



ENTERPRISE DEVELOPMENT HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)
Stock Code: 1808

INTERIM REPORT
2025



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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Yu Hui (*Chief Executive Officer*)

Li Zhuoyang

Independent Non-executive Directors

Cai Jinliang

Chin Hon Siang

Chen Kwok Wang

COMPANY SECRETARY

Chan Yuen Ying, Stella

AUTHORISED REPRESENTATIVES

Li Zhuoyang

Chan Yuen Ying, Stella

AUDIT COMMITTEE

Cai Jinliang (*Committee Chairman*)

Chin Hon Siang

Chen Kwok Wang

REMUNERATION COMMITTEE

Chin Hon Siang (*Committee Chairman*)

Cai Jinliang

Li Zhuoyang

NOMINATION COMMITTEE

Chin Hon Siang (*Committee Chairman*)

Cai Jinliang

Li Zhuoyang

AUDITORS

HLB Hodgson Impey Cheng Limited

REGISTERED OFFICE

Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman
KY1-1111
Cayman Islands

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room 1105, 11/F.
Jubilee Centre
18 Fenwick Street/46 Gloucester Road
Wanchai, Hong Kong

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Suntera (Cayman) Limited
Suite 3204, Unit 2A
Block 3, Building D
P.O. Box 1586, Gardenia Court
Camana Bay
Grand Cayman, KY1-1100
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Union Registrars Limited
Suites 3301-04, 33/F.
Two Chinachem Exchange Square
338 King's Road
North Point
Hong Kong

PRINCIPAL BANKER

Bank of Communications Co., Ltd.

STOCK CODE

1808

COMPANY WEBSITE

www.1808.com.hk

UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2025

The board (the “Board”) of directors (the “Directors”) of Enterprise Development Holdings Limited (the “Company”) presents the unaudited consolidated financial results of the Company and its subsidiaries (the “Group”) for the six months ended 30 June 2025 together with comparative figures for the corresponding period in 2024. The unaudited interim financial report has not been audited but has been reviewed by the Company’s audit committee (the “Audit Committee”).

		Six months ended 30 June	
	Note	2025 (Unaudited) RMB'000	2024 (Unaudited) RMB'000
Revenue	4	551,268	127,590
Cost of sales		(487,665)	(94,318)
Gross profit		63,603	33,272
Other income, gains and losses, net	5	12,707	16,194
Distribution expenses		(8,689)	(8,504)
General and administrative expenses		(17,319)	(14,548)
Share of results of associates		201	–
Profit from operation		50,503	26,414
Finance costs	6(a)	(4,302)	(3,805)
Profit before taxation	6	46,201	22,609
Income tax expenses	7	(1,265)	(3,512)
Profit for the period		44,936	19,097
Attributable to:			
Equity shareholders of the Company		45,476	19,109
Non-controlling interests		(540)	(12)
Profit for the period		44,936	19,097
		RMB	RMB
Basic and diluted earnings per share	9	0.186	0.092

UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2025

	Six months ended 30 June	
	2025 (Unaudited) RMB'000	2024 (Unaudited) RMB'000
Profit for the period	44,936	19,097
Other comprehensive expense for the period		
<i>Items that are or may be reclassified to profit or loss:</i>		
Exchange difference on translation of financial statements of overseas operations	(6,354)	(2,785)
	(6,354)	(2,785)
Total comprehensive income for the period	38,582	16,312
Attributable to:		
Equity shareholders of the Company	39,140	16,306
Non-controlling interests	(558)	6
Total comprehensive income for the period	38,582	16,312

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

	Note	30 June 2025 (Unaudited) RMB'000	31 December 2024 (Audited) RMB'000
Non-current assets			
Property, plant and equipment	10	1,737	1,897
Intangible assets		22,898	18,639
Right-of-use assets		1,463	2,437
Interests in associates		21,742	21,000
		47,840	43,973
Current assets			
Inventories	11	129,136	37,369
Contract assets		1,268	6,031
Trade and other receivables	13	311,297	182,543
Financial assets at fair value through profit or loss ("FVTPL")	12	360,003	129,591
Pledged bank deposits		54,371	-
Cash and cash equivalents		88,496	160,575
		944,571	516,109
Current liabilities			
Trade and other payables	14	176,748	45,379
Contract liabilities		193,542	56,958
Lease liabilities		407	1,234
Interest-bearing borrowings	15	87,915	32,252
Current taxation		2,950	1,824
		461,562	137,647
Net current assets		483,009	378,462
Total assets less current liabilities		530,849	422,435
Non-current liability			
Lease liabilities		1,142	1,310

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

	Note	30 June 2025 (Unaudited) RMB'000	31 December 2024 (Audited) RMB'000
NET ASSETS		529,707	421,125
Capital and reserves			
Share capital	16	21,535	21,535
Reserves		386,629	347,489
Total equity attributable to equity shareholders of the Company		408,164	369,024
Non-controlling interests		121,543	52,101
TOTAL EQUITY		529,707	421,125

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2025

	Attributable to equity shareholders of the Company									
	Share capital RMB'000	Share premium RMB'000	Other reserve RMB'000	Share-based payment reserve RMB'000	PRC statutory reserve RMB'000	Exchange reserve RMB'000	Accumulated losses RMB'000	Sub-total RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
Balance at 1 January 2024	17,752	644,093	(7,805)	2,291	8,483	24,444	(476,370)	212,888	51,253	264,141
Changes in equity for the six months ended 30 June 2024										
Profit for the period	-	-	-	-	-	-	19,109	19,109	(12)	19,097
Other comprehensive expense	-	-	-	-	-	(2,803)	-	(2,803)	18	(2,785)
Total comprehensive income for the period	-	-	-	-	-	(2,803)	19,109	16,306	6	16,312
Transactions with owners										
<i>Contributions and distributions</i>										
Issue of placing shares, net of expenses (note 16)	3,783	74,410	-	-	-	-	-	78,193	-	78,193
	3,783	74,410	-	-	-	-	-	78,193	-	78,193
Balance at 30 June 2024 (Unaudited)	21,535	718,503	(7,805)	2,291	8,483	21,641	(457,261)	307,387	51,259	358,646
Balance at 1 January 2025	21,535	718,503	(7,805)	2,291	8,483	29,650	(403,633)	369,024	52,101	421,125
Changes in equity for the six months ended 30 June 2025										
Profit for the period	-	-	-	-	-	-	45,476	45,476	(540)	44,936
Other comprehensive expense	-	-	-	-	-	(6,336)	-	(6,336)	(18)	(6,354)
Total comprehensive income for the period	-	-	-	-	-	(6,336)	45,476	39,140	(558)	38,582
Transactions with owners										
Capital contributions from minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	70,000	70,000
	-	-	-	-	-	-	-	-	70,000	70,000
Balance at 30 June 2025 (Unaudited)	21,535	718,503	(7,805)	2,291	8,483	23,314	(358,157)	408,164	121,543	529,707

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the six months ended 30 June 2025

	Six months ended 30 June	
	2025 (Unaudited) RMB'000	2024 (Unaudited) RMB'000
Net cash used in operating activities	(11,281)	(35,590)
Net cash used in investing activities	(109,252)	(5,005)
Net cash generated from financing activities	50,857	75,062
Net (decrease)/increase in cash and cash equivalents	(69,676)	34,467
Cash and cash equivalents as at 1 January	160,575	177,805
Effect on exchange rate changes	(2,403)	(3,594)
Cash and cash equivalents as at 30 June	88,496	208,678

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

1. BASIS OF PREPARATION

This unaudited interim financial report has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”), including compliance with International Accounting Standard (“IAS”) 34 *“Interim Financial Reporting”* issued by the International Accounting Standards Board (the “IASB”) and were authorised for issue on 26 August 2025.

The unaudited interim financial report has been prepared in accordance with the same accounting policies adopted in the 2024 annual consolidated financial statements, except for the accounting policy changes that are expected to be reflected in the 2025 annual consolidated financial statements. Details of these changes in accounting policies are set out in note 2.

The preparation of an unaudited interim financial report in conformity with IAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year-to-date basis. Actual results may differ from these estimates.

This unaudited interim financial report contains unaudited consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2024 annual consolidated financial statements. The unaudited interim report and notes thereon do not include all the information required for full set of consolidated financial statements prepared in accordance with International Financial Reporting Standards (“IFRSs”) issued by the IASB.

The financial information relating to the financial year ended 31 December 2024 that is included in this unaudited interim financial report as being previously reported information does not constitute the Company’s statutory financial statements for that financial year but is derived from those financial statements. Consolidated financial statements for the year ended 31 December 2024 are available from the Company’s principal place of business in Hong Kong.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

2. CHANGES IN ACCOUNTING POLICIES

The IASB has issued the following new IFRSs that are first effective for the current accounting period of the Group. Of these, the following developments are relevant to the Group's consolidated financial statements.

Amendments to IAS 21 and Lack of Exchangeability
IFRS 1

The adoption of these amendments to IFRSs and IAS did not result in substantial changes to the Group's accounting policies and amounts reported for the current and prior periods.

The Group has not applied any new standards, amendments and interpretation that is not yet effective for the current accounting period.

3. SEGMENT REPORTING

The Group manages its businesses by divisions, which are mainly organised by business lines. In a manner consistent with the way in which information is reported internally to the Board for the purpose of resource allocation and performance assessment, the Group has presented the following one major reportable segment during the six months ended 30 June 2025 and 2024. No operating segments have been aggregated to form the following reportable segments.

Software and Hardware Business:	Sale of software licenses, hardware products and other products and the provision of integrated business software solutions in the PRC
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In addition, other unreportable segment (securities trading and trading of fresh cassava) are aggregated and presented as "Others".

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

3. SEGMENT REPORTING (continued)

(a) Segment results, assets and liabilities

For the purpose of assessing segment performance and allocating resources between segments, the Board monitors the results, assets and liabilities attributable to each reportable segment on the following bases:

Segment assets include all tangible, intangible assets and current assets with the exception of deferred tax assets and other corporate assets. Segment liabilities include trade payables and accruals attributable to the sales activities of the individual segments and interest-bearing borrowings managed directly by the segments.

Revenue and expenses are allocated to the reportable segments with reference to sales generated by those segments and the expenses incurred by those segments or which otherwise arise from the depreciation or amortisation of assets attributable to those segments.

The measure used for reporting segment profit/(loss) is “adjusted profit/(loss) before taxation”. Adjusted profit/(loss) before taxation is the Group’s profits/(losses) before items not specifically attributed to individual segments, such as directors’ and auditors’ remuneration and other head office or corporate administration costs.

In addition to receiving segment information concerning adjusted profit/(loss) before taxation, the Board is provided with segment information concerning revenue, interest income and expense from cash balances and interest-bearing borrowings managed directly by the segments, depreciation, amortisation and additions to non-current segment assets used by the segments in their operations.

Segment revenue reported below represents revenue generated from external customers. There were no inter-segment sales during the six months ended 30 June 2025 and 2024.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

3. SEGMENT REPORTING (continued)

(a) Segment results, assets and liabilities (continued)

Information regarding the Group's major reportable segments as provided to the Board for the purposes of resource allocation and assessment performance for the period is set out below:

	Software and hardware business Six months ended 30 June		Others Six months ended 30 June		Total Six months ended 30 June	
	2025 (Unaudited) RMB'000	2024 (Unaudited) RMB'000	2025 (Unaudited) RMB'000	2024 (Unaudited) RMB'000	2025 (Unaudited) RMB'000	2024 (Unaudited) RMB'000
Revenue						
Revenue from external customers	551,268	126,865	–	725	551,268	127,590
Reportable segment revenue	551,268	126,865	–	725	551,268	127,590
Reportable segment profit						
Adjusted profit before taxation	45,694	18,645	5,807	9,107	51,501	27,752
Depreciation and amortisation	(1,854)	(2,162)	(89)	(196)	(1,943)	(2,358)
Fair value gain/(loss) on financial assets at FVTPL						
– Realised gain on disposal of financial assets at FVTPL	–	–	1,446	17,174	1,446	17,174
– Unrealised gain/(loss) on financial assets at FVTPL	–	–	8,528	(1,410)	8,528	(1,410)
Interest income from bank deposits	11	6	545	194	556	200
Interest expenses	(303)	(194)	(3,847)	(3,441)	(4,150)	(3,635)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

3. SEGMENT REPORTING (continued)

(a) Segment results, assets and liabilities (continued)

	Software and hardware business		Others		Total	
	As at 30 June 2025 (Unaudited) RMB'000	As at 31 December 2024 (Audited) RMB'000	As at 30 June 2025 (Unaudited) RMB'000	As at 31 December 2024 (Audited) RMB'000	As at 30 June 2025 (Unaudited) RMB'000	As at 31 December 2024 (Audited) RMB'000
Reportable segment assets	687,894	291,473	245,930	258,010	933,824	549,483
Additions to non-current segment assets during the reporting period	5,382	35,350	556	93	5,938	35,443
Reportable segment liabilities	341,294	121,644	113,954	9,054	455,248	130,698

(b) Reconciliation of reportable segment revenue, profit, assets and liabilities

	Unaudited Six months ended 30 June	
	2025 RMB'000	2024 RMB'000
Revenue		
Reportable segment revenue	551,268	127,590
Profit before taxation		
Reportable segment profit derived from the Group's external customers	51,501	27,752
Unallocated head office and corporate expenses	(5,300)	(5,143)
Consolidated profit before taxation	46,201	22,609

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

3. SEGMENT REPORTING (continued)

(b) Reconciliation of reportable segment revenue, profit, assets and liabilities (continued)

	30 June 2025 (Unaudited) RMB'000	31 December 2024 (Audited) RMB'000
Assets		
Reportable segment assets	933,824	549,483
Unallocated head office and corporate assets	58,587	10,599
Consolidated total assets	992,411	560,082
Liabilities		
Reportable segment liabilities	455,248	130,698
Unallocated head office and corporate liabilities	7,456	8,259
Consolidated total liabilities	462,704	138,957

(c) Geographic information

The following table sets out information about the geographical location of (i) the Group's revenue from external customers; and (ii) the Group's property, plant and equipment, intangible assets, right-of-use assets and interests in associates ("Specified non-current assets"). The geographical location of customers is based on the location at which the services were provided, or the goods delivered. The geographical location of the Specified non-current assets is based on the physical location of the asset in the case of property, plant and equipment, and the location of the operation to which they are allocated in the case of intangible assets, right-of-use assets and interests in associates.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

3. SEGMENT REPORTING (continued)

(c) Geographic information (continued)

	Revenue from external customers		Specified non-current assets	
	Six months ended 30 June		30 June	31 December
	2025	2024	2025	2024
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	RMB'000	RMB'000	RMB'000	RMB'000
The PRC	478,821	126,865	47,071	43,543
Thailand	–	725	–	–
Hong Kong	72,447	–	769	430
	551,268	127,590	47,840	43,973

4. REVENUE

The principal activities of the Group are sale of software licenses, hardware products and other products and the provision of integrated business software solutions.

The amount of each significant category of revenue recognised during the period are as follows:

	Six months ended 30 June	
	2025	2024
	(Unaudited)	(Unaudited)
	RMB'000	RMB'000
Software maintenance and other services	24,787	49,347
Sales of software licenses, hardware products and other products	526,481	78,243
	551,268	127,590

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

5. OTHER INCOME, GAINS AND LOSSES, NET

	Six months ended 30 June	
	2025 (Unaudited) RMB'000	2024 (Unaudited) RMB'000
Interest income from bank deposits	558	240
Dividend income	498	70
Exchange gains, net	1,665	97
Fair value gain/(loss) on financial assets at FVTPL		
– Realised gain on disposal of financial assets at FVTPL	1,446	17,174
– Unrealised gain/(loss) on financial assets at FVTPL	8,528	(1,410)
Others	12	23
	12,707	16,194

6. PROFIT BEFORE TAXATION

Profit before taxation is arrived at after charging:

	Six months ended 30 June	
	2025 (Unaudited) RMB'000	2024 (Unaudited) RMB'000
(a) Finance costs		
Interest expenses on interest-bearing borrowings wholly repayable within five years	4,264	3,744
Interest expenses on lease liabilities	38	61
	4,302	3,805

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

6. PROFIT BEFORE TAXATION (continued)

	Six months ended 30 June	
	2025 (Unaudited) RMB'000	2024 (Unaudited) RMB'000
(b) Staff costs		
Salaries, wages and other benefits	13,510	12,622
Contributions to defined contribution retirement schemes	1,454	1,262
	14,964	13,884
(c) Other items		
Amortisation on intangible assets	971	1,162
Depreciation on property, plant and equipment	313	313
Depreciation on right-of-use assets	970	1,251
Leases expenses under short-term leases	739	286

7. INCOME TAX EXPENSES

	Six months ended 30 June	
	2025 (Unaudited) RMB'000	2024 (Unaudited) RMB'000
Current tax		
PRC Enterprises Income Tax		
Current period	(1,265)	(3,512)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

7. INCOME TAX EXPENSES (continued)

Pursuant to the rules and regulations of the Cayman Islands and British Virgin Islands (the “BVI”), the Group is not subject to any income tax in the Cayman Islands and the BVI.

The provision for the PRC income tax is based on the respective corporate income tax rates applicable to the subsidiaries located in the PRC as determined in accordance with the relevant income tax rules and regulations of the PRC. The statutory income tax rate of its PRC subsidiaries is 25%.

Beijing Orient LegendMaker Software Development Co., Ltd. is entitled to a preferential income tax rate of 15% for the six months ended 30 June 2025 and 2024 as it was awarded high-technology status by the tax authority.

No provision for Hong Kong Profits Tax have been made as the Group does not have assessable profits or incurred a loss for taxation purposes for the six months ended 30 June 2025 and 2024. PRC income tax has been made according to the expected assessable profits for the six months ended 30 June 2025 and 2024.

These tax rates were used to calculate the Group’s deferred tax assets and liabilities as at 30 June 2025 and 2024.

8. DIVIDENDS

No dividend was paid or proposed in respect of the six months ended 30 June 2025 (*six months ended 30 June 2024: Nil*), nor has any dividend been proposed since the end of the reporting period.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

9. BASIC AND DILUTED EARNINGS PER SHARE

	Six months ended 30 June	
	2025 (Unaudited) RMB'000	2024 (Unaudited) RMB'000
Earnings		
Profit for the period attributable to owners of the Company for the purpose of basic and diluted earnings per share	45,476	19,109

	Six months ended 30 June	
	2025 '000	2024 '000
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share	244,888	207,890
Effect of dilutive potential ordinary shares:		
Share options	34	—
	244,922	207,890

The weighted average number of ordinary shares for the purpose of diluted earnings per share for the six months ended 30 June 2025 were derived from the weighted average number of ordinary shares deemed to be issued assuming the dilutive impact on the shares under Share Options Scheme of the Company.

The computation of dilutive earnings per share does not assure the exercise of the Company's options because the exercise price of those options was higher than the average market price for shares in six months ended 30 June 2024. The diluted earnings per share equals the basic earnings per share.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

10. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2025, the Group acquired items of furniture, fixtures and equipment (*six months ended 30 June 2024: furniture, fixtures and equipment*) with a cost of approximately RMB152,000 (*six months ended 30 June 2024: RMB106,000*). No property, plant and equipment was disposed during both six months ended 30 June 2025 and 2024.

11. INVENTORIES

	30 June 2025 (Unaudited) RMB'000	31 December 2024 (Audited) RMB'000
Finished goods	129,136	37,369

12. FINANCIAL ASSETS AT FVTPL

	Note	30 June 2025 (Unaudited) RMB'000	31 December 2024 (Audited) RMB'000
Equity securities listed in Hong Kong		331	375
Equity securities listed in the United States		239,672	129,216
	(a)	240,003	129,591
Unlisted investment in the PRC	(b)	120,000	–
		360,003	129,591

Note:

- (a) The fair value of listed equity securities is based on quoted market prices in active markets at the end of the reporting period.

During the six months ended 30 June 2025, a fair value gain on listed equity securities of approximately RMB9,974,000 (*six months ended 30 June 2024: approximately RMB15,764,000*) was recognised in profit or loss.

As at 30 June 2025, the Group has pledged equity securities with an amount of approximately RMB148,694,000 to secure the Group's amounts due to broker under trade and other payables.

- (b) On 17 May 2025, an indirect non-wholly-owned limited partnership, controlled by the Group, entered into a limited partnership agreement as a limited partner. The underlying investment will invest in listed shares in the PRC. The Group identified the investment in the limited partnership as an unlisted private equity investment classified as financial assets at FVTPL.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

13. TRADE AND OTHER RECEIVABLES

	Note	30 June 2025 (Unaudited) RMB'000	31 December 2024 (Audited) RMB'000
Trade receivables, net of loss allowance	(a)	21,238	18,929
Prepayments made to suppliers, net of impairment loss	(b)	277,378	159,019
Deposits and other receivables, net of loss allowance		12,681	4,595
		290,059	163,614
		311,297	182,543

All of the trade and other receivables are expected to be recovered within one year.

Note:

- (a) As of the end of the reporting period, the ageing analysis of trade receivables (which are included in trade and other receivables) based on the invoice date (or date of revenue recognition, if earlier) and net of loss allowance, is as follows:

	30 June 2025 (Unaudited) RMB'000	31 December 2024 (Audited) RMB'000
Within 1 month	18,328	17,829
Over 1 month but less than 3 months	1,445	282
Over 3 months but less than 1 year	1,465	231
Over 1 year but less than 2 years	–	587
	21,238	18,929

- (b) These prepayments are unsecured, interest-free and will be used to offset against future purchases from suppliers. In respect of prepayments made to suppliers, individual credit evaluations are performed on all suppliers requiring prepayment over a certain amount. These evaluations focus on the suppliers' past history and take into account information specific to the suppliers as well as pertaining to the economic environment in which the suppliers operate.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

14. TRADE AND OTHER PAYABLES

	Note	30 June 2025 (Unaudited) RMB'000	31 December 2024 (Audited) RMB'000
Trade payables	(a)	38,424	25,897
Non-trade payables and accrued expenses		29,932	19,235
Amounts due to broker		108,035	–
Other tax payables		357	247
		176,748	45,379

All of the trade and other payables are expected to be settled within one year.

Note:

- (a) As of the end of the reporting period, the ageing analysis of trade payables (which are included in trade and other payables), based on the invoice date, is as follows:

	30 June 2025 (Unaudited) RMB'000	31 December 2024 (Audited) RMB'000
Within 1 month or on demand	16,735	17,671
Over 1 month to 3 months	11,094	–
Over after 3 months to 6 months	–	130
Over after 6 months to 1 year	3,648	7,988
Over after 1 year	6,947	108
	38,424	25,897

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

15. INTEREST-BEARING BORROWINGS

	Note	30 June 2025 (Unaudited) RMB'000	31 December 2024 (Audited) RMB'000
Loan from a third party, unsecured and unguaranteed	(a)	4,569	4,698
Loan from a former fellow subsidiary, unsecured and unguaranteed	(b)	7,346	7,554
Loans from banks, secured and guaranteed	(c)	50,000	—
Loans from banks, unsecured and guaranteed	(d)	26,000	20,000
		87,915	32,252

Note:

- (a) At 30 June 2025, the loan from a third party is denominated in HK\$, unsecured and unguaranteed, carried fixed interest rate of 6.5% (31 December 2024: 6.5%) per annum and is repayable within one year.
- (b) At 30 June 2025, the loan from a former fellow subsidiary is denominated in HK\$, unsecured and unguaranteed, carried fixed interest rate of 10% (31 December 2024: 10%) per annum and overdue.
- (c) At 30 June 2025, the loans from banks are denominated in RMB, secured by the Group's pledged bank deposits amounted to approximately RMB54,371,000 and guaranteed by independent third party, carried fixed interest rate of 3.2% per annum and are repayable within one year.
- (d) At 30 June 2025, the loans from banks are denominated in RMB, approximately RMB10,000,000 were unsecured and are guaranteed by a director, approximately RMB6,000,000 were unsecured and are guaranteed by independent third parties and approximately RMB10,000,000 were unsecured and are guaranteed by a director and independent third parties, carried fixed interest rate of 2.7% to 3.2% (31 December 2024: 2.7% to 3.6%) per annum and are repayable within one year.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

16. SHARE CAPITAL

	30 June 2025 (Unaudited)		31 December 2024 (Audited)	
	No. of shares	HK\$	No. of shares	HK\$
Authorised:				
Ordinary shares of HK\$0.1 each				
At beginning of period/year and at end of the period/year	10,000,000,000	1,000,000,000	10,000,000,000	1,000,000,000
Issued and fully paid:				
Ordinary shares of HK\$0.1 each				
At beginning of period/year	244,888,185	24,488,818	204,078,185	20,407,818
Issue of placing shares (note a)	–	–	40,810,000	4,081,000
At end of the period/year	244,888,185	24,488,818	244,888,185	24,488,818
		RMB equivalent		RMB equivalent
		21,535,274		21,535,274

Note:

- (a) On 30 April 2024, the Company entered into a placing agreement (the “Placing Agreement”) with the placing agent pursuant to which the placing agent has conditionally agreed, as the placing agent of the Company, to procure on a best effort basis to not less than six placees who and whose ultimate beneficial owners shall be independent third parties to subscribe for up to 40,810,000 placing shares (the “Placing Shares”) at the placing price of HK\$1.80 per Placing Share (the “Placing”).

On 21 May 2024, the Company and the placing agent entered into a supplemental agreement to the Placing Agreement, pursuant to which the completion date of the Placing extended to 18 June 2024 (or such later time or date as the Company and the placing agent shall agree in writing) and the placing price adjusted to HK\$2.09 per Placing Share.

All conditions to the Placing Agreement have been fulfilled and completion of the Placing took place on 13 June 2024. A total of 40,810,000 Placing Shares with par value of HK\$0.1 each have been successfully placed by the placing agent to not less than six placees at placing price of HK\$2.09 per Placing Share pursuant to the terms and conditions of the Placing Agreement. The net proceeds of approximately RMB78,193,000 (equivalent to approximately HK\$84,347,000) were received.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

17. SHARE OPTION

(a) Share option scheme

On 26 May 2016, with approval by the shareholders, the Company adopted a new share option scheme (the “Scheme”) for a period of 10 years to replace the share option scheme approved on 18 December 2006 that would otherwise expire on 17 December 2016. The Company amended its terms at the annual general meeting of the Company held on 23 June 2023. The amendments are to conform with the amendments to the Listing Rules related to share schemes of listed issuers which took effect from 1 January 2023.

Under the Scheme (as amended on 23 June 2023), the Company may grant options to directors and employees of the Company and the subsidiaries on the basis of their past contribution and potential contribution to the development and growth of the Group. The options will expire either after 10 years from the date of grant or upon the termination or the issuance of termination notice of the relevant grantee’s employment with the Group.

The total number of shares which may be issued upon exercise of all options to be granted under the Scheme and any other share schemes of the Company must not in aggregate exceed 10% of the number of shares in issue at the date of the passing of the relevant ordinary resolution. If any option is to be granted to connected person(s), it must be approved by independent non-executive directors or independent shareholders as the case may be.

Unless approved by the shareholders, the total number of shares issued and to be issued upon exercise of the options granted to each participant (including both exercised and outstanding options) in any 12-month period must not exceed 1% of the relevant class of the shares in issue. Unless approved by the shareholders, any grant of option to an independent non-executive director or any of their associates in any 12-month period must not exceed 0.1% of the relevant class of the shares in issue.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

17. SHARE OPTION (continued)

(a) Share option scheme (continued)

The options granted may be accepted by a participant within 28 days from the date of such offer. A consideration of HK\$1 is payable on acceptance of the offer of grant of options. The exercise period of the share options granted is determinable by the Board and ends on a date which is not later than 10 years from the date of offer of the share options. The vesting period of the options granted under the Scheme shall not be shorter than 12 months from the date of acceptance of the offer. The Board may, however, at its absolute discretion, set any performance targets that must be achieved before the option can be exercised upon the grant of an option to a grantee.

The subscription price for shares payable on exercise of share options granted under the Scheme shall be a price determined by the Board, but shall in any event not be less than the higher of (i) the closing price of the shares as stated in the Stock Exchange's daily quotations sheet on the date of the offer of grant, which must be a trading day; and (ii) the average closing price of the shares as stated in the Stock Exchange's daily quotations sheets for the five trading days immediately preceding the date of the offer of grant.

Subject to earlier termination by the Company at general meeting, the Scheme shall be valid and effective for a period of 10 years from the date of its adoption, i.e. 26 May 2016.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

17. SHARE OPTION (continued)

(b) Movement in share option granted:

The following table discloses movements of the Company's share options held by directors and employees of the Group during the period:

Category of participant	Date of grant	Exercise period	Exercise price at 1 January 2025 HK\$	Outstanding at 1 January 2025	Adjustment	Outstanding at 30 June 2025	Exercise price at 30 June 2025 HK\$
Li Zhuoyang (Executive Director)	1 September 2020	1 December 2020 to 31 August 2030	3.6356	367,789	-	367,789	3.6356
Employees in aggregate	1 September 2020	1 December 2020 to 31 August 2030	3.6356	1,485,747	-	1,485,747	3.6356
				1,853,536	-	1,853,536	

Note:

As at 30 June 2025, Ms. Li Zhuoyang ("Ms. Li"), an executive director of the Company was interested in an aggregate of 367,789 share options of the Company which shall entitle for her to subscribe for up to 367,789 shares of the Company at an exercise price of HK\$3.6356 each.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

18. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

The following presents the assets and liabilities measured at fair value or required to disclose their fair value in these unaudited interim financial report on recurring basis at 30 June 2025 across the three levels of the fair value hierarchy defined in IFRS 13, Fair value measurement, with the fair value measurement categorise in its entirety based on the lowest level of input that is significant to that fair value measurement. The levels are defined as follows:

- Level 1 valuations: Fair value measured using only Level 1 inputs i.e. unadjusted quoted prices in active markets for identical assets or liabilities at the measurement date;
- Level 2 valuations: Fair value measured using Level 2 inputs i.e. observable inputs which fail to meet Level 1, and not using significant unobservable inputs. Unobservable inputs are inputs for which market data are not available;
- Level 3 valuations: Fair value measured using significant unobservable inputs.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

18. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)

(a) Recurring fair value measurement

	30 June 2025 RMB'000 (Unaudited)	Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000
Assets measured at fair value				
Financial assets at FVTPL				
– Listed equity securities	240,003	240,003	–	–
– Unlisted equity securities	120,000	–	120,000	–

	31 December 2024 RMB'000 (Audited)	Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000
Assets measured at fair value				
Financial assets at FVTPL				
– Listed equity securities	129,591	129,591	–	–

During the six months ended 30 June 2025 and the year ended 31 December 2024, there were no transfers between Level 1 and Level 2 fair value measurements and no transfer into and out of Level 3 fair value measurements.

(b) Fair values of financial assets and liabilities carried at other than fair value

The carrying amounts of the Group's financial instruments carried at amortised cost are not materially different from their fair values as at 30 June 2025 and 31 December 2024.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

Six months ended 30 June 2025

19. RELATED PARTY TRANSACTIONS

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, including directors and supervisors of the Group. The compensation of key management personnel is as follows:

	Unaudited Six months ended 30 June	
	2025	2024
	RMB'000	RMB'000
Short-term employee benefits	4,596	5,790
Post-employment benefits	220	187
	4,816	5,977

20. EVENTS AFTER THE REPORTING PERIOD

Other than the acquisitions and disposals of listed securities, proposal for seeking the Specific Mandate from shareholders of the Company, and the acquisition 14.16% equity interest in 賽隆藥業集團股份有限公司 by Hainan Yayi Partnership as disclosed in the “management discussion and analysis” section, there was no other material events after the reporting period.

21. COMPARATIVE FIGURES

Certain comparative figures are reclassified to conform current period’s presentation.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is principally engaged in the provision of integrated business software solutions and sale of software licenses, hardware products and other products. Leveraging the basic database software and technology, cloud engineered systems, and enterprise software products provided by multinational computer technology companies, the Group then provides integration services and tailor-made solutions to cater for the needs of different corporate clients in different industries. As those purchased software serve as different core structure with basic designated functions, the Group will base on the situation of the clients such as business nature, the size, number of users to integrate functions of the software and sell to clients and provide the after-sale maintenance services. In order to meet the business performance requirements of the clients, the Group would need to evaluate and recommend the hardware input/output, central processing unit and memory of the database, as well as optimise the configuration of the database's operating parameters. If necessary, engineers of the Group may adjust and/or alter certain configuration and deployment in order to attain best user experience and maximise the performance of such software products with the combination of hardware. Due to the enhancement of network bandwidth and change of needs of business environment in various industries, the Group continued to enrich its product and service portfolio oriented towards computing power services, including (i) provision of software value added services and (ii) personalised and custom development of software products; (iii) sales of high-end software and hardware products (positioned as supporting solutions delivery); and (iv) digital asset operations and table entry business. With the enhancement of technological capabilities including but not limited to, cloud computing technology, artificial intelligence (AI) technology and 5G nowadays, and the experience gained in the industry by the Group, the Company incorporated the edge computing and intelligent computing architecture into its services to strengthen its computing and storage capabilities as it is expected to improve response times and performance for clients. The above measures further consolidated the business layout driven by software license and solutions, covering the upstream and downstream of computing power services, among which hardware sales are mainly a necessary support for the implementation of solutions and the supply of computing power.

MANAGEMENT DISCUSSION AND ANALYSIS

The Group has achieved remarkable growth in digital asset management and computing power-related services and products. Through continuous and precise optimization of its technical structure and comprehensive enhancement of its service model, the Group has not only achieved significant breakthroughs in the professionalization of digital asset management but also achieved a series of milestone breakthroughs in the innovation of computing power services. This dynamic growth has not only fully demonstrated the strong expansion trend of market demand for related products, but also demonstrated the significant improvement of the Group's competitive strength in the industry. More importantly, these achievements have created a solid and stable foundation for future long-term development, further consolidating the Group's leadership and direction in this rapidly evolving field.

The Group recorded a revenue of approximately RMB551,268,000 for the six months ended 30 June 2025 (six months ended 30 June 2024: RMB127,590,000), representing an increase of approximately 332%. During the first half year of 2025, the software and hardware business was benefited from the all-round improvement in management to significant growth in the first half year of 2025 as compared to the corresponding period in 2024. The significant increase in overall revenue for the software and hardware business was mainly attributable to the continuous development of the Group's existing business, and it entered into and completed new contracts which involved integrated IT solutions, edge computing, intelligent computing and other data services. In the contemporary landscape where computational capability equates to national power, large-scale parallel computing has emerged as an essential component of the digital era. The rapid proliferation of expansive AI models has demonstrated that parallel computing within heterogeneous architectures constitutes the critical intelligent computing resource required today. Capitalizing on the escalating global demand for AI and high-performance computing, the Group's computing infrastructure segment experienced a substantial growth on revenue in the first half of 2025. With the implementation of scenarios driven by software and solutions, as well as the significant growth achieved by the Group in the field of digital asset management and computing power-related services and products, the delivery volume of core products has increased significantly, and the market demand for high-end computing hardware, including servers and graphics processors, has increased significantly to support the deployment and operation of customers' computing power services. For the six months ended 30 June 2025, the Group recorded a consolidated net profit attributable to equity holders of the Company of approximately RMB45,476,000, as compared to approximately RMB19,109,000 for the same period in 2024. The increase in the Group's profit for the six months ended 30 June 2025 was primarily attributable to the increase in revenue from its software license and solution services and their ancillary services, as well as its hardware business.

MANAGEMENT DISCUSSION AND ANALYSIS

OUTLOOK

The Company will persist in its gradual expansion of its current business driven by software license and solutions and leveraging its established customer base and the advantages of its products and services to fortify its core operations. At the same time, it is actively positioning itself to embrace the emergence of new, high-quality productive forces driven by factors such as groundbreaking advancements in science and technology, innovative resource allocation approaches, and industrial transformation, with a particular emphasis on the digital economy and focusing on computing power services upstream and downstream, covering key areas such as data, AI computing, edge computing, networks and applications, digital asset operations and table entry. With innovation as its guiding principle, the Company is achieving steady progress, reflected through the realization of phased milestones in its business strategies and development initiatives, and continuing to provide customer value with a solution-driven delivery model. Looking ahead, the Company aims to cement its position as a leading service provider in the digital economy. Its strategic focus will center on data-centric elements such as data asset management, AI computing, and edge computing, and strengthen the coordination of computing power service supply, operation and maintenance, digital asset operations and table entry, delivering integrated digital technology solutions tailored to meet customer needs effectively.

To proactively seize the opportunities of the digital transformation era, the Group envisions a forward-looking strategy built on a business-driven implementation framework, focusing on the entire computing power service chain. This roadmap centers are emphasizing the synergy between the innovation chain, industrial chain, and financial chain. By harmonizing four key dimensions, business model innovation, assetization of data elements, capitalization of investments, and the ecological development of industrial layouts, the Group aims to build a dynamic, innovation-led, open, and mutually beneficial digital economy ecosystem.

Simultaneously, efforts will be made to leverage the Group's strengths while addressing existing gaps by integrating technological prowess and financial assets through a dual-chain approach. This initiative seeks to empower every node within the industrial ecosystem via strategic tools such as industrial incubation and targeted investments, and continues to support the scenario-based expansion and large-scale delivery of software service license and solutions.

MANAGEMENT DISCUSSION AND ANALYSIS

Harnessing the power of big data, advanced models, and high-performance computing capabilities, the Group will continuously refine its competitive edge in areas like data element optimization, data asset operations, intelligent computing, and edge computing. These endeavors will drive deeper integration between the digital economy and real-world industries, fostering sustained business innovation and upgrades. In doing so, the Group is committed to advancing its long-term strategic development goals while maximizing value creation for its shareholders.

Concerning the investment business activities, the Group believes that, given the continued development of the high-tech industry and the irreversible trend towards more intelligent living and working environments globally, these listed securities possess significant long-term growth potential and are expected to deliver substantial returns to the Group. In recent years, the performance of the U.S. stock market has been notable, particularly driven by the flourishing technology industry, exhibiting a certain growth trend. Therefore, the Group maintains a positive attitude towards these targets, remains optimistic about the future development of the U.S. stock market.

The Group will adhere to a relatively conservative investment strategy, focusing on screening internationally renowned enterprises that have established market leadership in their respective fields. The Group will actively pursue diversified investments that yield consistent returns, aiming to enhance overall capital efficiency.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

Revenue

For the six months ended 30 June 2025, the Group recorded revenue of approximately RMB551,268,000 (six months ended 30 June 2024: RMB127,590,000), of which revenue from (i) software maintenance and other services amounted to approximately RMB24,787,000 (six months ended 30 June 2024: RMB49,347,000); and (ii) sales of software license, hardware products and other products amounted to approximately RMB526,481,000 (six months ended 30 June 2024: RMB78,243,000). The period-to-period increase in overall revenue for the software and hardware business rose 332% to RMB551,268,000, which was mainly attributable to the continuous development of the Group's existing business, and the increase in sales of server products and computing power server products, and it entered into and completed new contracts which involved integrated IT solutions, edge computing, intelligent computing and other data services. Benefit from the surge in global demand for artificial intelligence and high-performance computing, the Group's computing infrastructure segment revenue achieved significant growth in the first half of 2025. With the implementation of scenarios driven by software and solutions, as well as the significant growth achieved by the Group in the field of digital asset management and computing power-related services and products, the delivery volume of core products has increased significantly, and the market demand for high-end computing hardware, including servers and graphics processors, has increased significantly to support the deployment and operation of customers' computing power services.

Gross Profit

For the six months ended 30 June 2025, the Group recorded a gross profit of approximately RMB63,603,000 (six months ended 30 June 2024: RMB33,272,000). For the alignment with the revenue growth, cost of sales increased significantly by 417% to approximately RMB487,665,000 (six months ended 30 June 2024: RMB94,318,000) as compared to the corresponding period in 2024. The gross profit ratio for the software and hardware business of the Group during the period was approximately 12% while that of the corresponding period in 2024 was approximately 26%. The decrease in gross profit ratio was mainly due to the increase in proportion for sales of server hardware products and computing power server products which have lower overall gross profit margin. The Group's gross profit increased significantly to RMB63,603,000 with the increase in revenue, recording a significant growth rate. Compared with the same period last year, the gross profit amount increased by 91%.

MANAGEMENT DISCUSSION AND ANALYSIS

Finance Costs

For the six months ended 30 June 2025, finance costs was approximately RMB4,302,000 (six months ended 30 June 2024: RMB3,805,000). The increase in finance costs was due to the increase in interest expenses on interest-bearing borrowings.

Distribution Expenses

For the six months ended 30 June 2025, distribution expenses were approximately RMB8,689,000 (six months ended 30 June 2024: RMB8,504,000). There is no significant fluctuation in distribution expenses which is mainly includes the staff costs and selling expenses of the software and hardware business in the PRC during the period.

General and Administrative Expenses

For the six months ended 30 June 2025, the general and administrative expenses of the Group were approximately RMB17,319,000 (six months ended 30 June 2024: RMB14,548,000). The increase in general and administrative expenses was attributable to the increase in staff costs during the period.

Change in Fair Value and Gain on Disposal of Financial Assets at Fair Value Through Profit or Loss

The Group invested in various financial instruments for short-term investments, including the equity securities listed in Hong Kong and the United States. During the six months ended 30 June 2025, unrealised fair value gain on financial assets at fair value through profit or loss of approximately RMB8,528,000 (six months ended 30 June 2024: fair value loss of RMB1,410,000) was recognised in profit or loss, and recorded net gain on disposal of financial assets at fair value through profit or loss of approximately RMB1,446,000 (six months ended 30 June 2024: RMB17,174,000).

Profit for the Period

As a result of the foregoing, for the six months ended 30 June 2025, the Group recorded net profit for the period of approximately RMB44,936,000 (six months ended 30 June 2024: RMB19,097,000).

MANAGEMENT DISCUSSION AND ANALYSIS

Prepayments made to Suppliers

The prepayments to suppliers will be used to offset against future purchases from suppliers, which increased to approximately RMB277,378,000 as at 30 June 2025 (31 December 2024: RMB159,019,000). The substantial increase in prepayments to suppliers as of 30 June 2025 is primarily associated with the significant expansion of the IT products sales business. During the six months ended 30 June 2025, the revenue generated from the sales of IT products experienced a remarkable increase by 573%, reaching RMB526,481,000 in comparison to the same period of 2024. Consequently, the advance payment to suppliers for 2025 rose in accordance with the growth in business volume with the industry practice. Prepayments made to suppliers are expected to be either utilised or reimbursed within one year, depending on the terms of the associated contractual agreements and the advancements in completing the related project or obligations. In respect of prepayments made to suppliers, individual credit evaluations are performed on all suppliers requiring prepayment over a certain amount. These evaluations focus on the suppliers' past history and take into account information specific to the suppliers as well as pertaining to the economic environment in which the suppliers operate.

Liquidity and Financial Resources

The Group's working capital is funded by the cash generated from operating and financing activities. As at 30 June 2025, the Group maintained cash and cash equivalents amounting to approximately RMB88,496,000 (31 December 2024: RMB160,575,000). As at 30 June 2025, the Group's current ratio was approximately 2.05 times (31 December 2024: 3.75 times); and the Group's net gearing ratio as at 30 June 2025, which is calculated based on total borrowings less cash and cash equivalents divided by total equity, was approximately 10% (31 December 2024: not applicable since the Group had cash in excess of interest-bearing borrowings).

As at 30 June 2025, the Group's borrowings from banks, a former fellow subsidiary and a third-party amounted to approximately RMB87,915,000 (31 December 2024: RMB32,252,000) with fixed interest rate ranging from 2.7% to 10% per annum (31 December 2024: 2.7% to 10% per annum), amongst which RMB80,569,000 were repayable within one year. Approximately RMB76,000,000 (31 December 2024: RMB20,000,000) of the loan amount above was denominated in RMB and the remaining amount of approximately RMB11,915,000 were denominated in HKD (31 December 2024: RMB12,252,000). Apart from abovementioned borrowings, the Group has an outstanding amount due to broker of approximately RMB108,035,000 included in other payables, which carries a fixed interest rate of 5.5% per annum and was denominated in USD as of 30 June 2025.

MANAGEMENT DISCUSSION AND ANALYSIS

Foreign Exchange Risk

The Group's revenue is mainly denominated in Renminbi and most of the Group's monetary assets and liabilities are denominated in RMB. Accordingly, the Directors consider the Group's exposure to foreign currency risk is not significant and no related hedge is required for the time being.

Pledge of Assets

As at 30 June 2025, the Group's certain time deposits amounted to approximately RMB54,371,000 and equity securities listed in United States and Hong Kong amounted to approximately RMB148,694,000 were pledged to banks and other financial institutions respectively to secure certain loan facilities granted to the Group (31 December 2024: Nil). Details of pledges of assets are included in note 12 and note 15 to the consolidated financial statements.

Capital Structure

The Group manages its capital to ensure that entities in the Group will be able to continue as a going concern while maximising the return to shareholders of the Company (the "Shareholders") through the optimisation of the debt and equity balance. The capital structure of the Group consists of debt, including interest-bearing borrowings, and equity attributable to equity holders of the Company, comprising issued share capital, share premium, accumulated losses and other reserves. The management of the Group reviews the capital structure by considering the cost of capital and the risks associated with each class of capital. In view of this, the Group will balance its overall capital structure through the payment of dividends and new share issues as well as the redemption of existing debt. The Group's overall strategy remains unchanged throughout the period. As at 30 June 2025, the cash and cash equivalents of the Group are mainly held in United States dollars, Renminbi and Hong Kong dollars.

MANAGEMENT DISCUSSION AND ANALYSIS

Fund Raising Activities and Use of Proceeds

Placing of New Shares

On 30 April 2024, the Company entered into a placing agreement (the “Placing Agreement”) with Zhongtai International Securities Limited (the “Placing Agent”), pursuant to which the Placing Agent has conditionally agreed, as the placing agent of the Company, to procure on a best effort basis to not less than six placees who and whose ultimate beneficial owners shall be independent third parties of the Company to subscribe for up to 40,810,000 placing shares with par value of HK\$0.1 each (the “Placing Share(s)”) at the placing price of HK\$1.80 per Placing Share (the “Placing”). The maximum Placing Shares represent approximately 16.66% of the issued share capital of the Company as enlarged by the allotment and issue of all Placing Shares. The Placing Shares were issued under the general mandate granted to the Directors at the annual general meeting of the Company held on 23 June 2023.

On 21 May 2024, the Company and the Placing Agent entered into a supplemental agreement to the Placing Agreement, pursuant to which, among other matters, the completion date of the Placing was extended and the placing price was adjusted to HK\$2.09 per Placing Share.

On 13 June 2024, 40,810,000 Placing Shares were successfully issued at placing price of HK\$2.09 per Placing Share with aggregate nominal value of HK\$4,081,000. The placing price of HK\$2.09 per Placing Share represents (i) a discount of approximately 5.43% to the closing price of HK\$2.21 per share of the Company as quoted on the Stock Exchange on 30 April 2024; and (ii) a discount of approximately 12.9% to the closing price of HK\$2.40 per share of the Company as quoted on the Stock Exchange on 21 May 2024. The gross proceeds from the Placing amounted to approximately HK\$85.293 million and the net proceeds amounted to approximately HK\$84.347 million (after deduction of commission and other expenses of the Placing), representing a net issue price of approximately HK\$2.07 per Placing Share.

The Company originally intended to apply (i) 70% of the net proceeds from the Placing of approximately RMB54.734 million (equivalent to HK\$59.042 million) for investment in new business when opportunity arise, including, but not limited to, investment in artificial intelligence data center comprising its construction, equipment and operation etc., and/or development and operation of smart city construction; and (ii) 30% of the net proceeds from the Placing of approximately RMB23.459 million (equivalent to HK\$25.305 million) as general working capital for the Group including staff cost, professional fees, rental payments and other general administrative and operating expenses.

MANAGEMENT DISCUSSION AND ANALYSIS

As at 22 May 2025, the Company utilised approximately RMB23.459 million (equivalent to HK\$25.305 million) for general working capital of the Group.

Having considered the needs of working capital of the Group, as well as the excellent performance and strong development momentum of the artificial intelligence server market, on 22 May 2025, the Board resolved to re-plan the remaining unutilised net proceeds from the Placing originally planned for investment in the artificial intelligence data center project (i.e. approximately RMB54.734 million, equivalent to HK\$59.042 million) to continue to deepen and expand the software licensing sales business, artificial intelligence server product sales business and other related product businesses, mainly for the purchase of artificial intelligence servers for sales purposes.

As at 30 June 2025, the net proceeds from the Placing was fully utilised as intended as to (i) approximately RMB23.459 million (equivalent to HK\$25.305 million) for general working capital of the Group, among which approximately RMB2.658 million (equivalent to HK\$2.867 million) is for professional fee, approximately RMB2.420 million (equivalent to HK\$2.610 million) is for rental expenses, approximately RMB14.044 million (equivalent to HK\$15.149 million) is for staff costs and the remaining RMB4.337 million (equivalent to HK\$4.679 million) is for general administrative expenses; and (ii) approximately RMB54.734 million (equivalent to HK\$59.042 million) for the purchase of artificial intelligence servers for sales purposes, which in the continuous development and expansion of sale of software license, hardware products and other products business.

Details of the Placing, including the reason for the Placing, and details of the utilization of its proceeds were set out in the Company's announcements dated 30 April 2024, 21 May 2024, 22 May 2024, 13 June 2024 and 22 May 2025.

Rights Issue

On 29 November 2022, the Company announced the proposed rights issue by issuing up to 124,896,729 ordinary shares with par value of HK\$0.1 each in the share capital of the Company (the "Right Shares") on the basis of three (3) Rights Shares for every two (2) existing shares of the Company held on the record date (i.e. 10 February 2023) at the subscription price of HK\$0.85 per Rights Share (the "Rights Issue").

On 10 January 2023 and 3 February 2023, the Company and VC Brokerage Limited, the underwriter of the Rights Issue, entered into the supplemental underwriting agreement and second supplemental agreement to the underwriting agreement dated 29 November 2022, pursuant to which, the record date has been extended to 3 March 2023 and further extended to 24 March 2023.

MANAGEMENT DISCUSSION AND ANALYSIS

On 25 April 2023, an aggregate of 122,446,911 Rights Shares with nominal value of HK\$12,244,691.10 was issued. The subscription price of HK\$0.85 per Rights Share represents a discount of approximately 39.72% to the closing price of HK\$1.410 per share of the Company as quoted on the Stock Exchange on 29 November 2022. The gross proceeds from the Rights Issue was approximately HK\$104.08 million and the net proceeds from the Rights Issue, after deducting professional fees and all other relevant expenses, was approximately HK\$102.653 million (equivalent to a net subscription price of approximately HK\$0.84 per Rights Share).

The Company originally intended to apply (i) 96% of the net proceeds from the Rights Issue of RMB87.027 million (equivalent to HK\$98.553 million) for the general working capital of the Group in industrial parks (the "Industrial Park Software Project"); and (ii) 4% of the net proceeds of approximately RMB3.626 million (equivalent to HK\$4.10 million) from the Rights Issue for the general working capital such as overhead expenses including salary, rental and other expenses of the Company. As at 20 December 2023, the Company utilised approximately RMB0.272 million (equivalent to HK\$0.308 million) of the net proceeds from the Rights Issue on the general working capital of the Group in the Industrial Park Software Project; and RMB3.626 million (equivalent to HK\$4.100 million) of the net proceeds from the Rights Issue on the general working capital of the Group.

MANAGEMENT DISCUSSION AND ANALYSIS

Having considered the needs of working capital of the Group, as well as the prevailing market conditions, on 20 December 2023, the Board resolved to change the use of the unutilised net proceeds from the Rights Issue of approximately RMB86.755 million (equivalent to HK\$98.245 million) to: (a) RMB60.255 million (equivalent to HK\$68.245 million) for the general working of the Group in Industrial Park Software Project, and (b) RMB26.500 million (equivalent to HK\$30.0 million) for the general working capital of the Group such as overhead expenses including salary, rental and other expenses, details of which are set forth as follows:

Use of Proceeds	Initial allocation <i>RMB million</i>	Utilised net proceeds before reallocation <i>RMB million</i>	Unutilised net proceeds for reallocation <i>RMB million</i>	Revised allocation of the unutilised net proceeds <i>RMB million</i>
General working capital of the Group in the Industrial Park Software Project	87.027	0.272	86.755	60.255
General working capital of the Group	3.626	3.626	–	26.500
Total:	90.653	3.898	86.755	86.755

As at 30 June 2025, the net proceeds from the Rights Issue was fully utilised as intended as to (i) approximately RMB60.527 million (equivalent to HK\$68.553 million) for the general working capital of the Group in the Industrial Park Software Project, among which approximately RMB41.317 million (equivalent to HK\$46.796 million) in the hardware facilities, network facilities, database facilities and application facilities; approximately RMB7.765 million (equivalent to HK\$8.795 million) in the staff cost; approximately RMB4.639 million (equivalent to HK\$5.254 million) in the sale and marketing; and approximately RMB6.806 million (equivalent to HK\$7.708 million) in management and other operating expenses including the management fee such as rent and utilities, tax, equipment testing and evaluation and other miscellaneous expenses for the use of the Group; and (ii) approximately RMB30.126 million (equivalent to HK\$34.10 million) for general working capital of the Group, among which approximately RMB4.398 million (equivalent to HK\$5.029 million) is for professional fee, approximately RMB2.429 million (equivalent to HK\$2.754 million) is for rental expenses, approximately RMB18.725 million (equivalent to HK\$21.141 million) is for staff costs and the remaining RMB4.574 million (equivalent to HK\$5.176 million) is for general administrative expenses.

MANAGEMENT DISCUSSION AND ANALYSIS

Details of the Rights Issue and details of the utilization of its proceeds were set out in the Company's announcements dated 29 November 2022, 9 December 2022, 10 January 2023, 3 February 2023, 14 March 2023, 24 April 2023, 20 December 2023 and 20 February 2024, the circular of the Company dated 24 February 2023 and the prospectus of the Company dated 27 March 2023.

Significant Investments, Material Acquisition and Disposal of Subsidiaries or Associated Companies or Future Plans for Material Investments and Capital Assets

The information on the Group's significant investment held as at 30 June 2025 is as follows:

Listed Equity Securities in the United States

Stock code	Name of investment	Nature of investment	Number of shares	% of total share capital	Fair value as at 30 June 2025	% of fair value to the Group's total assets as at 30 June 2025
					RMB'000	
TSLA	Tesla Inc. <i>(Note)</i>	Investment in shares	29,000	0.0009%	66,081	6.7%

Note: Tesla Inc. ("Tesla") is an electric vehicle and clean energy company based in Austin, Texas, USA. Tesla designs and manufactures electric cars, battery energy storage, solar panels and solar roof tiles, and related products and services. As a global leader in electric vehicle manufacturing and a pioneer in innovative technology, Tesla has long benefited from the global trend towards electrification and green energy transformation, with continued growth prospects in the future. The cost of the Group's investment in Tesla is approximately RMB73,074,000. During the six months ended 30 June 2025, the unrealised fair value loss of approximately RMB6,993,000 was recognized in profit or loss, and recorded realised loss of approximately RMB21,436,000. No dividend was received for holding Tesla shares by the Group during the six months ended 30 June 2025.

The Group engages in the trading of listed securities and actively seeks investment opportunities with potential value, with the aim of bringing stable returns to the Group. In the selection of investment targets, the Group will comprehensively consider the historical operations and financial performance, stock price trends, and future development prospects of the target company. The Group will adhere to a relatively conservative investment strategy, focusing on screening internationally renowned enterprises that have established market leadership in their respective fields. The Group will continue to maintain investment strategy and diversify our investment in stable return generating investment in order to improve our capital efficiency.

MANAGEMENT DISCUSSION AND ANALYSIS

Limited Partnership Agreements

On 17 May 2025, Beijing Enterprise Edge Computing Technology Co., Ltd.* (北京企展邊緣計算科技有限公司) (“Beijing Enterprise Edge Computing”), an indirect wholly-owned subsidiary of the Company, entered into the limited partnership agreement with Nanjing Jinming Yanhe Industrial Investment Management Partnership (Limited Partnership)* (南京錦銘研和產業投資管理合夥企業(有限合夥)) (“Limited Partner I”) and Jianlu Chengfang (Shenzhen) Investment Co., Ltd.* (建陸承方(深圳)投資有限公司) (“Limited Partner II”) for the capital injection into Beijing Qitong Fuyuan Enterprise Management Center (Limited Partnership) (“Qitong Fuyuan”), a limited partnership registered in China on 30 December 2024 with business purpose of identifying suitable investment projects and bringing returns to its partners.

Pursuant to the aforesaid limited partnership agreement, all parties agreed to make cash contribution to Qitong Fuyuan, with the total subscribed capital of Qitong Fuyuan being RMB120 million. Among them, Beijing Enterprise Edge Computing is the general partner, with subscribed capital of RMB50 million, representing 41.67% of the total investment; and Limited Partner I and Limited Partner II are limited partners, with subscribed capital of RMB50 million and RMB20 million respectively, representing 41.67% and 16.67% of the total investment respectively. The Group holds 41.67% interest in Qitong Fuyuan.

The Directors considered the capital contribution to Qitong Fuyuan through the aforesaid limited partnership agreement will help the Group to introduce other partners to jointly seek suitable projects and work hard to develop projects that are in line with the Group’s business, thereby helping the Group to gain greater returns through financial investment returns, which is in line with the Group’s long-term development strategies. As the Group is the sole managing partner of Qitong Fuyuan, the financial results of Qitong Fuyuan will be consolidated into the accounts of the Group.

MANAGEMENT DISCUSSION AND ANALYSIS

On the same date, Qitong Fuyuan, Hainan Yayi Co-creation Technology Co., Ltd.* (海南雅億共創科技有限公司) (“Yayi Co-creation”) and Chen Zhansheng* (陳展生) entered into the Hainan Yayi limited partnership agreement to jointly invest in Hainan Yayi Win-Win Technology Partnership (Limited Partnership)* (海南雅億共贏科技合夥企業(有限合夥)) (“Hainan Yayi Limited Partnership”), a limited partnership registered in China in May 2025 with its business scope including, but not limited to, investment activities with own funds and asset management services for investment with own funds, particularly to invest in corporations with activities in medical research and experimental development, cell technology research and development and application, medical research and experimental development (except human stem cells, gene diagnosis and treatment technology development and application), natural science research and experimental development, biomass energy technology services, engineering and technical research and experimental development, technical services, technology development, technology consulting, technology exchange, technology transfer, technology promotion. Hainan Yayi Partnership looks for investment in biomedicine related corporations and has acquired 14.16% equity interest in 賽隆藥業集團股份有限公司, a company with its shares listed on Shenzhen Stock Exchange (stock code: 002898), which focused on biomedical industries, at a consideration of RMB199 million in July 2025.

Pursuant to the aforesaid limited partnership agreement, all parties agreed to make cash contribution to Hainan Yayi Partnership, with the total subscribed capital of Hainan Yayi Partnership being RMB200 million, of which Yayi Co-creation is the general partner, with a subscribed capital of RMB30 million, representing a 15% of the investment; while Qitong Fuyuan and Chen Zhansheng are limited partners, with subscribed capital of RMB120 million and RMB50 million, respectively, representing 60% and 25% of the investment, respectively. The capital contribution of Qitong Fuyuan has been funded by the capital contribution in the total amount of RMB120 million made by its partners.

The Directors considered the investment in Hainan Yayi Partnership through the aforesaid limited partnership agreement will help the Group to identify suitable projects and strive to develop projects that are in line with the Group’s business, thereby helping the Group to obtain greater returns through financial investment returns, which is in line with the Group’s long-term development strategies. The investment in Hainan Yayi Partnership will be classified as financial assets at fair value through profit or loss of the Group, which carrying amount is not materially different from its fair value as at 30 June 2025 and attributed to 12.1% of the Group’s total assets as at 30 June 2025. There is no realised and unrealised gain or loss and any dividends received during the six months ended 30 June 2025.

MANAGEMENT DISCUSSION AND ANALYSIS

The swift advancements in AI-driven pharmaceuticals are revolutionising the research and development framework within the pharmaceutical sector. AI is becoming deeply integrated into key areas such as target screening, molecular optimisation, and clinical trial design, driving a surge in the need for advanced computing capabilities and hardware solutions across the industry.

By leveraging a partnership investment model, the Company, acting as a limited partner, aims to build a strategically aligned ecosystem with its target collaborators. As a leader in intelligent computing centers and data asset management solutions, this synergy will position both parties to sustainably accelerate growth while transitioning to the next phase of scaled development with increased stability.

For details of the above limited partnership agreements, please refer to the Company's announcements dated 17 May 2025 and 10 July 2025.

Save as disclosed above, the Group did not make any significant investments, material acquisition or disposal of subsidiaries, associates or joint ventures for the six months ended 30 June 2025, nor the Group have plans for material investments and capital assets as at 30 June 2025.

Material Acquisition and Disposal of Listed Securities

During the period from 1 June 2023 to 22 August 2025, the Group acquired and disposed several listed securities which are listed on NASDAQ. These acquisitions and/or disposals of listed securities constituted various discloseable transactions, major transactions or very substantial disposal of the Company under Chapter 14 of the Rules Governing the Listing of Securities (the "Listing Rules") on The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The Company proposes to put forward ordinary resolutions at an extraordinary general meeting to be convened and held (the "EGM") for the Shareholders to consider and, if thought fit, approve the ratification of the acquisitions and disposals of listed securities. In addition, the Company wishes to seek for a specific mandate to authorize and empower the Board to carry out disposal(s) of certain existing holding of the listed securities for a period of 12 months from the date on which the ordinary resolution is duly passed by the Shareholders at the EGM ("Specific Mandate").

For details, please refer to the Company's announcements dated 10 January 2024, 12 January 2024, 24 January 2024, 7 February 2024, 14 February 2024, 28 January 2025, 7 February 2025, 25 February 2025, 6 March 2025, 13 March 2025, 31 March 2025, 30 April 2025, 14 May 2025, 30 May 2025, 9 June 2025, 17 July 2025, 31 July 2025, 8 August 2025, 18 August 2025, 20 August 2025 and 26 August 2025.

MANAGEMENT DISCUSSION AND ANALYSIS

Employees and Remuneration Policies

As at 30 June 2025, the Group employed 144 (30 June 2024: 127) full time employees. Staff costs amounted to approximately RMB14.96 million for the six months ended 30 June 2025 (six months ended 30 June 2024: RMB13.9 million). The remuneration package of employees is determined by reference to their performance, experience, positions, duties and responsibilities in the Group and the prevailing market conditions. The Group continued to provide retirement, medical, employment injury, employment and maternity benefits which are governed by the state-managed social welfare scheme operated by the local government of the PRC to the employees in the PRC. In addition, the Group maintains a mandatory provident fund scheme for all qualifying employees in Hong Kong. The Company had also adopted a share option scheme.

The Group believes that development and training are crucial for employees to discharge their duties more effectively and efficiently, and the Group organizes regular training and development courses for its employees.

Contingent Liabilities

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

Events after the Reporting Period

Other than (i) the acquisitions and disposals of listed securities, and the proposed Specific Mandate as disclosed in the section headed “Material Acquisition and Disposal of Listed Securities”; and (ii) the acquisition of 14.16% equity interest in 賽隆藥業集團股份有限公司 by Hainan Yayi Limited Partnership as disclosed in the sections headed “Significant Investments, Material Acquisition and Disposal of Subsidiaries or Associated Companies or Future Plans for Material Investment and Capital Assets” and “Material Acquisition and Disposal of Listed Securities” in this report, there was no other material events after the reporting period.

INTERIM DIVIDEND

The Directors resolved not to declare any interim dividend for the six months ended 30 June 2025 (six months ended 30 June 2024: Nil).

OTHER INFORMATION

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

As at 30 June 2025, the interests or short positions of the Directors and chief executives of the Company in the shares, underlying shares and debentures of the Company or any associated corporation (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong) ("SFO")), which were notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they are taken or deemed to have under such provisions of the SFO), or which were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or which were required pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix C3 to the Listing Rules, are set out below:

Long position in Shares of the Company

Name of Director	Capacity	Long position/ Short position	Number of shares held (Approximate percentage in total number of issued shares)
Ms. Li Zhuoyang ("Ms. Li") <i>(Note)</i>	Beneficial Owner	Long position	367,789 (0.15%)

Note: 6,300,000 share options were granted to Ms. Li on 1 September 2020 pursuant to the share option scheme adopted by the Company on 26 May 2016. Subsequent to the grant date, the number of share options was adjusted to 6,481,413 to reflect the bonus element of rights issue completed on 18 May 2021; was adjusted to 324,070 upon the capital reorganisation became effective on 25 March 2022 and was further adjusted to 367,789 to reflect the bonus element of rights issue completed on 25 April 2023. Ms. Li is taken to be interested in the underlying shares that she is entitled to subscribe for subject to the exercise of and/or the validity period of the share options granted by virtue of the SFO.

OTHER INFORMATION

SUBSTANTIAL SHAREHOLDERS INTERESTS IN SHARES AND UNDERLYING SHARES

As at 30 June 2025, so far as is known to any Director or chief executive of the Company, the following persons (other than the Directors or chief executive of the Company) were recorded in the register of the Company required to be kept under section 336 of the SFO as having long positions of 5% or more or short position in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO:

Name of shareholder	Nature of interest	Long position/ Short position	Number of shares held (Approximate percentage in total number of issued shares)
Hong Tai International II LPF	Beneficial Owner	Long position	37,000,850 (15.11%)
Cheng Wing	Beneficial Owner	Long position	15,510,000 (6.33%)

SHARE OPTION SCHEME

The Company has adopted a share option scheme (the “Share Option Scheme”) at the annual general meeting of the Company held on 26 May 2016. The terms of the Share Option Scheme were amended pursuant to an ordinary resolution passed at the annual general meeting of the Company held on 23 June 2023 (“2023 AGM”). The amendments are to conform with the amendments to the Listing Rules relating to share schemes of listed issuers which took effect from 1 January 2023.

OTHER INFORMATION

SHARE OPTION SCHEME (continued)

The purpose of the Share Option Scheme is to enable the Company to grant options to directors and employees of the Company and the subsidiaries on the basis of their past contribution and potential contribution to the development and growth of the Group. At the 2023 AGM, shareholders of the Company approved the refreshment of the scheme mandate limit under the Share Option Scheme. The total number of options available for grant under the scheme mandate limit at 1 January 2025 and 30 June 2025 was 20,407,818.

Details of the movement in the share options granted under the Share Option Scheme during the six months ended 30 June 2025 are as follows:

Name/category of participants	Date of grant of share option	Exercise Period	Exercise Price (HK\$)	Outstanding as at 1 January 2025	Granted during the period	Exercised / lapsed / cancelled / forfeited during the period	Outstanding as at 30 June 2025
Li Zhuoyang (Executive Director)	1 September 2020	1 December 2020 to 31 August 2030	3.6356	367,789	–	–	367,789
Employees in aggregate	1 September 2020	1 December 2020 to 31 August 2030	3.6356	1,485,747	–	–	1,485,747
Total				1,853,536	–	–	1,853,536

The vesting period of the abovementioned share options ended on 30 November 2020. These share options were vested to the grantees on 1 December 2020 and exercisable up to 31 August 2030.

Save as the Share Option Scheme, the Company does not have any other share scheme. The number of shares that may be issued in respect of the share options granted under the Share Option Scheme divided by the weighted average number of issued shares of the Company (excluding treasury shares) for the six months ended 30 June 2025 was 0.76%.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

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

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as the code of conduct regarding securities transactions by the Directors. Having made specific enquiry to all Directors, the Company confirmed that all Directors have complied with the required standard set out in the Model Code throughout the six months ended 30 June 2025.

CORPORATE GOVERNANCE PRACTICES

The Company has adopted the code provisions set out in the Corporate Governance Code ("CG Code") in Appendix C1 to the Listing Rules as its own code of corporate governance.

Under CG Code provision C.2.1, the role of chairman and chief executive officer should be separate and should not be performed by the same individual. The Company has not appointed a chairman. The roles and functions of chairman have been performed by the Board jointly.

Save as those mentioned above and in the opinion of the Directors, the Company has complied with all relevant code provisions set out in the CG Code during the six months ended 30 June 2025.

OTHER INFORMATION

AUDIT COMMITTEE

The Company established the Audit Committee on 18 December 2006 with written terms of reference in compliance with the CG Code. The primary duties of the Audit Committee are to review and supervise the financial reporting process and to review the risk management and internal control systems of the Group. The Audit Committee comprises three independent non-executive Directors, namely Mr. Cai Jinliang (chairman), Mr. Chin Hon Siang and Mr. Chen Kwok Wang. The unaudited interim financial results of the Group for the six months ended 30 June 2025 have been reviewed by the Audit Committee.

By Order of the Board
Enterprise Development Holdings Limited
Yu Hui
Executive Director and Chief Executive Officer

Hong Kong, 26 August 2025

* *English translation for identification purpose only*