. Such involvements included the investments made by our Group and our managed funds in leading cryptocurrency companies in their early stages such as Circle Internet Group in 2018, Amber Group in 2021, Matrixport in 2022; and also the provision of investment banking/private placement advisory services to prominent Web3.0 and cryptocurrency sector companies such as Canaan Inc. (NASDAQ:CAN), Bitdeer Technology Group (NASDAQ: BTDR) and Hashkey Group etc. The initiatives as disclosed in our Announcement in response to the Hong Kong Government's new favorable policies and supports towards Web3.0 and the cryptocurrency industry, hence the Group remains optimistic about future growth and development of this sector and has determined to continue to intensify our business development efforts in serving clients and companies in the Web3.0 and the cryptocurrency sectors, deepening our Group's partnership and connectivity with such clients throughout the cryptocurrency value chain and ecosystem.

SUPPLEMENTAL INFORMATION IN RELATION TO THE COMPANY'S CRYPTOCURRENCY ASSETS INVESTMENT PLAN (CONTINUED)

Cryptocurrency Assets Investment Plan (Continued)

The reason for allocating US\$100 million for the Cryptocurrency Assets Investment Plan is a commercial decision made by the Board, reflecting the updated business strategy of the Group to intensify its business development efforts in the Web3.0 and cryptocurrency sector, and having considered the sufficiency of the working capital and cashflow of the Group. The allocated US\$100 million represents approximately (i) 6.78% of the Group's total assets; and (ii) 10.25% of the Group's current assets, as at the financial year ended 31 December 2024.

As disclosed in the Announcement, the Cryptocurrency Assets Investment Plan will be funded by the Group's internal resources and cash reserves and will be made at the Group's discretion in accordance with the market conditions, the Group's business development and cashflow levels, in a prudent manner. When formulating this budget, the Company has already taken into account the development plans and capital requirements of all existing operations. In addition, all the funds to be used for investments under the Cryptocurrency Assets Investment Plan will be funded by internal resources of the Group which are completely segregated from the subsidiaries of the Group engaging in the existing licensed and regulated activities, and hence there will not be material impact to cashflow and/or financial conditions of the Company's subsidiaries operating the existing business.

The reason(s) for the Company to consider investing approximately US\$100 million in BNB

The Company announced the entering into of a non-legally binding memorandum of understanding with YZi Labs on August 22, 2025 (the "**Memorandum**"), pursuant to which the Company and YZi Labs aim to collaborate based on the framework set out in the Memorandum. Pursuant to the Memorandum, the Company aims to, among other things, allocate approximately US\$100 million into BNB based on the following considerations:

1. **Market Position and Scarcity:** BNB is one of the world's top five digital assets by market capitalization, with high liquidity and supported by the mature BNB Chain ecosystem, providing stability and broad applicability. BNB's sophisticated deflationary mechanism also presents a unique value proposition for institutional investors seeking assets with predictable supply reduction. The quarterly Auto-Burn system has already eliminated 31% of BNB's initial 200 million token supply, with the 32nd burn in July 2025 removing 1,595,599.78 BNB worth US\$1.07 billion. The burn mechanism creates a self-reinforcing scarcity cycle for BNB.
2. **Institutional Adoption:** The institutional adoption of BNB as a strategic corporate treasury asset has accelerated significantly, with notable public companies allocation in 2025 including but not limited to CEA Industries Inc (NASDAQ: BNC) and Liminatus Pharma Inc (NASDAQ: LIMN), indicating institutional investors increasingly viewing digital assets as strategic reserve assets rather than speculative investments, and validates BNB's role in corporate treasury management.

OTHER INFORMATION (CONTINUED)

SUPPLEMENTAL INFORMATION IN RELATION TO THE COMPANY'S CRYPTOCURRENCY ASSETS INVESTMENT PLAN (CONTINUED)

The reason(s) for the Company to consider investing approximately US\$100 million in BNB (Continued)

3. **Access to Ecosystem Opportunities:** Through this allocation, the Company aims to become the first Hong Kong-listed company to allocate BNB as part of its proprietary investment portfolio. This positioning provides access to the BNB Chain ecosystem, which handles the largest daily active users and highest peak EVM transactions among blockchain platforms. The Company can leverage its investment banking expertise to support Web3 projects' access to global capital markets through such ecosystem connections. Such opportunities are also amplified through the Memorandum entered into between the Company and YZi Labs, through their ecosystem access to premium projects, brand and awareness supports and strategic collaborations.
4. **Alignment with Hong Kong Government Policy:** The allocation directly supports Hong Kong's government-endorsed Web3 development strategy. The Hong Kong Government has issued comprehensive policy statements supporting digital asset development, with the Financial Secretary explicitly stating that "Hong Kong is pro-Web3" and committed to building "a thriving digital asset ecosystem". The government's "LEAP" framework specifically promotes legal and regulatory streamlining for virtual assets, making institutional adoption a policy priority.

Accordingly, the allocation of BNB by the Company represents not only a financial investment but also a strategic step in advancing the Company's long-term digital transformation agenda and expansion into Web3.0 and the cryptocurrency assets sector.

Risk management measures and control measures

Due diligence

Pre-investment due diligence includes evaluating policy environment, market conditions, legal and regulatory requirements, strategic significance, and exit mechanisms. Investments are sourced through public market data, internal research, and existing networks across the crypto/BNB chain ecosystem partners.

Custody and safekeeping

Assets will be safeguarded through leading virtual asset trading platforms and custodians, such as OSL Digital Securities Limited and HashKey Group. Custody arrangements are designed to prudently manage counterparty risks and ensure security.

Compliance controls

The Company emphasizes compliance, security, and liquidity in its risk management framework. Internal procedures include segregation of duties, transaction validation, financial reconciliation, and documentation.

SUPPLEMENTAL INFORMATION IN RELATION TO THE COMPANY'S CRYPTOCURRENCY ASSETS INVESTMENT PLAN (CONTINUED)

Risk management measures and control measures (Continued)

Segregation of duties

The Company has implemented robust internal controls to safeguard the segregation of duties between the trading team and the business development team. A comprehensive system of functional barriers, commonly referred to as a “Chinese Wall”, is in place to prevent the flow of confidential or price-sensitive information between these teams. This includes physical separation of workspaces, distinct reporting lines, and the deployment of separate personnel for each function. Access to sensitive information is strictly limited to individuals on a “need-to-know” basis, and internal policies prohibit unauthorized sharing or use of such information. These measures are designed to mitigate conflicts of interest.

Risk Management

The Company has noted that the cryptocurrency markets are inherently volatile and is building a comprehensive framework to identify market, liquidity, operational, counterparty, cybersecurity, and compliance risks and to prudently manage risks in connection with its Cryptocurrency Assets Investment Plan. Real-time monitoring tools will be deployed to manage portfolio risks due to crypto volatility.

Incident response and recovery

Internal controls are being designed to ensure industry best practices in middle and back-office functions. Compliance professionals and Web3 experts are appointed to strengthen its operational resilience.

Monitoring and review

Continuous monitoring on the market development is supported by real-time technology platforms and internal research capabilities. The Company plans to review and refine its investment strategy based on evolving market conditions, regulatory updates, and business needs.

Approval and overnight mechanisms

Board authority and strategic oversight

The Board holds ultimate authority over major investment decisions. It approved the Cryptocurrency Assets Investment Plan, reflecting a strategic shift to intensify business development in the Web3.0 and cryptocurrency sectors. This decision was made after considering the Group's working capital, cashflow sufficiency, and broader business strategy.

The Board's role includes (i) endorsing strategic initiatives aligned with government policy and market trends; (ii) ensuring that investments are made prudently and in accordance with internal resources and market conditions; and (iii) overseeing compliance with disclosure obligations under the Listing Rules. The Board has also created and delegated certain power and functions to two committees, namely the Executive Committee and the Principal Investment Committee.

OTHER INFORMATION (CONTINUED)

SUPPLEMENTAL INFORMATION IN RELATION TO THE COMPANY'S CRYPTOCURRENCY ASSETS INVESTMENT PLAN (CONTINUED)

Approval and overnight mechanisms (Continued)

Executive Committee: Operational approval and governance

The Executive Committee is responsible for operational governance and approval of investment decisions. It ensures that all investments adhere to the Company's governance framework and internal management policies. Members of the Executive Committee include senior executives such as chairperson of the Board, chief executive officer of the Company, another executive Director, the chief financial officer of the Company and the chief strategy officer of the Company.

Their responsibilities include (i) strategic planning and oversight of the Group's investment and management activities; (ii) evaluating investment opportunities and ensuring alignment with the Group's risk appetite and strategic goals; and (iii) supervising the development of internal controls and compliance mechanisms.

Principal Investment Committee: Cryptocurrency-specific oversight

For cryptocurrency-related investments, the Principal Investment Committee plays a central role in approval and oversight. This committee comprises chairperson of the Board, chief executive officer of the Company, President of the Group's international business division, the chief financial officer of the Company, and the legal director and company secretary of the Company.

Their functions include (i) approving cryptocurrency investments under the Cryptocurrency Assets Investment Plan; and (ii) ensuring that investments are made in accordance with risk management protocols and regulatory requirements. Additionally, Head of Principal Investment of the Company, leads the establishment of the Principal Investment Division and internal investment process. He is responsible for investment research and investment execution.

The Group will recruit specialized virtual asset management and risk control personnel responsible for establishing relevant policies and systems for cryptocurrency trading and management, monitoring and analyzing the cryptocurrency market and cryptocurrency price, overseeing the standardization and security of all cryptocurrency trading applications, approvals, operations, storage management, transaction reporting, and other processes, and evaluating and reviewing the reasonableness, appropriateness and security of the price range, number and type of cryptocurrencies and timing of each proposed cryptocurrency transaction.

RWA Fund and BNB Chain ecosystem

Pursuant to the Memorandum, the Company, with the cooperation and facilitation of YZi Labs, will establish an RWA fund targeting several hundred million US Dollars, and promote the adoption of the BNB Chain by Hong Kong listed companies in stablecoin and RWA-related use cases.

SUPPLEMENTAL INFORMATION IN RELATION TO THE COMPANY'S CRYPTOCURRENCY ASSETS INVESTMENT PLAN (CONTINUED)

RWA Fund and BNB Chain ecosystem (Continued)

As of the date of this interim report, the proposed RWA fund is still at the structuring stage, and specific details will ultimately be subject to various factors including but not limited to regulatory approval and market conditions. It is currently contemplated that the proposed fund will focus on mature asset classes in Hong Kong and other regulated markets, including but not limited to fixed income assets, real estate assets and other regulated financial assets such as stablecoin-related ecosystem assets and supply chain finance receivables. All investments and operations of the proposed fund will be conducted with risk control and regulatory transparency as guiding principles, and will not involve any unauthorized or unregulated asset classes. Investment decisions, fund operations, and investor protection mechanisms will fully comply with the legal and regulatory frameworks of Hong Kong and other relevant jurisdictions.

Details of the BNB Chain ecosystem

Overview

BNB Chain is a public blockchain ecosystem, using BNB as the native cryptocurrency. It has emerged as a dominant force in the blockchain ecosystem, establishing itself as the one of the largest DeFi ecosystem by Total Value Locked (TVL). As of August 2025, the ecosystem demonstrates remarkable growth across all key metrics, driven by technical innovations, institutional adoption, and a thriving DeFi landscape.

Network Architecture

The BNB ecosystem includes several integrated chains—BNB Smart Chain for general dApps, opBNB with optimistic rollups optimized for DeFi and gaming, and BNB GreenField for decentralized storage solutions BNB serves multiple functions:

- o Paying transaction fees (gas) across the BNB Chain ecosystem
- o Staking to secure the network
- o Participating in network governance
- o Enabling access to Binance Launchpad and other Binance services
- o Supporting DeFi protocols and NFT marketplaces within the ecosystem

Technical Infrastructure and Consensus

BNB operates on a consensus mechanism called Proof of Staked Authority (PoSA), which combines delegated proof of stake with proof of authority. Gas fees on BNB Chain are relatively low, around US\$0.01 per transaction, facilitating wide user participation and enabling micro-transactions by making a wide range of activities more economically viable for users.

OTHER INFORMATION (CONTINUED)

SUPPLEMENTAL INFORMATION IN RELATION TO THE COMPANY'S CRYPTOCURRENCY ASSETS INVESTMENT PLAN (CONTINUED)

Details of the BNB Chain ecosystem (Continued)

Burn Mechanism

The BNB Chain has implemented a burn policy, which is designed to reduce the total supply of BNB from 200 million to 100 million tokens. According to Binance, there are two distinct methodologies through which BNB can be burnt: the quarterly BNB burning event and a percentage of the BNB used as gas fees on the BNB Chain. Since December 2021, the auto-burn system calculates quarterly burns based on BNB's price and BNB Chain block production, replacing the earlier method of using 20% of Binance's profits for buybacks. Additionally, since November 2021, the BEP-95 upgrade burns a portion of the gas fees on the BNB Chain in real-time, proportional to network activity. Burned tokens are sent to an irretrievable blockchain address and cannot be reissued, with transactions publicly verifiable on the BNB Chain. According to Binance, the BNB burn policy is intended to have a deflationary effect, potentially increasing the value and price of BNB. As of July 2025, approximately 40 million BNB reportedly remain to be burned to reach the 100 million target.

As such, the Company believes that the BNB Chain ecosystem represents a mature and scalable infrastructure to support RWA tokenization, stablecoin adoption, and broader digital financial innovation. The Company considers that the burn mechanism reduces circulating supply, which can lead to price appreciation of BNB if demand remains stable or increases. As explained above, the burn mechanism improves network fundamentals, making BNB more attractive as a utility and store-of-value asset.

Note: The disclosure herein is for general information purposes only. It does not constitute, nor should it be interpreted as, any form of solicitation, offer or recommendation of any product or service. Nothing herein constitutes investment, tax or legal advice. In no event should it be considered as recommendation of any securities or digital asset.

REPORT ON REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS



**To the Board of Directors of
China Renaissance Holdings Limited**
(Incorporated in the Cayman Islands with limited liability)

INTRODUCTION

We have reviewed the condensed consolidated financial statements of China Renaissance Holdings Limited (the “**Company**”) and its subsidiaries set out on pages 51 to 102, which comprise the condensed consolidated statement of financial position as of June 30, 2025 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended, and notes to the condensed consolidated financial statements. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 “Interim Financial Reporting” (“**IAS 34**”) issued by the International Accounting Standards Board. The directors of the Company are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with IAS 34. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

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

BASIS FOR QUALIFIED CONCLUSION

Due to the uncertainties in relation to the outcomes of the Incidents as disclosed in note 33 to the condensed consolidated financial statements, we were unable to obtain sufficient appropriate audit evidence to assess the recoverability of the Restricted Amounts of approximately RMB78,458,000 as at June 30, 2025 (December 31, 2024: RMB78,768,000) included in the accounts and other receivables of the Group’s condensed consolidated statements of financial position, and whether any provision in relation to the Incidents should be provided for the six months ended June 30, 2025.

REPORT ON REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

BASIS FOR QUALIFIED CONCLUSION (CONTINUED)

We were unable to determine whether any adjustment to the figure as described above was necessary which might have a consequential effect on the Group's financial performance and its cash flows for the six months ended June 30, 2025 and the financial position of the Group as at June 30, 2025, and the related disclosures thereof in the condensed consolidated financial statements.

QUALIFIED CONCLUSION

Based on our review, except for the possible effects of the matter described in the Basis for Qualified Conclusion paragraph of our report, nothing has come to our attention that causes us to believe that the condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

ZHONGHUI ANDA CPA LIMITED

Certified Public Accountants

Hong Kong

August 28, 2025

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended June 30, 2025

	Notes	Six months ended June 30, 2025 RMB'000 (unaudited)	2024 RMB'000 (unaudited)
Revenue	3		
Transaction and advisory fees		148,351	136,063
Management fees		108,218	159,859
Interest income		21,365	22,892
Income from carried interest		147,208	10,107
Total revenue		425,142	328,921
Net investment gains	4	31,265	30,606
Total revenue and net investment gains		456,407	359,527
Compensation and benefit expenses		(204,938)	(282,097)
Carried interest to management team and other parties		(86,979)	(7,059)
Investment (gains)/losses attributable to interest holders of consolidated structured entities		(536)	9,133
Net reversal of impairment loss/(impairment loss) under expected credit loss model	21	56,109	(5,899)
Finance costs		(4,703)	(7,698)
Other operating expenses		(139,530)	(153,643)
Total operating expenses		(380,577)	(447,263)
Operating profit/(loss)		75,830	(87,736)
Other income, gains or losses	5	13,035	519
Investment gain arising from certain incidental and ancillary investments	6	9,148	13,117
Share of results of associates		—	481
Profit/(loss) before tax		98,013	(73,619)
Income tax expense	7	(31,991)	(12,348)
Profit/(loss) for the period	8	66,022	(85,967)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

For the six months ended June 30, 2025

	Notes	Six months ended June 30, 2025 RMB'000 (unaudited)	2024 RMB'000 (unaudited)
Other comprehensive income			
<i>Items that will not be reclassified to profit or loss:</i>			
Exchange differences on translation from functional currency to presentation currency		(26,254)	5,783
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising on translation of foreign operations		15,273	9,747
Fair value loss on debt instruments measured at fair value through other comprehensive income		—	(2,416)
Reclassification adjustment to profit or loss on disposal of debt instruments measured at fair value through other comprehensive income		2,530	67
Reversal of impairment loss for debt instruments at fair value through other comprehensive income included in profit or loss		(8)	(2)
Income tax that may be reclassified subsequently to profit or loss		(631)	605
Other comprehensive (expense)/income for the period, net of tax		(9,090)	13,784
Total comprehensive income/(expense) for the period		56,932	(72,183)
Profit/(loss) for the period attributable to:			
— Owners of the Company		64,984	(73,822)
— Non-controlling interests		1,038	(12,145)
		66,022	(85,967)
Total comprehensive income/(expense) for the period attributable to:			
— Owners of the Company		55,382	(59,334)
— Non-controlling interests		1,550	(12,849)
		56,932	(72,183)
Earnings/(loss) per share			
Basic	10	RMB0.13	RMB(0.15)
Diluted	10	RMB0.12	RMB(0.15)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At June 30, 2025

	Notes	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Non-current assets			
Property and equipment	11	57,063	57,098
Intangible assets	12	63,092	73,558
Deferred tax assets		33,866	92,105
Investments in associates	13	1,035,714	1,057,810
Investment in a joint venture	14	41,167	41,803
Financial assets at fair value through profit or loss	15	2,119,978	2,214,369
Rental deposits		26,399	34,056
		3,377,279	3,570,799
Current assets			
Accounts and other receivables	19	488,859	759,806
Financial assets purchased under resale agreements	20	—	19,000
Amounts due from related parties	29	113,096	223,203
Financial assets at fair value through profit or loss	15	2,934,924	3,008,496
Financial assets at fair value through other comprehensive income	16	—	48,688
Loans to third parties	17	100,936	68,834
Digital assets	18	78,728	—
Term deposits		122,897	—
Cash held on behalf of brokerage clients		828,305	1,563,370
Cash and cash equivalents		1,420,752	1,298,383
		6,088,497	6,989,780
TOTAL ASSETS		9,465,776	10,560,579

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

At June 30, 2025

	Notes	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Current liabilities			
Accounts and other payables	22	511,504	773,192
Financial assets sold under repurchase agreements	23	369,649	594,095
Short-term debt instrument issued	24	100,396	—
Payable to brokerage clients	25	828,305	1,563,370
Payables to interest holders of consolidated structured entities	26	408,895	410,955
Amounts due to related parties	29	1,836	1,700
Contract liabilities		31,582	13,720
Lease liabilities		25,685	20,673
Income tax payables		11,366	73,857
		2,289,218	3,451,562
Net current assets		3,799,279	3,538,218
TOTAL ASSETS LESS CURRENT LIABILITIES		7,176,558	7,109,017
Non-current liabilities			
Lease liabilities		19,049	21,768
Contract liabilities		1,136	1,036
Deferred tax liabilities		36,652	37,461
		56,837	60,265
NET ASSETS		7,119,721	7,048,752
Capital and reserves			
Share capital	27	94	94
Reserves		6,112,900	6,043,481
Equity attributable to owners of the Company		6,112,994	6,043,575
Non-controlling interests		1,006,727	1,005,177
		7,119,721	7,048,752

The condensed consolidated financial statements on pages 51 to 102 were approved and authorized for issue by the board of directors on August 28, 2025 and were signed on its behalf by:

Hui Yin Ching
Executive Director

Wang Li Xing
Executive Director

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended June 30, 2025

	Notes	Attributable to owners of the Company									Total equity RMB'000
		Share capital RMB'000	Treasury stock RMB'000	Share premium RMB'000	Other reserves RMB'000 (note)	Surplus reserve RMB'000	(Accumulated losses)/ retained earnings RMB'000	Reserves sub-total RMB'000	Sub-total RMB'000	Non-controlling interests RMB'000	
At January 1, 2025 (audited)		94	(8)	6,256,580	(236,082)	45,159	(22,168)	6,043,481	6,043,575	1,005,177	7,048,752
Profit for the period		—	—	—	—	—	64,984	64,984	64,984	1,038	66,022
Other comprehensive (expense)/income for the period		—	—	—	(9,602)	—	—	(9,602)	(9,602)	512	(9,090)
Total comprehensive (expense)/income for the period		—	—	—	(9,602)	—	64,984	55,382	55,382	1,550	56,932
Recognition of equity-settled share-based payment expense	28	—	—	—	14,037	—	—	14,037	14,037	—	14,037
Restricted share units vested	28	—	—	4,944	(4,944)	—	—	—	—	—	—
At June 30, 2025 (unaudited)		94	(8)	6,261,524	(236,591)	45,159	42,816	6,112,900	6,112,994	1,006,727	7,119,721

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)

For the six months ended June 30, 2025

Notes	Attributable to owners of the Company								Non-controlling interests	Total equity
	Share capital RMB'000	Treasury stock RMB'000	Share premium RMB'000	Other reserves RMB'000 (note)	Surplus reserve RMB'000	Retained earnings RMB'000	Reserves sub-total RMB'000	Sub-total RMB'000		
At January 1, 2024 (audited)	93	(8)	6,165,026	(227,710)	42,656	159,352	6,139,316	6,139,409	1,037,534	7,176,943
Loss for the period	—	—	—	—	—	(73,822)	(73,822)	(73,822)	(12,145)	(85,967)
Other comprehensive income/ (expense) for the period	—	—	—	14,488	—	—	14,488	14,488	(704)	13,784
Total comprehensive income/ (expense) for the period	—	—	—	14,488	—	(73,822)	(59,334)	(59,334)	(12,849)	(72,183)
Recognition of equity-settled share-based payment expense	28	—	—	28,308	—	—	28,308	28,308	—	28,308
Restricted share units vested	28	—	—	440	(440)	—	—	—	—	—
At June 30, 2024 (unaudited)	93	(8)	6,165,466	(185,354)	42,656	85,530	6,108,290	6,108,383	1,024,685	7,133,068

Note: Other reserves mainly include (1) translation reserve; (2) investment revaluation reserve and expected credit losses for financial assets at fair value through other comprehensive income; (3) equity-settled share-based payment expense; (4) share repurchase reserve; and (5) reserve of acquisition of equity interest from non-controlling shareholders.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended June 30, 2025

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Cash flows from operating activities		
Profit/(loss) before tax	98,013	(73,619)
Adjustments for:		
Depreciation of property and equipment	15,966	28,222
Amortisation of intangible assets	12,094	14,009
Losses/(gains) on disposal of property and equipment	2,400	(1)
Gains on disposal of right-of-use assets	(371)	(407)
Losses on disposal of intangible assets	55	—
Interest income	(21,365)	(22,892)
Finance costs	4,703	7,698
Net investment gains	(31,265)	(30,606)
Investment gains/(losses) attributable to interest holders of consolidated structured entities	536	(9,133)
Investment gain arising from certain incidental and ancillary investments	(9,148)	(13,117)
Net (reversal of impairment loss)/impairment loss under expected credit loss model	(56,109)	5,899
Share of results of associates	—	(481)
Share-based payment expense	14,037	28,308
Other gain or loss	(1,889)	—
Operating cash flows before movements in working capital	27,657	(66,120)
Decrease in accounts and other receivables	268,176	262,146
Decrease/(increase) in financial assets purchased under resale agreements	19,000	(6,000)
Decrease/(increase) in amounts due from related parties	109,609	(40,743)
Increase/(decrease) in amounts due to related parties	136	(167)
Decrease/(increase) in cash held on behalf of brokerage clients	735,065	(278,885)
Decrease in financial assets at fair value through profit or loss	141,310	239,689
(Decrease)/increase in financial assets sold under repurchase agreements	(227,733)	22,002
Decrease in accounts and other payables	(261,688)	(238,508)
(Decrease)/increase in payable to brokerage clients	(735,065)	278,885
Increase in contract liabilities	17,962	52,204
Cash generated from operations	94,429	224,503
Interest received	21,288	22,169
Income taxes paid	(37,052)	(48,201)
Net cash generated from operating activities	78,665	198,471

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended June 30, 2025

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Cash flows from investing activities		
Interest received	45	1,359
Purchases of property and equipment	(377)	(1,271)
Payments for rental deposits	(243)	(16,390)
Proceeds from rental deposits	7,837	4,000
Purchases of intangible assets	(1,691)	(2,763)
Proceeds from disposal of property and equipment	—	50
Purchases of financial assets at fair value through profit or loss	(9,814)	(1,990)
Proceeds from disposal of financial assets at fair value through profit or loss	72,283	21,265
Proceeds from disposal of financial assets at fair value through other comprehensive income	45,667	2,417
Investment returns received from associates	57,156	20,955
Disposal of investments in associates	19,998	798
Receipt from related parties	338	614
Repayment to related parties	(857)	(13,210)
Placement of term deposits	(122,897)	(56,058)
Repayment of loans receivable	24,405	—
Addition to investment in associates	(48,724)	(12,052)
Purchase of digital assets	(78,715)	—
Net cash used in investing activities	(35,589)	(52,276)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended June 30, 2025

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Cash flows from financing activities		
Interest paid	(1,020)	(625)
Repayments of leases liabilities	(13,009)	(20,069)
Proceeds from issuance of structured notes	100,000	—
Cash injection by third-party holders of consolidated structured entities	10,673	—
Cash repayment to third-party holders of consolidated structured entities	(11,236)	(10,903)
Net cash generated from/(used in) financing activities	85,408	(31,597)
Net increase in cash and cash equivalents	128,484	114,598
Cash and cash equivalents at beginning of the period	1,298,383	1,110,150
Effect of foreign exchange rate changes	(6,115)	20,411
Cash and cash equivalents at end of period	1,420,752	1,245,159

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended June 30, 2025

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” issued by the International Accounting Standards Board as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The condensed consolidated financial statements are presented in Renminbi (“RMB”) and all values are rounded to the nearest thousand (RMB’000) except when otherwise indicated.

2. MATERIAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments and digital assets, which are measured on fair value basis, as appropriate.

These condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements of the Company and its subsidiaries (the “Group”) for the year ended December 31, 2024 (the “**2024 Annual Financial Statements**”). The accounting policies and methods of computation used in the preparation of these condensed consolidated financial statements are consistent with those used in the 2024 Annual Financial Statements except as stated below.

Digital assets

During the Reporting Period, digital assets are held mainly for the purposes of trading in the ordinary course of the Group’s business. Digital assets were mainly held in the third parties’ digital assets trading platforms.

The Group’s digital asset portfolio mainly comprises cryptocurrencies and stablecoins whose measurements are as follows:

- Since the Group trades digital assets, purchasing them with a view to their resale in the near future, and generating a profit from fluctuations in the price, the Group applies the guidance in IAS 2 “Inventories” for commodity broker-traders and measures the digital assets at fair value less costs to sell. The Group considers there are no significant “costs to sell” digital assets and hence measurement of digital assets is based on their fair values with changes in fair values recognised in profit or loss in the period of the changes.
- The Group has assessed the terms and conditions attached to stablecoins to determine whether they meet the definition of financial instruments. Certain stablecoins that are classified as financial instruments are measured at fair values with changes in fair value recognised in profit or loss in the period of the changes.

See note 32 for estimation of fair value in respect of the digital assets.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

Adoption of new and revised IFRS Accounting Standards

In the current interim period, the Group has adopted all the new and revised IFRS Accounting Standards that are relevant to its operations and effective for its accounting year beginning on January 1, 2025. IFRS Accounting Standards comprise International Financial Reporting Standards (“**IFRS**”); International Accounting Standards (“**IAS**”); and Interpretations. The adoption of these new and revised IFRS Accounting Standards did not result in significant changes to the Group’s accounting policies, presentation of the Group’s condensed consolidated financial statements and amounts reported for the current and prior periods.

The Group has not applied the new and revised IFRS Accounting Standards that have been issued but are not yet effective. The application of these new and revised IFRS Accounting Standards will not have material impact on the condensed consolidated financial statements of the Group.

3. REVENUE AND SEGMENT INFORMATION

For the purposes of resources allocation and assessment of segment performance, the executive directors of the Company, being the chief operating decision maker (“**CODM**”), regularly review types of services delivered or provided by focusing on different business models. No operating segments have been aggregated in arriving at the reportable segments of the Group.

Specifically, the Group’s reportable segments under IFRS 8 “Segment” are as follows:

- (a) The investment banking is a segment of the Group’s operations whereby the Group provides early to late stage financial advisory, merger & acquisition advisory inside and outside mainland China, equity underwriting, sales, trading, and brokerage, and research in Hong Kong and the United States of America (the “**USA**”);
- (b) The investment management is a segment of the Group’s operations whereby the Group provides fund and asset management for individual and institutional clients, and manages its own investment in funds to obtain investment returns;
- (c) CR Securities comprises the Group’s investment banking and asset management businesses in mainland China, which overlap with the other two segments in nature but are otherwise separately operated and focuses on regulated securities market in mainland China and has an independent risk control framework; and
- (d) Others mainly comprise wealth management business, and investment and management of its own funds. Wealth management business provides value-added wealth management services for high-net-worth individuals and other high net worth groups represented by new-economy entrepreneurs, and this business also helps the Group integrate and enhance investment and management of its own funds.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

3. REVENUE AND SEGMENT INFORMATION (CONTINUED)

Segment revenue and results

The following is an analysis of the Group's revenue and results by reportable segments:

	Six months ended June 30, 2025 (unaudited)				
	Investment banking RMB'000	Investment management RMB'000	CR Securities RMB'000	Others RMB'000	Total consolidated RMB'000
Transaction and advisory fees	69,318	—	79,033	—	148,351
Management fees	—	107,758	—	460	108,218
Interest income	—	—	4,606	16,759	21,365
Income from Carried Interest (note)	—	147,208	—	—	147,208
Total revenue	69,318	254,966	83,639	17,219	425,142
Net investment (losses)/gains	—	(17,502)	45,171	3,596	31,265
Total revenue and net investment gains	69,318	237,464	128,810	20,815	456,407
Compensation and benefit expenses	(67,768)	(32,774)	(77,386)	(27,010)	(204,938)
Carried Interest to management team and other parties (note)	—	(86,979)	—	—	(86,979)
Investment gains attributable to interest holders of consolidated structured entities	—	(536)	—	—	(536)
Other operating expenses	(31,446)	(34,282)	(64,739)	(9,063)	(139,530)
Finance costs	—	—	(3,819)	(884)	(4,703)
Net (impairment loss)/reversal of impairment loss under expected credit loss model	(3)	56,125	8	(21)	56,109
Operating (loss)/profit	(29,899)	139,018	(17,126)	(16,163)	75,830
Other income, gains or losses					13,035
Investment gain arising from certain incidental and ancillary investments					9,148
Profit before tax					98,013
Income tax expense					(31,991)
Profit for the period					66,022

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

3. REVENUE AND SEGMENT INFORMATION (CONTINUED)

Segment revenue and results (Continued)

The following is an analysis of the Group's revenue and results by reportable segments: (continued)

	Six months ended June 30, 2024 (unaudited)				Total consolidated RMB'000
	Investment banking RMB'000	Investment management RMB'000	CR Securities RMB'000	Others RMB'000	
Transaction and advisory fees	97,570	—	38,493	—	136,063
Management fees	—	154,704	—	5,155	159,859
Interest income	—	—	4,137	18,755	22,892
Income from Carried Interest (note)	—	10,107	—	—	10,107
Total revenue	97,570	164,811	42,630	23,910	328,921
Net investment (losses)/gains	—	(33,445)	60,836	3,215	30,606
Total revenue and net investment gains	97,570	131,366	103,466	27,125	359,527
Compensation and benefit expenses	(112,035)	(46,917)	(91,122)	(32,023)	(282,097)
Carried interest to management team and other parties (note)	—	(7,059)	—	—	(7,059)
Investment losses attributable to interest holders of consolidated structured entities	—	9,133	—	—	9,133
Other operating expenses	(47,087)	(42,712)	(47,888)	(15,956)	(153,643)
Finance costs	—	—	(6,952)	(746)	(7,698)
Net reversal of impairment loss/ (impairment loss) under expected credit loss model	4	(4,280)	2	(1,625)	(5,899)
Operating (loss)/profit	(61,548)	39,531	(42,494)	(23,225)	(87,736)
Other income, gains or losses					519
Investment gain arising from certain incidental and ancillary investments					13,117
Share of results of associates					481
Loss before tax					(73,619)
Income tax expense					(12,348)
Loss for the period					(85,967)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

3. REVENUE AND SEGMENT INFORMATION (CONTINUED)

Segment revenue and results (Continued)

Segment profit or loss represents the results of each segment without allocation of corporate items including other income, gains or losses, investment gain arising from certain incidental and ancillary investments, share of results of associates, share of results of a joint venture, change in fair value of call option and income tax expense. This is the measure reported to the CODM for the purposes of resource allocation and assessment of segment performance.

Note:

Income from carried interest earned based on the performance of the managed funds (“**Carried Interest**”) is a form of variable consideration in their contracts with customers to provide investment management services. Carried Interest are earned based on fund performance during the period, subject to the achievement of minimum return levels, in accordance with the respective terms set out in each fund’s governing agreements.

The segment results of investment management reported to the CODM also include the unrealized income from Carried Interest calculated below on an as-if liquidation basis in the segment information as it is a key measure of value creation, a benchmark of the Group’s performance and a major factor in the Group’s decision making of resource deployment. There is a reversal of unrealized income from Carried Interest of RMB143,745,000 for the six months ended June 30, 2025 (six months ended June 30, 2024: a reversal of unrealized income from Carried Interest of RMB241,132,000), which are based on the underlying fair value change of the respective funds managed by the Group. The associated expense of the proportion of unrealized Carried Interest is a reversal of carried interest to management team and other parties of RMB27,731,000 for the six months ended June 30, 2025 (six months ended June 30, 2024: a reversal of carried interest to management team and other parties of RMB168,750,000), that would be payable to fund management teams and other third parties. The unrealized income from Carried Interest is allocated to the general partners based on the cumulative fund performance to date, subject to the achievement of minimum return levels to limited partners on an as-if liquidation basis. At the end of each reporting period, the general partners calculate the income from Carried Interest that would be due to the general partners for each fund, pursuant to the fund agreements, as if the fair value of the underlying investments were realized as of such date, irrespective of whether such amounts have been realized.

As the fair value of underlying investments vary among reporting periods, it is necessary to make adjustments to amounts presented as income from Carried Interest to reflect either (a) positive performance in the period resulting in an increase in the Carried Interest allocated to the general partners or (b) negative performance in the period that would cause the amounts due to the general partners to be less than the amounts previously presented as revenue, resulting in a negative adjustment to the Carried Interest allocated to the general partners. The proportion of Carried Interest recognized that is allocated to fund management teams and other parties (and only payable as a proportion of any Carried Interest received) is included, on a basis consistent with such income from Carried Interest, as an expense in the investment management segment.

However, during the six months ended June 30, 2025, except for RMB147,208,000 (six months ended June 30, 2024: RMB10,107,000) of Carried Interest realized for certain funds, no income from Carried Interest for other funds was recognized as revenue and it will not be recognized as revenue until (a) it is highly probable that a significant reversal in the amount of cumulative revenue recognized will not occur, or (b) the uncertainty associated with the variable consideration is subsequently resolved. All allocations of Carried Interest as an expense are recognized only when the amounts that will be eventually be paid out can be reliably measured, which is generally at the later stage of the applicable commitment period when the amounts are contractually payable, or “crystallized”.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

3. REVENUE AND SEGMENT INFORMATION (CONTINUED)

Segment assets and liabilities

Information of segment assets and liabilities that are available for reportable and operating segments are not provided to the CODM for their review. Therefore, no analysis of the Group's assets and liabilities by reportable and operating segments are presented.

Geographical information

The Company is domiciled in the Cayman Islands while the Group mainly operates its businesses in the mainland China and Hong Kong. The geographical information of the total revenues and non-current assets is as follows:

	Revenue from external customers		Non-current assets (note)	
	Six months ended June 30, 2025	2024	At June 30, 2025	At December 31, 2024
	RMB'000 (unaudited)	RMB'000 (unaudited)	RMB'000 (unaudited)	RMB'000 (audited)
Mainland China	311,833	263,203	100,048	141,873
Hong Kong	34,093	59,597	19,011	6,940
USA	79,216	6,121	1,096	1,626
	425,142	328,921	120,155	150,439

Note: Non-current assets excluded the investment in a joint venture, deferred tax assets and the financial instruments.

Timing of revenue recognition for revenue from contract of customers

	Six months ended June 30, 2025	2024
	RMB'000 (unaudited)	RMB'000 (unaudited)
A point of time	295,559	146,170
Over time	108,218	159,859
	403,777	306,029

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

4. NET INVESTMENT GAINS

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Net realized and unrealized gains/(losses) from financial assets at fair value through profit or loss ("FVTPL")		
— Wealth management related products	3,681	(6,076)
— Asset management schemes	43,788	79,192
— Structured finance related products	194	—
— Financial bonds	(6,215)	(17,307)
— Listed equity security investments	(117)	(2,862)
— Convertible notes	—	(6)
— Unlisted investment funds at fair value	(13,396)	(1,102)
Net realized losses from financial assets at fair value through other comprehensive income ("FVTOCI")		
— Financial bonds	(5,559)	—
Net realized and unrealized gains from digital assets measured at fair value		
— Digital assets	13	—
Gross gains from consolidated structured entities		
— Asset management schemes	—	42
Gross gains/(losses) from investments in associates measured at fair value		
— Investment in funds	8,071	(21,831)
Dividend income from		
— Wealth management related products	805	556
	31,265	30,606

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

5. OTHER INCOME, GAINS OR LOSSES

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Government grants (note)	8,557	3,520
Net exchange gains/(losses)	1,250	(1,295)
Others	3,228	(1,706)
	13,035	519

Note:

The government grants were mainly incentives provided by local government authorities, which primarily included tax incentive awards and industry support funds granted by local government authorities in Shanghai, the PRC, based on the Group's contribution to the development of the local financial sector.

6. INVESTMENT GAIN ARISING FROM CERTAIN INCIDENTAL AND ANCILLARY INVESTMENTS

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Investment gains/(losses) from		
— Unlisted debt security investment	15,928	13,117
— Listed equity security investment	(6,780)	—
	9,148	13,117

Investment gain arising from certain incidental and ancillary investments represents certain investments made from time to time, the primary type of which include investments in the form of preferred shares of other companies, convertible notes of other companies, and other passive equity holdings in non-associate companies and derivatives.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

7. INCOME TAX EXPENSE

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Current tax		
Mainland China	26,748	23,817
Deferred tax	5,243	(11,469)
Total income tax expense	31,991	12,348

8. PROFIT/(LOSS) FOR THE PERIOD

Profit/(loss) for the period has been arrived at after charging:

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Depreciation of property and equipment	15,966	28,222
Amortization of intangible assets	12,094	14,009
Expenses recognized relating to short-term leases	239	449
Staff costs, including directors' remuneration:		
— Directors' fees	693	1,931
— Salaries, bonus and other allowances	170,795	216,774
— Retirement benefit scheme contributions	6,069	8,707
— Equity-settled share-based payments expenses	14,037	28,308

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

9. DIVIDENDS

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

10. EARNINGS/(LOSS) PER SHARE

The calculation of basic and diluted earnings/(loss) per share attributable to the owners of the Company is based on the following data:

	Six months ended June 30,	
	2025	2024
	(unaudited)	(unaudited)
Profit/(loss) for the purpose of basic and diluted earnings/(loss) per share		
Profit/(loss) for the period attributable to owners of the Company (RMB'000)	64,984	(73,822)
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings/(loss) per share	519,293,569	506,507,683
Effect of dilutive potential ordinary shares arising from incremental shares of dilutive options	1,075,371	—
Effect of dilutive potential ordinary shares arising from incremental shares of RSU of the Group	2,456,258	—
Weighted average number of ordinary shares for the purpose of diluted earnings/(loss) per share	522,825,198	506,507,683
Earnings/(loss) per share (RMB)		
Basic	0.13	(0.15)
Diluted	0.12	(0.15)

The computation of diluted loss per share for the six months ended June 30, 2024 has not considered the effect of share options and unvested restricted share units given that the effects are anti-dilutive.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

11. MOVEMENT IN PROPERTY AND EQUIPMENT

During the current interim period, the Group disposed of certain electronic equipment, furniture and fixtures and leasehold improvements with an aggregate carrying amount of RMB2,400,000 (six months ended June 30, 2024: certain electronic equipment and furniture and fixtures with an aggregate carrying amount of RMB49,000), resulting in a loss on disposal of RMB2,400,000 (six months ended June 30, 2024: gain on disposal of RMB1,000). During the current interim period, the Group paid approximately RMB377,000 (six months ended June 30, 2024: RMB1,271,000) for addition of property and equipment.

During the current interim period, the Group entered into one new lease agreement with lease term of 3 years (six months ended June 30, 2024: one new lease agreement with lease term of 3 years). The Group is required to make fixed monthly payments. On lease commencement, the Group recognized right-of-use assets of RMB18,277,000 (six months ended June 30, 2024: RMB1,844,000) and lease liability RMB15,688,000 (six months ended June 30, 2024: RMB1,844,000).

During the current interim period, the Group terminated certain lease agreements. On lease termination date, the Group derecognized right-of-use assets of RMB108,000 (six months ended June 30, 2024: RMB906,000) and lease liability of RMB479,000 (six months ended June 30, 2024: RMB1,313,000).

12. MOVEMENT IN INTANGIBLE ASSETS

During the current interim period, the Group disposed of certain office software with an aggregate carrying amount of RMB55,000 (six months ended June 30, 2024: certain software with an aggregate carrying amount of RMB454,000) for nil cash proceeds (six months ended June 30, 2024: nil). During the current interim period, the Group paid approximately RMB1,691,000 (six months ended June 30, 2024: RMB2,763,000) mainly on addition of internal developed software for the purpose of daily operation.

13. INVESTMENTS IN ASSOCIATES

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Investments in funds	1,035,714	1,057,810

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

13. INVESTMENTS IN ASSOCIATES (CONTINUED)

Investments in funds

The Group invested in associates that are investment funds it manages, and the Group elected to measure investment in these associates at fair value. Details of such investment funds are summarized as follows:

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Cost of investments in funds	787,047	809,162
Fair value changes in funds (note)	179,673	177,917
Exchange adjustments	68,994	70,731
	1,035,714	1,057,810

Note: The fair value changes on funds were recorded in the net investment gains in the condensed consolidated statement of profit or loss and other comprehensive income.

	Place of incorporation	Ownership interest held At June 30, 2025	At December 31, 2024
<i>Material Funds</i>			
寧波梅山保稅港區華興領運股權投資合夥企業(有限合夥) ("Ningbo Meishan Bonded Port Area Huaxing Lingyun Equity Investment Partnership (Limited Partnership) ("NBHXLJ")	Ningbo, PRC	1.73%	1.73%
無錫江陰錫興領傑股權投資合夥企業(有限合夥) ("Wuxi Jiangyin Huaxing Lingjie Equity Investment Partnership (Limited Partnership) ("WXHXLJ")	Wuxi, PRC	8.58%	4.38%
Huaxing Capital Partners, III L.P.	Cayman Islands	3.45%	3.45%
Huaxing Growth Capital IV, L.P.	Cayman Islands	4.80%	4.20%
北京瑞智醫療股權投資合夥企業(有限合夥) ("Beijing Ruizhi Medical Equity Investment Partnership (Limited Partnership) ("BJRZ Medical")	Beijing, PRC	8.12%	8.12%

The Group is able to exercise significant influence over the above funds' operating and financial policies because it manages the funds' day to day investment and disposition activities on behalf of the fund under the constitutional document of above funds.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

13. INVESTMENTS IN ASSOCIATES (CONTINUED)

Investments in funds (Continued)

Summarized financial information of material fund investments

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
NBHXLY		
Net asset value	4,953,069	5,433,748
Total comprehensive expense for the period/year	(410,637)	(108,268)
WXHXLJ		
Net asset value	1,027,054	1,040,204
Total comprehensive expense for the period/year	(13,150)	(59,368)
Huaxing Capital Partners, III L.P.		
Net asset value	4,027,316	4,317,565
Total comprehensive expense for the period/year	(123,040)	(183,901)
Huaxing Growth Capital IV, L.P.		
Net asset value	1,985,135	2,295,796
Total comprehensive income/(expense) for the period/year	22,722	(218,281)
BJRZ Medical		
Net asset value	2,263,573	2,219,580
Total comprehensive income/(expense) for the period/year	43,994	(935,162)

Aggregate information of fund investments that are not individually material

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
The Group's share of fair value change in funds for the period/year	3,993	(56,358)
Aggregated carrying amount of the Group's investments in funds	443,875	492,636

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

14. INVESTMENT IN A JOINT VENTURE

Details of the Group's investment in a joint venture are as follows:

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Cost of unlisted investments in a joint venture	100,000	100,000
Less: Impairment losses	(58,819)	(58,819)
Exchange adjustment	(14)	622
	41,167	41,803

Details of the Group's joint venture at the end of the reporting period are as follows:

Name of entity	Place of registration	Principal place of business	Proportion of ownership interest held by the Group at		Principal activity
			30 June 2025	31 December 2024	
無錫群興股權投資管理 有限公司 ("Wuxi Qunxing") (note i)	Wuxi, PRC	PRC	40.82%	40.82%	Investment Holding

Note:

- (i) The Group and another shareholder held 40.82% and 59.18% equity interests in Wuxi Qunxing, respectively. Unanimous consent from both shareholders is required to approve for decision on directing the relevant activities of Wuxi Qunxing, and hence the Group's interest in Wuxi Qunxing is accounted for as a joint venture.

The principal activity of Wuxi Qunxing is the investment holding of 3.49% in CR Securities. The carrying amount of the investment in Wuxi Qunxing is tested for impairment in accordance with IAS 36 by comparing its recoverable amount with its carrying amount. The investment in Wuxi Qunxing was impaired by RMB58,819,000 as at June 30, 2025 and December 31, 2024.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Current		
Unlisted cash management products (note a)	447,998	290,130
Money market funds (note b)	241,255	264,412
Listed financial bonds (note c)	2,209,401	2,453,954
Trust products (note d)	36,270	—
	2,934,924	3,008,496
Non-current		
Unlisted investment funds at fair value (note e)	569,221	604,134
Unlisted debt security investments (note f)	1,039,564	1,272,048
Unlisted equity security investments (note g)	56,132	56,155
Listed equity security investments (note h)	173,029	—
Call option for obtaining non-controlling interests (note i)	282,032	282,032
	2,119,978	2,214,369

Notes:

- The Group purchased cash management products with expected rates of return per annum ranging from 1.10% to 5.43% as at June 30, 2025 (December 31, 2024: 1.10% to 5.43%). The fair values are based on cash flow discounted using the expected rate of return based on management judgement.
- The Group invested in money market funds through its consolidated asset management schemes. As these money market funds held by the Group were managed within a business model whose objective is to sell these investments and the contractual terms do not give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding, they were subsequently measured at FVTPL.
- The Group invested in financial bonds with fixed interest rates ranging from 2.16% to 5.08% as at June 30, 2025 (December 31, 2024: from 2.16% to 5.08%) and can be traded in the public bonds market at any time and settled at the prevailing market prices. As these financial bonds held by the Group were managed within a business model whose objective is to sell the debt instruments, they were subsequently measured at FVTPL.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Notes: (Continued)

- (d) The Group invested in trust products with expected return rate ranging from 5.2% to 5.25% per annum as at June 30, 2025 (December 31, 2024: nil). As trust products held by the Group were managed within a business model whose objective is to sell the investment and the contractual terms do not give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding, they were subsequently measured at FVTPL.
- (e) The fair values of the unlisted investment funds are mainly based on the net asset values of the investment funds reported to the limited partners by the general partners at the end of the reporting period. The fair value changes are recorded in the net investment gains in the condensed consolidated statement of profit or loss and other comprehensive income.
- (f) These investments represent investments in the preferred shares of unlisted companies. The subsequent fair value change of the investments are recorded in the investment gain arising from certain incidental and ancillary investments in the condensed consolidated statement of profit or loss and other comprehensive income.
- (g) These investments represent equity investments in the unlisted companies, and subsequent fair value change of the investments are recorded in the investment gain arising from certain incidental and ancillary investments in the condensed consolidated statement of profit or loss and other comprehensive income.
- (h) These investments represent equity investments in listed companies, and subsequent fair value change of the investments are recorded in the investment gain arising from certain incidental and ancillary investments in the condensed consolidated statement of profit or loss and other comprehensive income.
- (i) The Group holds a call option to obtain any non-controlling interests from the non-controlling shareholder of a subsidiary of the Group, 華興證券有限公司 (“**China Renaissance Securities (China) Co., Ltd.**”) (“**CR Securities**”), at the book value of the non-controlling interests exercisable at any time after its establishment. The fair value as at June 30, 2025 amounted to RMB282,032,000 (December 31, 2024: RMB282,032,000). The call option is not traded in an active market and the respective fair value is determined by using valuation technique. The fair value has been determined in accordance with Black Scholes model based on fair value of underlying net assets of CR Securities and the estimate of the exercisability of the call option.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

16. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Listed financial bonds	—	48,688

The total cost of the financial bonds as at June 30, 2025 was RMB nil (December 31, 2024: RMB50,000,000) and the fair value as at June 30, 2025 was RMB nil (December 31, 2024: RMB48,688,000) and with changes in fair value recorded in in other comprehensive expense in the condensed consolidated statement of profit or loss and other comprehensive income. The expected credit losses of financial bonds amounting to RMB nil as at June 30, 2025 (December 31, 2024: RMB3,000) was recognized in other reserves.

17. LOANS TO THIRD PARTIES

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Wallaby Medical Holding, Inc. ("Wallaby") (note)	177,325	212,978
Less: impairment loss allowance	(76,389)	(144,144)
	100,936	68,834

Note: In March 2022, the Group entered into agreement with Wallaby, a third party. A loan amounting to US\$24,935,000 (equivalent to approximately RMB173,662,000) as at December 31, 2022 was made to Wallaby. The loan will be repaid on the second anniversary of the loan origination, which could be extended for 12 months by Wallaby pursuant to its terms. The interest rates from first year to third year were 8%, 8.5% and 9.5% per annum, respectively, plus 7% compound interest per annum. In February 2024, the maturity date of the loan was extended by Wallaby for 12 months to April 2025 pursuant to its terms. The loan was settled subsequently to the six months ended June 30, 2025.

Details of impairment assessment of loans to third parties for the six months ended June 30, 2025 are set out in note 21.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

18. DIGITAL ASSETS

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Digital assets	78,728	—

The digital assets totaling approximately RMB78,728,000 (December 31, 2024: RMB nil) held on the third parties' digital assets trading platforms are measured on fair value basis. The majority of the Group's digital assets were stablecoins, which are asset-backed with fair value of approximately US\$1 per unit.

Change in fair value and trading gains or losses in digital assets of approximately RMB13,000 (2024: RMB nil) is recorded in net investment gains in the condensed consolidated statement of profit or loss.

19. ACCOUNTS AND OTHER RECEIVABLES

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Accounts receivables		
— Accounts receivable (note a)	39,347	55,424
— Open trade receivable (note b)	194,518	380,416
Advance to suppliers	6,838	11,517
Other receivables		
— Refundable deposits (note c)	117,001	187,765
— Restricted Amounts (note 33)	78,458	78,768
— Staff loans	32,442	27,348
— Value-added tax recoverable	3,377	4,505
Others	18,384	15,388
	490,365	761,131
Less: impairment loss allowance	(1,506)	(1,325)
	488,859	759,806

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

19. ACCOUNTS AND OTHER RECEIVABLES (CONTINUED)

Notes:

- (a) The Group allows an average credit period of 180 days for its customers. The following is an aging analysis of accounts receivables based on invoice dates (net of impairment loss allowance) at the end of the reporting periods:

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
0-30 days	29,854	47,214
31-60 days	3,039	366
61-90 days	1,214	876
91-180 days	795	2,033
181-360 days	96	4,676
Over 1 year	4,345	249
	39,343	55,414

Details of the impairment assessment are set out in note 21.

- (b) Open trade receivable arose from the Group's brokerage business in respect of securities trading. As the Group currently does not have an enforceable right to offset these receivables with corresponding payables to counterparties, the two balances are presented separately.
- (c) Refundable deposits mainly represent deposits in Stock Exchange.

20. FINANCIAL ASSETS PURCHASED UNDER RESALE AGREEMENTS

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Analyzed by collateral type:		
— Debt securities	—	19,000
Analyzed by market:		
— Stock exchanges	—	19,000

As at June 30, 2025, the fair value of the collateral was RMB nil (December 31, 2024: RMB19,000,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

21. IMPAIRMENT ASSESSMENT ON FINANCIAL ASSETS SUBJECT TO EXPECTED CREDIT LOSS MODEL

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Impairment loss (reversed)/recognized in respect of		
Accounts and other receivables	178	920
Loans to third parties	(57,297)	—
Amounts due from related parties	1,018	4,981
Financial assets at FVTOCI	(8)	(2)
	(56,109)	5,899

The basis of determining the inputs and assumptions and the estimation techniques used in the condensed consolidated financial statements for the six months ended June 30, 2025 are the same as those followed in the preparation of the Group's annual consolidated financial statements for the year ended December 31, 2024.

22. ACCOUNTS AND OTHER PAYABLES

	At June 30,	At December 31,
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(audited)
Salaries, bonus and other benefit payables	37,290	38,183
Open trade payable (note)	266,232	499,537
Other payables	43,552	59,230
Consultancy fee payables	41,009	44,590
Carried interests to management team and other parties	110,218	113,801
Other tax payables	2,316	6,014
Accrued expenses	10,887	11,837
	511,504	773,192

Note: No aging analysis is disclosed. In the opinion of the directors of the Company, the aging analysis does not give additional value to the readers of these condensed consolidated financial statements in view of the nature of the business.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

23. FINANCIAL ASSETS SOLD UNDER REPURCHASE AGREEMENTS

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Analyzed by collateral type:		
— Debt securities	369,600	592,521
Add: interest payable	49	1,574
	369,649	594,095
Analyzed by market:		
— Stock exchanges	369,649	594,095

Sales and repurchase agreements are transactions in which the Group sells a security and simultaneously agrees to repurchase it (or an asset that is substantially the same) at the agreed date and price. The repurchase prices are fixed and the Group is still exposed to substantially all the credit risks, market risks and rewards of those securities transferred. These securities are not derecognized from the condensed consolidated financial statements but regarded as “collateral” for the liabilities because the Group retains substantially all the risks and rewards of these securities.

The proceeds from selling such securities are presented as financial assets sold under repurchase agreements. Since the Group transfers contractual rights to receive the cash flows of the securities, it does not have the ability to sell or repledge these transferred securities during the term of these arrangements. Financial assets sold under repurchase agreements bear effective interest from 1.69% to 1.86% (December 31, 2024: 1.67% to 2.03%) per annum.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

23. FINANCIAL ASSETS SOLD UNDER REPURCHASE AGREEMENTS (CONTINUED)

The following tables provide a summary of carrying amounts and fair values related to the transferred financial assets that are not derecognized in their entirety and the associated liabilities:

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Carrying amount of transferred assets		
— Financial assets at FVTPL	633,041	1,146,324
— Financial assets at FVTOCI	—	48,688
Carrying amount of associated liabilities	(369,649)	(594,095)
Net position	263,392	600,917

24. SHORT-TERM DEBT INSTRUMENT ISSUED

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Structured notes	100,396	—

As at June 30, 2025, the interest rates of structured notes range from 2.50% to 2.70% per annum.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

25. PAYABLE TO BROKERAGE CLIENTS

The majority of the payable balance is repayable on demand except where certain balances represent margin deposits and cash collateral received from clients for their trading activities under normal course of business. Only the excess amounts over the required margin deposits and cash collateral stipulated are repayable on demand.

Payable to brokerage clients mainly include cash held on behalf of clients at the banks and at the clearing houses by the Group, and are interest-bearing at the prevailing market interest rate.

As at June 30, 2025, the cash received from clients for securities lending and margin financing arrangement as collaterals, included in the Group's accounts payable to brokerage clients amounted to approximately RMB828,305,000 (December 31, 2024: RMB1,563,370,000).

26. PAYABLES TO INTEREST HOLDERS OF CONSOLIDATED STRUCTURED ENTITIES

Payables to interest holders of consolidated structured entities consist of third-party holders' interests in these consolidated structured entities which are recognized as a liability since the Group has the obligation to pay other investors or limited partners upon the maturity dates of the structured entities based on the net asset value and related terms of those consolidated structured entities.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

27. SHARE CAPITAL

	Number of shares	Nominal value Per share US\$	Share capital US\$	
Authorized				
At January 1, 2024, December 31, 2024, January 1, 2025 and June 30, 2025	2,000,000,000	0.000025	50,000	
	Number of shares	Nominal value per share US\$	Share capital US\$	Amount shown in the financial statements RMB
Issued and fully paid				
At January 1, 2024	568,397,776		14,210	93,194
Share options exercised	3,800,000	0.000025	95	640
At December 31, 2024, January 1, 2025 and June 30, 2025	572,197,776		14,305	93,834
			At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
Presented as			94	94

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

28. SHARE-BASED PAYMENTS

(a) Details of the share option scheme of the Company

The share option scheme of the Company (the “**Scheme**”) was adopted pursuant to a resolution passed on August 24, 2012 for the primary purpose of providing incentives to eligible employees. The maximum number of shares that may be issued under the Scheme shall be 18,750,000 ordinary shares. Subsequently in 2015, the maximum number was approved to be expanded to 22,826,087 ordinary shares. After the share subdivision on August 10, 2018, the maximum number was adjusted to 91,304,348 ordinary shares.

The table below discloses movement of the Company’s share options held by the Group’s employees and executive directors:

	Number of share options Six months ended June 30,	
	2025	2024
Outstanding as at January 1	13,779,780	17,579,780
Exercised during the period	(1,150,000)	—
Forfeited during the period	(2,213,188)	—
Outstanding as at June 30	10,416,592	17,579,780

No share-based compensation expenses for share options has been recognized in profit or loss for the six months ended June 30, 2025 (six months ended June 30, 2024: RMB nil).

(b) Details of the employee restricted share scheme of the Company

The 2018 Restricted Share Unit (“**RSU**”) Plan of the Company was adopted pursuant to a resolution passed on June 15, 2018 for the primary purpose of providing incentives to eligible employees, directors and consultants. 10,000,000 shares (adjusted as 40,000,000 after share subdivision) have been issued to Honor Equity Limited and Sky Allies Development Limited (the “**Trusts**”) for distribution of shares corresponding to RSUs. The Company has control over the Trusts and waived the consideration for shares issued.

The Trusts purchase the Company’s shares in the open market using cash contributed by the Company to satisfy awards made under the share award scheme.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

28. SHARE-BASED PAYMENTS (CONTINUED)

(b) Details of the employee restricted share scheme of the Company (continued)

(i) Time-based RSU

The table below discloses movement of the Company's time-based RSUs held by the Group's employees and executive directors:

	Number of RSU Six months ended June 30,	
	2025	2024
Outstanding as at January 1	4,306,155	14,429,975
Grant during the period	10,786,000	—
Vested during the period	(1,420,878)	(42,554)
Forfeited during the period	(440,135)	(61,033)
Outstanding as at June 30	13,231,142	14,326,388

On April 1, 2025, the Company granted 16,000 time-based RSU to employees and director and will be vested immediately. The Group used share price of HK\$3.35 on April 1, 2025 to determine the fair value on grant date.

On April 1, 2025, the Company granted 10,770,000 time-based RSU to employees and directors and will be vested on 1 April 2026. The Group used share price of HK\$3.35 on April 1, 2025 to determine the fair value on grant date.

(ii) Performance-based RSU

The table below discloses movement of the Company's performance-based RSUs held by the Group's employees and executive directors:

	Number of RSUs Six months ended June 30,	
	2025	2024
Outstanding as at January 1	2,145,000	3,693,090
Forfeited during the period	(264,000)	—
Outstanding as at June 30	1,881,000	3,693,090

Share-based compensation expenses of RMB14,037,000 for restricted shares have been recognized in profit or loss for the six months ended June 30, 2025 (six months ended June 30, 2024: RMB28,308,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

29. RELATED PARTY TRANSACTIONS AND BALANCES

Related parties of the Group include major shareholders of the Company and entities/partnerships under their control, associates of the Group, entities/partnerships controlled by members of the board of directors and close family members of such individuals.

(a) Amounts due from related parties

Amounts due from related parties — trade nature

	Note	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
WXHXLJ	i	32,479	31,991
天津華杰海河醫療投資合夥企業(有限合夥) ("Tianjin Huajie Haihe Health Investment Partnership (Limited Partnership)") ("TJHJHH")	i	25,608	25,608
Huaxing Capital Partners II, L.P.	i	19,067	16,478
BJRZ Medical	i	9,879	—
艾睿思(天津)醫療投資合夥企業(有限合夥) ("Iris (Tianjin) Medical Investment Partnership (Limited Partnership)")	i	9,236	9,236
Huaxing Yihui LLC	i	8,589	7,672
Huaxing Capital Partners, L.P.	i	3,566	2,960
CR Life Star Fund LLC	i	2,325	80
Huaxing Yichong LLC	i	1,385	1,236
CR HB XI Venture Feeder, LP	i	150	453
華杰(天津)醫療投資合夥企業(有限合夥) ("Tianjin Huajie Medical Investment Partnership (Limited Partnership)") ("HJTJ Medical")	i	—	59,794
深圳華晟領翔股權投資合夥企業(有限合夥) ("Shenzhen Huasheng Lingxiang Equity Investment Partnership (Limited Partnership)") ("SZHSLX")	i	—	38,935
NBHXLY	i	—	12,375
廈門鐸興志賢創業投資合夥企業(有限合夥) ("Xiamen Huaxing Zhixian Venture Capital Partnership (Limited Partnership)")	i	—	6,145
廈門鐸興志曠創業投資合夥企業(有限合夥) ("Xiamen Huaxing Zhikuang Venture Capital Partnership (Limited Partnership)")	i	—	2,258
Golden Development Asia Limited	i	—	2,495
HX Premium Selection Limited	i	—	575
蘇州華恒創業投資中心(有限合夥) ("Suzhou Huaheng Venture Capital Center (Limited Partnership)") ("SZHH")	i	—	390
上海華晟領飛股權投資合夥企業(有限合夥) ("Shanghai Huasheng Lingfei Equity Investment Partnership (Limited Partnership)") ("SHHSLF")	i	—	1,651
寧波梅山保稅港區華興領鴻股權投資合夥企業(有限合夥) ("Ningbo Meishan Bonded Port Area Huaxing Linghong Equity Investment Partnership (Limited Partnership)") ("NBHXLH")	i	—	2,134
Less: Impairment loss allowance		(3,872)	(3,603)
		108,412	218,863

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

29. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

(a) Amounts due from related parties (Continued)

Amounts due from related parties — trade nature (Continued)

The trade balance represents the fee and carried interest receivable in relation to the fund management service provided by the Group, which is non-interest bearing.

The Group generally grants a credit period of 180 days to its related parties. Aging of amounts due from related parties — trade nature, based on invoice dates (net of impairment loss allowance), are as follows:

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
0–30 days	12,553	152,726
31–60 days	2,738	4,144
61–90 days	2,762	3,171
91–180 days	43,076	7,554
181–360 days	12,454	22,568
Over 1 year	34,829	28,700
	108,412	218,863

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

29. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

(a) Amounts due from related parties (Continued)

Amounts due from related parties — non-trade nature

	Notes	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
達孜縣崇鐓企業管理有限公司 (“Dazi Chonghua Enterprise Management Co., Ltd.”)	ii	2,796	2,796
Huaxing Yihui LLC	i	888	695
Huaxing Growth Capital Medley Platform, L.P.	i	113	452
Other funds managed by the Group	i	2,199	1,535
Less: impairment loss allowance		(1,312)	(1,138)
		4,684	4,340

The balances are unsecured, interest free and repayable on demand.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

29. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

(b) Amounts due to related parties

Amounts due to related parties

	Note	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
天津華興豐澤創業投資合夥(有限合夥) (“Tianjin Huaxing Fengze Venture Capital Partnership (Limited Partnership)”) (“TJHXFZ”)	i	1,000	1,000
SZHH	i	400	320
蘇州華朔創業投資中心(有限合夥) (“Suzhou Huashuo Venture Capital Center (Limited Partnership)”) (“TJHXFF”)	i	250	330
天津華興豐帆創業投資合夥(有限合夥) (“Tianjin Huaxing Fengfan Venture Capital Partnership (Limited Partnership)”) (“TJHXFF”)	i	183	46
Huaxing Growth Capital IV, L.P.	i	3	4
		1,836	1,700

The trade payable represents the fee payable in relation to the fund-raising services, consulting services and research and development services provided by related parties to the Group, which is non-interest bearing.

The credit period granted by the related parties ranges from 30 to 360 days. Aging of amounts due to related parties are as follows:

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
0–30 days	836	700
Over 1 year	1,000	1,000
	1,836	1,700

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

29. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

(b) Amounts due to related parties (Continued)

Payable to brokerage clients

		At June 30, 2025	At December 31, 2024
	Notes	RMB'000 (unaudited)	RMB'000 (audited)
Bao Fan	iii	378	384
Huaxing Growth Capital III L.P.	i	11	40
FBH Partners Limited ("FBH")	iii	—	987
		389	1,411

The balances represent payable to brokerage clients' entities in respect of dealing in securities, which are kept in segregated accounts.

Contract liabilities

		At June 30, 2025	At December 31, 2024
	Note	RMB'000 (unaudited)	RMB'000 (audited)
NBHXLY	i	22,754	—
NBXLH	i	4,565	—
天津華興志凱創業投資合夥企業(有限合夥) ("Tianjin Huaxing Zhikai Venture Capital Partnership (Limited Partnership)") ("TJHXZK")	i	111	—
HX Advanced Selection Limited	i	1	1
BJRZ Medical	i	—	1,509
天津華興合利一號醫療股權投資合夥企業(有限合夥) ("Tianjin Huaxing Heli No.1 Medical Equity Investment Partnership (Limited Partnership)") ("TJHXHL1")	i	—	685
TJHJHH	i	—	148
天津華鴻諮詢合夥(有限合夥) ("Tianjin Huahong Consulting Partnership (Limited Partnership)") ("TJHH")	i	—	4
		27,431	2,347

The balances represent advance payment of management fee from related parties in relation to the fund management services provided by the Group.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

29. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

(c) Transactions conducted with related parties during the period

		Six months ended June 30,	
	Note	2025 RMB'000 (unaudited)	2024 RMB'000 (unaudited)
Consulting service to:			
TJHXFF	i	137	—
Huaxing Growth Capital IV, L.P.	i	12	—
		149	—
		Six months ended June 30,	
	Note	2025 RMB'000 (unaudited)	2024 RMB'000 (unaudited)
Realized carried interest income from:			
深圳華晟領富股權投資合夥企業（有限合夥） （“Shenzhen Huasheng Lingfu Equity Investment Partnership (Limited Partnership)”）	i	57,117	—
SHHSLF	i	44,208	—
SZHSIX	i	40,106	—
Huaxing Capital Partners II, L.P.	i	5,777	10,107
		147,208	10,107
		Six months ended June 30,	
	Notes	2025 RMB'000 (unaudited)	2024 RMB'000 (unaudited)
Accrued carried interest to:			
FBH	iii	560	980
High Fortune Investments Limited	ii	137	240
		697	1,220

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

29. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

(c) Transactions conducted with related parties during the period (Continued)

	Note	Six months ended June 30,	
		2025 RMB'000 (unaudited)	2024 RMB'000 (unaudited)
<i>Management fees from:</i>			
NBHXLY	i	36,444	41,854
Huaxing Growth Capital III, L.P.	i	19,405	24,312
Huaxing Growth Capital IV, L.P.	i	16,101	19,061
BJRZ Medical	i	10,744	—
WXHXLJ	i	8,951	9,219
NBHXLH	i	7,060	7,949
Huaxing Capital Partners II, L.P.	i	2,765	2,981
CR Life Star Fund LLC	i	2,252	2,277
Huaxing Yihui LLC	i	951	942
Huaxing Capital Partners L.P.	i	663	822
TJHXHL1	i	646	936
TJHJHH	i	319	—
CR HB XI Venture Feeder, L.P.	i	301	—
Huaxing Yichong LLC	i	154	153
TJHXZK	i	103	103
TJHH	i	4	—
SHHSLF	i	—	26,405
HJTJ Medical	i	—	2,772
廈門鐮啟峯嶼創業投資合夥企業(有限合夥) (“Xiamen Huaqi Youyu Venture Capital Partnership (Limited Partnership)”)	i	—	75
上海華晟領錦投資合夥企業(有限合夥) (“Shanghai Huasheng Lingjin Equity Investment Partnership (Limited Partnership)”)	i	—	52
TJHXFZ	i	—	24
		106,863	139,937

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

29. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

(d) Compensation of key management personnel

The remunerations of the key management during the period were as follows:

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(unaudited)	(unaudited)
Salaries, bonus and other allowance	8,379	11,252
Performance related bonus	5,714	—
Retirement benefit scheme contributions	158	163
Equity-settled share-based payments expenses	7,050	4,151
	21,301	15,566

The remunerations of the key management are determined by the remuneration committee having regard to the performance of individuals and market trends.

Notes:

- (i) Funds managed by the Group in which the Group has significant influence.
- (ii) Entities controlled by shareholders of the Company.
- (iii) Mr. Bao Fan and FBH are controlling shareholders of the Group.

30. STRUCTURED ENTITIES

(a) Consolidated structured entities

The consolidated structured entities of the Group mainly included general partners of investment funds, funds managed by the Group and asset management schemes where the Group involves as manager. As at June 30, 2025, the aggregate net assets of the consolidated structured entities amounted to RMB1,493,703,000 (December 31, 2024: RMB1,437,564,000).

Being the general partner and manager of these structured entities, the Group considered the power to exercise over the activities of such structured entities and its exposure to and ability to influence its own returns from such structured entities and concluded that it has control over such structured entities and should consolidate them.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

30. STRUCTURED ENTITIES (CONTINUED)

(b) Unconsolidated structured entities

(i) Structured entities managed by third party institutions in which the Group holds interests

The Group holds interests in these structured entities managed by third party institutions through investments in the beneficial rights or products issued relating to these structured entities. The Group does not consolidate these structured entities as the Group does not have power over them. Such structured entities include cash management products, investments in funds, money market funds and trust products managed by third parties.

The following tables set out an analysis of the gross carrying amounts of interests held by the Group as at June 30, 2025 and December 31, 2024 in the structured entities managed by third party institutions.

	At June 30, 2025 (unaudited)		Type of income
	Financial assets at FVTPL RMB'000	Maximum risk exposure RMB'000 (note)	
Unlisted cash management products	431,428	431,428	Net investment gains
Money market funds	241,255	241,255	Net investment gains
Unlisted investment funds at fair value	569,221	569,221	Net investment gains
Trust products	36,270	36,270	Net investment gains
	1,278,174	1,278,174	

	At December 31, 2024 (audited)		Type of income
	Financial assets at FVTPL RMB'000	Maximum risk exposure RMB'000 (note)	
Unlisted cash management products	285,148	285,148	Net investment gains
Money market funds	264,412	264,412	Net investment gains
Unlisted investment funds at fair value	604,134	604,134	Net investment gains
	1,153,694	1,153,694	

Note: All of these unconsolidated structured entities are recorded in financial assets at fair value through profit or loss. The maximum exposures to loss in the above investments are the carrying amounts of the assets held by the Group at the end of each reporting period.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

30. STRUCTURED ENTITIES (CONTINUED)

(b) Unconsolidated structured entities (Continued)

(ii) *Structured entities managed by the Group*

The types of unconsolidated structured entities managed by the Group include funds where it acts as the general partner. The purpose of managing these structured entities is to generate fees and carried interest from managing assets on behalf of the funds. Interest held by the Group includes fees and carried interest charged by providing management services to these structured entities and the net investment gains from these structured entities.

For the six months ended June 30, 2025, the management fee recognized amounted to RMB107,758,000 (six months ended June 30, 2024: RMB154,704,000).

For the six months ended June 30, 2025, the carried interest recognized amounted to RMB147,208,000 (six months ended June 30, 2024: RMB10,107,000).

For the six months ended June 30, 2025, the net investment gains recognized amounted to RMB8,071,000 (six months ended June 30, 2024: net investment losses recognized amounted to RMB21,831,000).

As at June 30, 2025, the Group's interests in these structured entities related to funds amounted to RMB1,035,714,000 (December 31, 2024: RMB1,057,810,000).

As at June 30, 2025, the Group's interests in these structured entities related to assets management schemes amounted to RMB16,570,000 (December 31, 2024: RMB4,982,000).

As at June 30, 2025, the amount of assets held by the funds managed by the Group amounted to RMB29,099 million (December 31, 2024: RMB31,974 million).

31. CAPITAL COMMITMENTS

As at June 30, 2025, the Group had commitments for future minimum investments in funds invested by the Group amounted to RMB19,070,000 (December 31, 2024: RMB21,447,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

32. FAIR VALUE MEASUREMENTS

Fair value of the Group's financial assets and financial liabilities that are measured at fair value on a recurring basis

This note provides information about how the Group determines fair value of the following financial assets and financial liabilities that are measured at fair value on a recurring basis.

	Fair value at June 30, 2025 RMB'000 (unaudited)	Fair value at December 31, 2024 RMB'000 (audited)	Fair value Hierarchy	Valuation technique and key input(s)	Significant unobservable input(s)
<i>Financial assets</i>					
Unlisted investment funds at fair value	569,221	604,134	Level 3	Note a	Note a
Listed equity security investment	173,029	—	Level 3	Note b	Note b
Unlisted debt security investments	—	837,349	Level 2	Recent transaction price	N/A
Unlisted debt security investments	1,039,564	434,699	Level 3	Note c	Note c
Call option for obtaining non-controlling interests	282,032	282,032	Level 3	Note d	Note d
Listed financial bonds	2,209,401	2,502,642	Level 1	Open market transaction price	N/A
Money market funds	241,255	264,412	Level 2	Quoted price from a financial institution	N/A
Unlisted cash management products	447,998	290,130	Level 2	Quoted price from a financial institution	N/A
Unlisted equity security investments	56,132	56,155	Level 3	Note e	Note e
Trust products	36,270	—	Level 2	Quoted price from a financial institution	N/A
Associates measured at fair value	1,035,714	1,057,810	Level 3	Note f	Note f
<i>Financial liabilities</i>					
Payables to interest holders of consolidated structured entities in which the Group is the general partner of the investment funds	408,895	410,955	Level 3	Note g	Note g

Certain unlisted debt security investment were transferred from level 2 to level 3 during the period. The fair value of these investments as at June 30, 2025 amount to RMB837,290,000 (December 31, 2024: RMB95,305,000). Since there is no recent transaction prices available for these investments as at June 30, 2025, the fair value was measured using a valuation technique with significant unobservable inputs and hence was classified as level 3 of the fair value hierarchy.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

32. FAIR VALUE MEASUREMENTS (CONTINUED)

Fair value of the Group's financial assets and financial liabilities that are measured at fair value on a recurring basis (Continued)

Notes:

- (a) The Group's investments in unlisted investment funds which were classified as financial assets at FVTPL under level 3 hierarchy amounted to RMB569,221,000 as at June 30, 2025 (December 31, 2024: RMB604,134,000). The significant unobservable input is the net assets value of the underlying investments made by the funds. The higher the net assets value of the underlying investments, the higher the fair value of the financial assets at FVTPL will be. A 5% increase/decrease in the net assets value of the underlying investments, holding all other variables constant, would increase/decrease the carrying amounts of these investments by RMB28,461,000 as at June 30, 2025 (December 31, 2024: RMB30,207,000).
- (b) As at 30 June, 2025, the Group's investments in listed equity security investment which were classified as financial assets at FVTPL under level 3 hierarchy amounted to RMB173,029,000. The significant unobservable input is the DLOM. The higher the DLOM, the lower the fair value of the financial assets at FVTPL will be. A 5% increase/decrease in the DLOM, holding all other variables constant, would decrease/increase the carrying amounts of these investments by RMB961,000 as at June 30, 2025.
- (c) The Group's investments in unlisted debt security investment which were classified as financial assets at FVTPL under level 3 hierarchy amounted to RMB1,039,564,000 as at June 30, 2025 (December 31, 2024: RMB434,699,000). The fair value was determined by market approach with a combination of observable and unobservable inputs. The significant unobservable input is DLOM. The higher the DLOM, the lower the fair value of the financial assets at FVTPL will be. A 5% increase in the DLOM, holding all other variables constant, would decrease the carrying amounts of these investments by RMB4,703,000 as at June 30, 2025 (December 31, 2024: RMB1,857,000) and a 5% decrease in the DLOM, holding all other variables constant, would increase the carrying amounts of these investments by RMB4,902,000 as at June 30, 2025 (December 31, 2024: RMB1,962,000).
- (d) The Group's call option to obtain non-controlling interests amounting to RMB282,032,000 as at June 30, 2025 (December 31, 2024: RMB282,032,000) is under level 3 hierarchy. The fair value was determined by Black Scholes model based on the fair value and book value of the underlying net assets of CR Securities as well as estimate of the exercise time of the option. The fair value of underlying net assets of CR Securities was determined by market approach a combination of observable and unobservable inputs as the Company considers that the use of market approach also aligns with the market practice. The fair value of the call option as at 30 June 2025 is most significantly affected by volatility. The higher the volatility, the higher the fair value of the call option will be. A 5% increase/decrease in the volatility, holding all other variables constant, would increase/decrease the carrying amount of the call option by RMB8,618,000 (December 31, 2024: RMB8,094,000) as at June 30, 2025, respectively.
- (e) The Group's investments in unlisted equity security investments which were classified as financial assets at FVTPL under level 3 hierarchy amounted to RMB56,132,000 as at June 30, 2025 (December 31, 2024: RMB56,155,000). The fair value was determined by market approach with a combination of observable and unobservable inputs. The significant unobservable input is volatility. The higher the volatility, the higher the fair value of the financial assets at FVTPL will be. A 5% increase in the volatility, holding all other variables constant, would increase the carrying amounts of these investments by RMB5,292,000 as at June 30, 2025 (December 31, 2024: RMB5,294,000) and a 5% decrease in the volatility, holding all other variables constant, would decrease the carrying amounts of these investments by RMB5,547,000 as at June 30, 2025 (December 31, 2024: RMB5,549,000).
- (f) The Group's associates measured at fair value amounting to RMB1,035,714,000 as at June 30, 2025 (December 31, 2024: RMB1,057,810,000) are under level 3 hierarchy. The significant unobservable input is the net assets value of the underlying investments made by the funds managed by the Group. The higher the net assets value of the underlying investments, the higher the fair value of the investments in associates will be. A 5% increase/decrease in the net assets value of the underlying investments, holding all other variables constant, would increase/decrease the carrying amount of the investments in associates by RMB51,786,000 as at June 30, 2025 (December 31, 2024: RMB52,891,000).
- (g) The Group's payables to interest holders of consolidated structured entities in which the Group is the general partner of the investment funds amounting to RMB408,895,000 as at June 30, 2025 (December 31, 2024: RMB410,955,000) are under level 3 hierarchy. The significant unobservable input is the net assets value of the investment funds managed by the Group. The higher the net assets value of the investment funds managed, the higher the fair value of payables to interest holders of consolidated structured entities will be. A 5% increase/decrease in the net assets value of the investment funds managed, holding all other variables constant, would increase/decrease the carrying amount of payables to interest holders of consolidated structured entities by RMB20,445,000 as at June 30, 2025 (December 31, 2024: RMB20,548,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

32. FAIR VALUE MEASUREMENTS (CONTINUED)

Fair value of the Group's financial assets and financial liabilities that are measured at fair value on a recurring basis (Continued)

Reconciliation of level 3 fair value measurements

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
<i>Unlisted investment funds at fair value</i>		
Balance at beginning of the period/year	604,134	680,854
Addition	9,814	2,036
Disposal	(3,988)	(29,839)
Changes in fair value #	(38,997)	(55,538)
Effect of exchange rate change	(1,742)	6,621
Balance at end of the period/year	569,221	604,134
# Include gains or losses for assets held at the end of reporting period	(38,050)	(46,107)
<i>Listed equity security investments with lock-up period</i>		
Balance at beginning of the period/year	—	—
Transfer from unlisted debt security investment to listed equity security investments	179,809	—
Changes in fair value #	(6,780)	—
Balance at end of the period/year	173,029	—
# Include gains or losses for assets held at the end of reporting period	(6,780)	—
<i>Unlisted debt security investment</i>		
Balance at beginning of the period/year	434,699	350,159
Addition	—	232,833
Disposal	(86,152)	(200,000)
Transfer from level 2 to level 3	837,290	75,548
Transfer from unlisted debt security investment to listed equity security investment	(173,029)	—
Changes in fair value #	34,030	(24,828)
Effect of exchange rate change	(7,274)	987
Balance at end of the period/year	1,039,564	434,699
# Include gains or losses for assets held at the end of reporting period	34,030	(24,828)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

32. FAIR VALUE MEASUREMENTS (CONTINUED)

Fair value of the Group's financial assets and financial liabilities that are measured at fair value on a recurring basis (Continued)

Reconciliation of level 3 fair value measurements (Continued)

	At June 30, 2025 RMB'000 (unaudited)	At December 31, 2024 RMB'000 (audited)
<i>Call option for obtaining non-controlling interests</i>		
Balance at beginning of the period/year	282,032	282,032
Changes in fair value #	—	—
Balance at end of the period/year	282,032	282,032
# Include gains or losses for assets held at the end of reporting period	—	—
<i>Unlisted equity security investment</i>		
Balance at beginning of the period/year	56,155	66,022
Changes in fair value #	142	(10,016)
Effect of exchange rate change	(165)	149
Balance at end of the period/year	56,132	56,155
# Include gains or losses for assets held at the end of reporting period	142	(10,016)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

32. FAIR VALUE MEASUREMENTS (CONTINUED)

Fair value of the Group's financial assets and financial liabilities that are measured at fair value on a recurring basis (Continued)

Reconciliation of level 3 fair value measurements (Continued)

	At June 30, 2025	At December 31, 2024
	RMB'000	RMB'000
	(unaudited)	(audited)
<i>Investments in funds accounted for as associates measured at fair value</i>		
Balance at beginning of the period/year	1,057,810	1,276,689
Addition	48,724	12,106
Disposal	(70,839)	(86,506)
Changes in fair value #	1,756	(152,012)
Effect of exchange rate change	(1,737)	7,533
Balance at end of the period/year	1,035,714	1,057,810
# Include gains or losses for assets held at the end of reporting period	1,964	(141,357)
<i>Payables to interest holders of consolidated structured entities in which the Group is the general partner of the investment funds</i>		
Balance at beginning of the period/year	410,955	169,933
Addition	10,673	286,105
Distribution	(8,460)	(12,742)
Disposal	(2,776)	—
Changes in fair value #	(1,353)	(29,278)
Effect of exchange rate change	(144)	(3,063)
Balance at end of the period/year	408,895	410,955
# Include gains or losses for liabilities held at the end of reporting period	536	(27,581)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

32. FAIR VALUE MEASUREMENTS (CONTINUED)

Fair value of the Group's financial assets and financial liabilities that are not measured at fair value on a recurring basis

The management considers that the carrying amounts of financial assets and financial liabilities recorded at amortized cost in the condensed consolidated financial statements approximated their fair values at the end of each reporting period.

Fair value of the Group's non-financial assets and liabilities that are measured at fair value on a recurring basis

This note explains the judgements and estimates made in determining the fair values of the non-financial assets and liabilities that are recognised and measured at fair value in the condensed consolidated financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its non-financial assets and liabilities into the three levels prescribed under the accounting standards.

	Level 1 RMB'000 (unaudited)	Level 2 RMB'000 (unaudited)	Level 3 RMB'000 (unaudited)	Total RMB'000 (unaudited)
As at June 30, 2025				
Assets				
Digital assets	78,728	—	—	78,728

The digital assets are measured at level 1 fair value. The determination of fair value hierarchy level for valuation of the digital assets would depend on whether the underlying digital assets is traded in an active market.

In determining fair values, the relevant available markets are identified by the Group, and the Group considers accessibility to and activity within those markets in order to identify the principal digital asset markets dealt with by the Group. Reference is made to the quoted prices from the principal digital asset markets in determining the fair values of the corresponding digital assets.

There were no transfers between levels during the period.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2025

33. CONTINGENT LIABILITIES

As disclosed in the Company's announcements dated February 16, 2023, February 26, 2023, August 9, 2023, that the board of directors of the Company noted that Mr. Bao Fan, the controlling shareholder of the Company, previous chairman of the board of directors, executive director and chief executive officer of the Company was in cooperation with an investigation by the relevant authority in the PRC (the "**Matter**"). The Company also announced on February 2, 2024 that, with effect from that date, Mr. Bao Fan resigned as an executive director, the chairman of the board of directors and the chief executive officer of the Company (see announcement dated February 2, 2024 for details). In the last quarter of 2023, as per notification received, the Group paid certain restricted amounts of approximately RMB78,458,000 (December 31, 2024: RMB78,768,000, the change in the balance was solely due to the change in the prevailing exchange rates adopted in translating the balance as at the period/year end date) in relation to the Matter (the "**Restricted Amounts**"). All of these events are collectively referred to as the "Incidents".

Due to the uncertainties in relation to the Incidents, the directors of the Company are of the view that it is premature to determine the possible outcome and their related impact. Accordingly, no provision has been provided for the Incidents for the six months ended June 30, 2025.

Save as disclosed above and elsewhere in these condensed consolidated financial statements, the directors of the Company are not aware of any other significant impact on the business operation of the Group arising from the Incidents. Should the Company become aware of any changes with respect to this assessment, it would make further announcements as and when appropriate.

34. SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD

On August 22, 2025, the Company entered into a memorandum of understanding with YZi Labs Management Ltd. For details, please refer to the Company's announcement dated August 22, 2025.

Save as disclosed above and elsewhere in these condensed consolidated financial statements, the directors of the Company are not aware of any material subsequent event.

DEFINITIONS

“AI”	artificial intelligence
“Articles of Association”	the articles of association of our Company conditionally adopted on September 7, 2018 with effect from the Listing Date, as amended from time to time
“associate(s)”	has the meaning ascribed thereto under the Listing Rules
“Audit Committee”	the Audit Committee of the Board
“AUM”	assets under management
“Award”	an award granted under the Scheme to selected participants being eligible persons under the Scheme or the actual selling price of the Award Shares in cash in accordance with the Scheme Rules
“Award Shares”	the Shares in an Award granted to selected participant being eligible person under the Scheme
“Board”	the board of directors of our Company
“Carried Interest Distribution Framework Agreement”	the framework agreement entered into by, among others, the Company and Huagan Shanghai on June 15, 2018 (and amended and restated on September 11, 2018) in relation to the distribution of carried interest to the designated individuals of the Group’s investment funds, the details of which are set out in the section headed “Connected Transactions” of the Prospectus
“CG Code”	the Corporate Governance Code set out in Appendix C1 of the Listing Rules
“China” or “PRC”	the People’s Republic of China, and for the purpose of this Interim Report only, except where the context requires otherwise, excluding Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
“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”, “China Renaissance”	China Renaissance Holdings Limited 華興資本控股有限公司, an exempted company with limited liability incorporated under the laws of the Cayman Islands on July 13, 2011
“Connected Transactions”	has the meaning ascribed to it under the Listing Rules
“Controlling Shareholder(s)”	has the meaning ascribed to it under the Listing Rules and unless the context otherwise requires, refers to Mr. Bao, FBH Partners, and CR Partners

DEFINITIONS (CONTINUED)

“CR Partners”	CR Partners Limited, a company incorporated in the British Virgin Islands with limited liability on July 5, 2011 and one of our Controlling Shareholders
“CR Securities”	China Renaissance Securities (China) Co., Ltd. (華興證券有限公司), a company incorporated in China, with limited liability on August 19, 2016 and an indirect subsidiary of the Company, formerly named as 華菁證券有限公司
“Cryptocurrency Assets Investment Plan”	has the meaning ascribed to it under the announcement of the Company dated June 26, 2025
“CSRC”	China Securities Regulatory Commission
“Director(s)”	the director(s) of our Company
“ESOP”	the employees’ share option plan of the Company as approved by the Board on August 24, 2012, which was amended and restated on March 1, 2013, April 27, 2015, and June 5, 2018
“EVM”	Ethereum Virtual Machine (EVM) is a decentralized computational engine that serves as the runtime environment for the Ethereum blockchain and other EVM-compatible blockchains, enabling the execution of smart contracts and decentralized applications (dApps)
“FBH Partners”	FBH Partners Limited, our Controlling Shareholder, a company incorporated in the British Virgin Islands with limited liability on March 12, 2004 as an investment vehicle controlled by Mr. Bao, a Founder of our Group
“FVTPL”	Fair value through profit or loss
“Group”, “our Group”, “the Group”, “we”, “us” or “our”	the Company and its subsidiaries from time to time or, where the context so requires, in respect of the period prior to our Company becoming the holding company of its present subsidiaries, such subsidiaries as if they were subsidiaries of our Company at the relevant time
“Hong Kong” or “HK” or “HKSAR”	the Hong Kong Special Administrative Region of the PRC
“Hong Kong dollars” or “HK dollars” or “HK\$”	Hong Kong dollars, the lawful currency of Hong Kong

DEFINITIONS (CONTINUED)

“Huaxing Growth Capital” or “HGC”	comprised of eight main private equity funds managed under the Group’s investment management business, namely, Huaxing Growth Capital USD Fund I, Huaxing Growth Capital USD Fund II, Huaxing Growth Capital USD Fund III, Huaxing Growth Capital USD Fund IV, Huaxing Growth Capital RMB Fund I, Huaxing Growth Capital RMB Fund II, Huaxing Growth Capital RMB Fund III and Huaxing Growth Capital RMB Fund IV
“Huaxing Healthcare Capital”	comprised of three main private equity funds under the Group’s investment management business, namely, Huaxing Healthcare RMB Fund I, Huaxing Healthcare RMB Fund II and Huaxing Healthcare Haihe Fund
“IFRS”	IFRS Accounting Standards, as issued from time to time by the International Accounting Standards Board
“IPO”	Initial public offering
“IRR”	Internal rate of return
“IT”	internet technology
“Latest Practicable Date”	September 22, 2025, being the latest practicable date prior to the printing of this Interim Report for the purpose of ascertaining certain information contained herein
“Listing”	the listing of the Shares on the Main Board of the Stock Exchange
“Listing Date”	September 27, 2018 the date on which the Shares are listed and on which dealings in the Shares are first permitted to take place on 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 set out in Appendix C3 of the Listing Rules
“Mr. Bao”	Mr. Bao Fan (包凡), our former Chairman and Chief Executive Officer (resigned February 2, 2024) who is our Controlling Shareholder as of the date of this Interim Report
“PE”	Private equity

DEFINITIONS (CONTINUED)

“Prospectus”	the prospectus of the Company dated September 14, 2018
“RMB” or “Renminbi”	Renminbi, the lawful currency of PRC
“Reporting Period”	the six months ended June 30, 2025
“RSU Plan”	the China Renaissance Holdings Limited 2018 Restricted Share Unit Plan as approved by Board on June 15, 2018
“RSUs”	restricted share units
“SFO”	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
“Scheme Rules”	the rules governing the Share Award Scheme
“Share(s)”	ordinary share(s) in the share capital of our Company, currently with a par value of US\$0.000025 each
“Shareholder(s)”	holder(s) of the Share(s)
“Share Award Scheme” or the “Scheme”	the share award scheme adopted by the Company on May 27, 2022 pursuant to a resolution of the Board
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“subsidiary” or “subsidiaries”	has the meaning ascribed to it thereto in section 15 of the Companies Ordinance
“substantial shareholder”	has the meaning ascribed to it in the Listing Rules
“United States” or “US” or “U.S.”	the United States of America, its territories, its possessions and all areas subject to its jurisdiction
“US dollars”, “U.S. dollars”, “US\$” or “USD”	United States dollars, the lawful currency of the United States
“YZi Labs”	YZILabs Management Ltd, an investment vehicle with a strategic focus on Web3, artificial intelligence, and biotechnology, being a third party independent of and not connected with the Company and its connected persons
“%”	per cent

Note: Unless otherwise defined in this Interim Report, capitalised terms used herein bear the same meanings as defined in the Prospectus.



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