



**WEIYE HOLDINGS LIMITED**  
**偉業控股有限公司\***

(Incorporated in the Republic of Singapore with limited liability)

Hong Kong Stock Code : 1570

**2025**  
Annual Report



*\* For identification purpose only*

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# CORPORATE PROFILE



**Riding the wind and cleaving the waves, we will succeed in sailing across the ocean.**

**Established in 1999, Weiye Holdings Group is headquartered at Henan. It is a diversified and international industrial group.**

The shares of Weiye Holdings were listed on the Singapore Exchange Limited ("SGX") on 16 August 2011, and were dual listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") on 6 April 2016. The Company announced its voluntary delisting from the SGX on 24 August 2018.

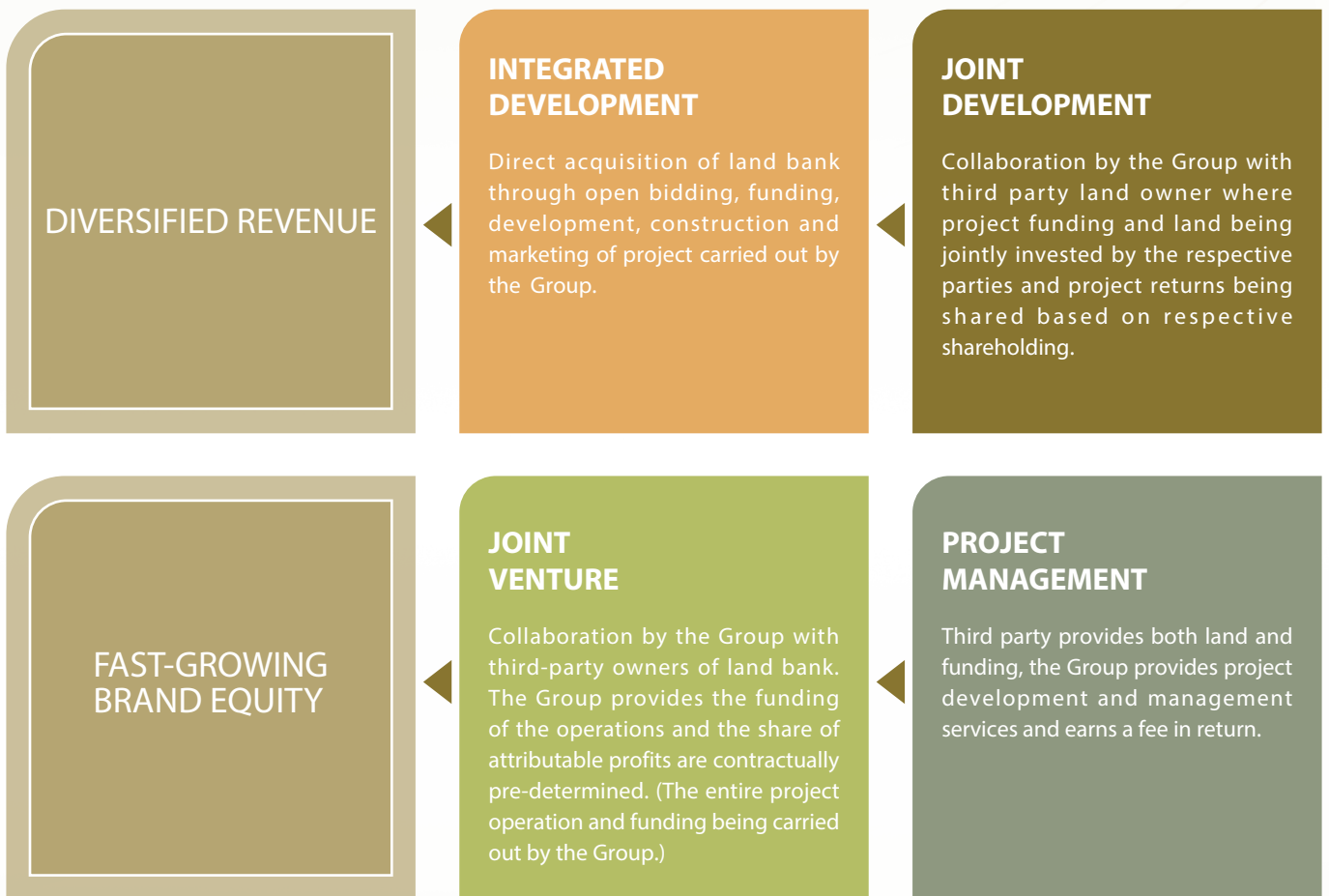
Adhering to the corporate values of "righteous practices and innovation", Weiye Holdings remains committed to investing in and developing the green human habitation throughout its 26 years of operation and development, driven by two engines, namely, industry operation and smart technology. Our development layout covers such areas as green human habitation, smart environment protection and smart technology. Our business is focused on some of the most dynamic regions in China, including Henan, Hainan, Guangdong-Hong Kong-Macao Greater Bay Area and the Yangtze River Delta region.

Weiye Holdings focuses on developing property projects for green residence. At present, it has a number of property development projects that have been completed or in different stages of development in dozens of mid to large sized cities such as Zhengzhou, Kaifeng, Xinxiang, Haikou, Danzhou, Tunchang, Wanning, Huizhou, Fuzhou, Hangzhou and Yangzhou, providing quality accommodation and services to property owners and their families. Thanks to its solid reputation and perseverance, Weiye Holdings has garnered numerous awards, including: "Henan Top 50 Real Estate Development Enterprise" (河南房地產開發企業綜合實力50強單位), "Zhengzhou City Leading Property Development Enterprises" (鄭州市房地產開發先進單位), "Zhengzhou City Real Estate Development Enterprise Excellence" (鄭州市房地產開發優秀企業), "Kaifeng City Best Residential Landscape" (開封市最佳人居景觀設計獎), "Economy Development Contribution Enterprise Excellence" (紅旗區經濟發展突出貢獻企業獎), "Zhengzhou Annual Green Residence Award" (鄭州年度綠色人居樓盤大獎) and "China Elite Science and Technology Award – Green Community" (中國精銳科學技術獎—綠色社區).

As at 31 December 2025, we had 27 completed property projects with a total completed GFA of approximately 3,145,569 sq.m., 1 property project under development with a total GFA of approximately 30,130 sq.m. and 1 project with planned GFA of approximately 62,916 sq.m. held for future development of real estate projects.

Sailing forward while catching the tide, Weiye Holdings Group will continue to adhere to our corporate position as a "green lifestyle provider" in the future, keep moving forward through innovation and exploration, proactively fulfill our social responsibilities, and strive to keep pace with the development of the times, in order to create larger returns for our shareholders and allow more property owners to experience a high quality lifestyle they yearn for.

# OUR BUSINESS MODEL



## OUR BUSINESS MODEL

### BUILDING PRESENCE, FORGING PARTNERSHIPS

To stay ahead of the evolving market landscape over the years, the Group constantly seeks to collaborate with likeminded partners who can reap mutual benefits through sharing knowledge and expertise. By deepening our understanding of the policies introduced by the PRC government, while precisely analysing the prospect of the PRC market, the Group has accurately grasped industrial trends, ensuring we keep pace with the times and make steady progress. Furthermore, the Group has firmly pushed forward with business development and management innovation across our regional operations, while continuing to strengthen our business vitality and cohesion. As a result, the Group not merely has significantly enhanced its brand reputation in the market, but also has carved out niche in the turbulent market.



# CHAIRMAN'S STATEMENT



**CHEN ZHIYONG**  
Executive Chairman

## DEAR SHAREHOLDERS,

2025 was a pivotal year for the Chinese economy, marked by both significant challenges and further promote business transformation. Facing a complex and challenging global environment alongside the ongoing domestic structural adjustments, the Central Economic Work Conference explicitly called for adhering to the principle of seeking progress while maintaining stability, promoting stability through progress, establishing before breaking, and balancing high-quality development with high-level security. Supported by both policy measures and market self-recovery, the real estate market gradually showed signs of stabilizing from decline, with its development model accelerating the shift towards "improving existing stock and optimizing new supply." Against this backdrop, our Group remained committed to its core business, proactively adapting to changes, seizing opportunities amidst challenges, and building momentum through adjustments.

Looking ahead to 2026, the Chinese economy is projected to achieve a moderate recovery, supported by coordinated policy measures and the continuous cultivation of new growth drivers. Macroeconomic policies will continue to emphasize steadiness, precision and effectiveness. The real estate industry will further focus on the "Three Major Projects," urban renewal, and the revitalization of existing assets, shifting its underlying logic from scale expansion to lean operations and sustainable development. Concurrently, rising global demand for green and healthy living environments presents long-term growth opportunities in the air purification and clean technology sectors.

## **REAL ESTATE BUSINESS: STABILITY WITH QUALITY IMPROVEMENT, DEEPENING THE MODEL**

In 2025, we steadfastly executed our core strategy of "Ensure Survival • Seek Development" with discipline, safeguarding cash flow and financial stability. We actively responded to the national call for "ensuring housing delivery and stabilizing people's livelihoods." Leveraging cooperation with local state-owned platform companies, we steadily expanded in key regions such as the Yangtze River Delta through asset-light models such as entrusted construction, small-stake operations models, and technical output. Throughout the year, we successfully delivered one project and secured entrusted construction contracts covering 100,000 square meters, maintaining business continuity and brand reputation despite industry-wide pressures.

# CHAIRMAN'S STATEMENT

In 2026, we will further align with the national direction of “accelerating the establishment of a new model for real estate development,” continuing to focus on three key areas: urban renewal, the construction of affordable housing, and the revitalization of existing assets. By strengthening “industry+” synergistic capabilities, to extend projects from development into operational services, achieving a strategic upgrade from “scale expansion” to “emphasizing both quality and efficiency.”

## STRATEGIC COOPERATION AND RESOURCE INTEGRATION

Our Group consistently upholds an open and symbiotic philosophy of collaboration. In 2025, we established strategic partnerships with several state-owned platforms, industry leaders, and financial institutions, achieving tangible progress in areas such as joint project development, capital coordination, and technology exchange. In 2026, we will continue to expand our cooperative ecosystem, particularly in green buildings, smart parks, cold-chain logistics, and healthcare industries, promoting the deep integration of “capital + industry + operations.”

## DEVELOPMENT STRATEGY AND ORGANIZATIONAL SAFEGUARDS

Facing of a still complex environment, our Group will adhere to the following principles in 2026:

1. **Financial Stability:** Broaden financing channels, optimize debt structure, and strengthen full-process cash flow management;
2. **Cost Excellence:** Comprehensively implement target cost management to achieve closed-loop control of “budgeting – accounting – final accounts”;
3. **Talent Empowerment:** Enhance incentive and training systems to build a high-performance team characterized by “professionalism, commitment and collaboration”;
4. **Risk Control Strengthening:** Enhance compliance and internal control systems, resolutely guarding against major operational risks.

## APPRECIATION AND OUTLOOK

Dream may be distant, but with action, it can be reached; the aspiration may be difficult, but can be achieved through persistence. Look back Weiyee's journey of over more than two decades, every achievement is inseparable from the dedication of all employees, the trust of our shareholders, and the support of our partners. On behalf of the Board of Directors, I would like to express our most sincere gratitude to every colleague who has contributed their wisdom and hard work to the company's development, and to both new and long-standing shareholders for their enduring support.

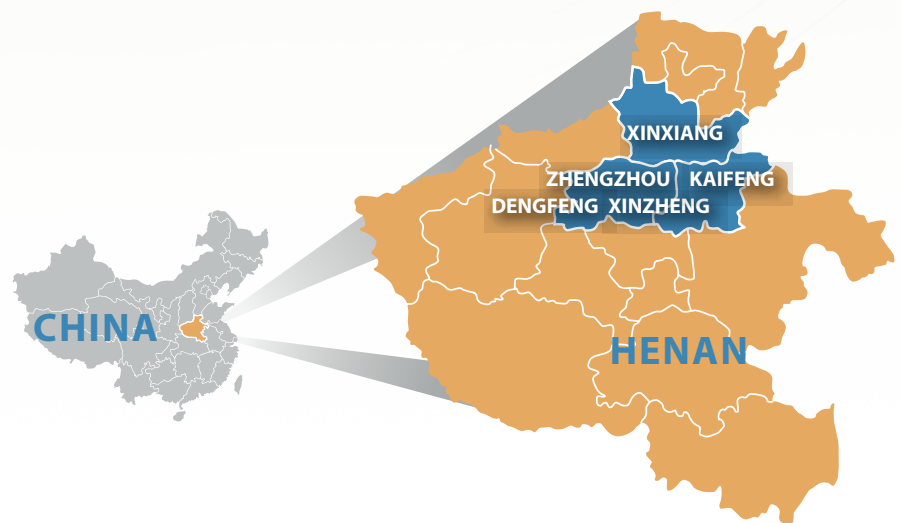
In 2026, we will continue to uphold responsibility as our foundation, innovation as our arrow, and win-win cooperation as our guiding principle. Together with all like-minded partners, we will embrace change, cultivate value, and jointly drawing a blueprint. Jointly striving to forge an even more solid new chapter for Weiyee on the path of high-quality development!

**CHEN ZHIYONG**  
Executive Chairman

27 March 2026

# OPERATIONS REVIEW

## HENAN REGION



### HENAN – LOCATED IN THE CORE OF CHINA’S ABDOMEN

Henan is located in the east-central part of China. It is the transportation hub of the “Two Horizontal and Three Vertical” urbanization strategy and the Beijing-Guangzhou line. As an ancient saying goes, “He who wins the Central Plains wins the world.” Henan is a synonym for the Central Plains and an important birthplace of the Chinese nation and civilization. It is rich in resources, a major agricultural production area, and a major province for mineral resources. It has a large population, the largest in the country, with abundant labor resources and a huge consumer market. It has a superior location, serving as an important transportation and communication hub and a distribution center for materials. It is a leader in agriculture, being the largest agricultural province, the largest grain production province, and the largest grain processing province. It has experienced rapid development, with its total economic output ranking fifth in the country. It has great potential and is in a stage of rapid industrialization and urbanization, with increasing development vitality and momentum.

### HENAN – AN IMPORTANT ECONOMIC PROVINCE OF CHINA

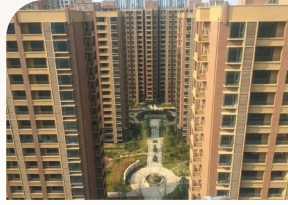
Zhengzhou is located in the heart of China, on the banks of the Yellow River, in the center of the world. As one of China’s eight ancient capitals, a national historical and cultural city, and one of the six major archaeological site areas in the country, it occupies a central position in Yellow River civilization due to its long history and splendid culture. According to the “Zhengzhou National Central City Construction Action Outline (2017–2035),” by 2035, the proportion of the urban population in Zhengzhou will reach 85%, the total GDP will reach RMB3 trillion, the per capita GDP will reach RMB220,000, and the population size will reach approximately 13.5 million, making Zhengzhou a city with global influence.

# OPERATIONS REVIEW

## COMPLETED PROJECTS



Weiyee Ru Guo Ai



Weiyee Tiandao Tianheshui



Weiyee Tiandao International



Weiyee Paris Impression



Weiyee Shangcheng Yihao Yuan & Erhaoyuan



Weiyee Central Park



Hong Jing Jia Garden



Die Cui Garden



Cai Fu Centre



Cai Zhi Guang Chang



Qing Qing Mei Lu



Weiyee Xi An



Weiyee Zhi Hua Shi



Xingwei Resettlement House Phase I



Weiyee Xiangdi Bay Phase I, II & III



Weiyee Shangcheng Sanhaoyuan

# OPERATIONS REVIEW

## MARKET REVIEW

In 2025, central and local governments continued implemented such as “city-specific policies,” “simultaneous renting and selling,” and ensuring the delivery of buildings policies, to promote the stable and healthy development of the real estate market. As a designated national central city, Zhengzhou advanced its urban capacity, strengthened its role as a transportation hub, and deepened industrial clustering. With policy support, the local property market gradually stabilized. Henan remains the strategic core of our Group. We have continued to cultivate the local market, consolidating established strengths and contributing steady performance to the Group’s overall development.

## DEVELOPMENT PROJECTS AND STRATEGIES

In 2026, the group will continue to focus on the development of existing projects, based in Zhengzhou and its surrounding one-hour city circle, using light-asset construction as a starting point, supplemented by high-quality project land mergers and acquisitions to integrate resources and enhance business development. We are also actively exploring new operating models and carrying out comprehensive innovative strategic cooperation in various fields to achieve group performance growth. As of 31 December 2025, we had a total of 16 completed real estate projects located in Henan Province.

## OPERATIONS REVIEW

### HAINAN REGION



#### **HAINAN – ONGOING ADVANCEMENT OF FREE TRADE PORT DEVELOPMENT, DRIVING HIGH-QUALITY ECONOMIC GROWTH**

Since the release of the “Overall Plan for the Construction of Hainan Free Trade Port”, Hainan has achieved remarkable progress in industrial upgrading, institutional innovation, and the

optimization of its business environment. The “Hainan Free Trade Port Optimization of Business Environment Regulations” has been thoroughly implemented, fostering a legalized, internationalized, and convenient business environment. This evolving environment is creating favorable conditions for the growth and success of diverse market participants.

# OPERATIONS REVIEW

## COMPLETED PROJECTS



Weiye Costa Rhine



Weiye Rhine Coast



Weiye Oxygen Cube A



Weiye Oxygen Cube B



Weiye West International Plaza



Weiye Yehai Shangcheng

## PROJECT UNDER DEVELOPMENT



Yuequan Wan Phase I

## PROJECT HELD FOR FUTURE DEVELOPMENT



Yuequan Wan Phase II

# OPERATIONS REVIEW

## MARKET REVIEW

In 2025, Hainan continued to advance comprehensive economic and social development under the strategic positioning of “Three Zones and One Center.” The real estate market adhered firmly to the principle of “housing is for living in, not for speculation,” with a focus on affordable housing to meet both rigid and improved demand. As the benefits of Free Trade Port policies were released and the customs closure at the end of 2025 approached, long term expectations for property values in Hainan strengthened, and the market demonstrated a steady upward trend.

## DEVELOPMENT PROJECTS AND STRATEGIES

With the gradual implementation of Hainan Free Trade Port policies, the industrial structure is constantly optimized and upgraded, and the dependence on real estate is gradually decreasing. In 2026, the Hainan Regional Company will focus on the industrial development plans and requirements of various governments, expand with Haikou and Sanya as the center, radiate surrounding cities and counties, focus on industrial real estate, and lay out longer-cycle projects such as self-modification and old renovation, and simultaneously actively explore high-quality projects in western Guangdong, Guangxi, and southwest regions. As of 31 December 2025, we had 8 real estate projects in Hainan Province, of which 6 projects have been completed, 1 project is still under development, and 1 project held for future development.

# OPERATIONS REVIEW

## YANGTZE RIVER DELTA REGION



### YANGTZE RIVER DELTA – A NATIONAL STRATEGIC STRONGHOLD WITH ROBUST ECONOMIC VITALITY

The Yangtze River Delta (YRD) is a key engine of China’s economic development, distinguished by its high level of openness and strong capacity for innovation. Under the impetus of the national integration strategy, the region is accelerating the construction of a new development framework and advancing toward higher quality growth.

# OPERATIONS REVIEW

## MARKET REVIEW

In 2025, the YRD region's economy maintained steady growth, while real estate regulation continued to emphasize the principle of "stabilizing land prices, stabilizing housing prices, and stabilizing expectations." Under the influence of prudent financial policies and the centralized land supply mechanism, the market gradually returned to rationality. Both sales volumes and land activity trended toward stability, creating favorable conditions for industry transformation and upgrading.

## COMPLETED PROJECTS



Taihu Tiancui



Yuejiangwan



Yueদিwan



Sunlight Mansion

## DEVELOPMENT PROJECTS AND STRATEGIES

In 2025, the YRD Regional Company continued to focus on cities within the "five metropolitan areas" in the region, giving priority to expanding cities within the "Shanghai One-Hour Economic Circle," and actively seeking high-quality conventional projects with "moderate total price, fast flow rate, and relaxed pre-sale." Through a combination of financing construction and cooperative development, the company accelerated the implementation of new projects. In project operation and control, the company achieved the operational goal of "stable development and risk control" through various forms. As of 31 December 2025, we had 4 completed real estate projects located in the YRD.

Looking forward to 2026, under the regulation of "stabilizing land prices, stabilizing housing prices, and stabilizing expectations," the YRD Regional Company will continue to make full use of the region's advantages of a good economic foundation, large market space, complete industrial chain and supply chain, and a high degree of opening up to the outside world, giving priority to expanding the cities near Shanghai within the "Shanghai One-Hour Economic Circle," and actively responding to changes in the external real estate situation through industrial advantages and experience, carrying out real estate transformation and upgrading, and seeking industrial projects with "low cost, less capital occupation, and high returns." Through a combination of "construction on behalf" and "cooperative development," the company will accelerate the implementation of traditional new projects.

## OPERATIONS REVIEW

**GUANGDONG-HONG KONG-MACAU GREATER BAY AREA****GREATER BAY AREA – FINANCIAL INNOVATION AND REGIONAL INTEGRATION ADVANCING TOGETHER**

With strong national policy support, the Guangdong – Hong Kong – Macao Greater Bay Area (GBA) has continued to enhance its financial system and deepen industrial collaboration. The region is steadily progressing toward the goal of becoming a world class bay area, offering vast opportunities for enterprise development.

# OPERATIONS REVIEW

## MARKET REVIEW

In 2025, GBA maintained its commitment to the principle of “housing is for living in, not for speculation,” with market regulation focused on “stabilizing housing prices, and stabilizing order conditions”. As regional integration accelerated and transportation and supporting infrastructure improved, certain undervalued markets grew more attractive. Overall, the property sector demonstrated a structural recovery trend.

## DEVELOPMENT PROJECTS AND STRATEGIES

After years of continuous and orderly development, the Group’s project development and operation level has been significantly improved. It plans to focus on the “Shenzhen One-Hour Economic Circle (Shenzhen-Dongguan-Huizhou)” as the key investment and development area, and gradually form a stable operating style and high-quality product power. Through careful operation, refined management and other guarantee systems, the expected returns of multiple projects can be controlled. As of 31 December 2025, we had 1 completed real estate project located in the GBA.

### COMPLETED PROJECT



Weiye Lanting Wan

# FINANCIAL HIGHLIGHTS

	2021 (RMB' MIL)	2022 (RMB' MIL)	2023 (RMB' MIL)	2024 (RMB' MIL)	2025 (RMB' MIL)
<b>REVENUE</b>					
Property Development – continuing operations	938.6	1,201.2	1,528.2	43.1	<b>59.1</b>
Equipment Manufacturing – discontinued operation	80.7	125.3	84.0	60.5	–
Total	1,019.3	1,326.5	1,612.2	103.6	<b>59.1</b>
<b>GROSS PROFIT</b>					
Property Development – continuing operations	153.6	176.2	97.3	11.7	<b>11.8</b>
Equipment Manufacturing – discontinued operation	18.7	30.0	23.7	17.2	–
Total	172.3	206.2	121.0	28.9	<b>11.8</b>
<b>GROSS PROFIT MARGIN</b>					
Property Development – continuing operations	16%	15%	6%	27%	<b>20%</b>
Equipment Manufacturing – discontinued operation	23%	24%	28%	28%	<b>N/A</b>
Total	17%	16%	8%	28%	<b>20%</b>
<b>2021</b>					
<b>(RMB' MIL)</b>					
<b>2022</b>					
<b>(RMB' MIL)</b>					
<b>2023</b>					
<b>(RMB' MIL)</b>					
<b>2024</b>					
<b>(RMB' MIL)</b>					
<b>2025</b>					
<b>(RMB' MIL)</b>					
Included discontinued operation:					
Net Profit/(Loss)	(77.4)	46.7	(95.6)	(405.7)	<b>(480.6)</b>
Earnings/(Loss) before Interest, Tax, Depreciation and Amortisation	(5.9)	93.7	(19.3)	(355.1)	<b>(427.3)</b>
Equity Attributable to Owners of the Company	1,348.5	1,347.0	1,289.3	987.6	<b>535.5</b>
Total Assets	8,006.6	5,640.8	3,859.0	3,698.1	<b>3,272.6</b>
Total Liabilities	6,062.1	3,808.1	2,131.1	2,378.1	<b>2,432.6</b>
Net Debts*	612.3	430.3	748.6	957.4	<b>982.1</b>
* Interest bearing debts (-) cash and cash equivalents					
Interest Coverage Ratio (times)	–	2.7	0.8	(6.4)	<b>(6.9)</b>
Earnings/(Loss) per Share (RMB cents)	(65.3)	3.9	(26.8)	(158.7)	<b>(230.6)</b>
Net Asset Value per Share (RMB)	6.9	6.9	6.6	5.0	<b>2.7</b>
Net Debts to Total Equity Ratio (%)	31%	23%	43%	73%	<b>117%</b>

## FINANCIAL REVIEW

In 2025, the global economic landscape continued to navigate persistent headwinds while geopolitical tensions showed gradual easing. China's real estate sector witnessed further regulatory refinement, with policies increasingly focused on market stabilization and sustainable development. The industry transitioned from crisis management to structural optimization, addressing fundamental challenges including moderated demand patterns and ongoing liquidity recalibration for developers.

Building on the lessons of 2024, the market demonstrated improved resilience as companies accelerated deleveraging efforts and enhanced operational efficiency. While consumer confidence remained measured, there emerged a discernible shift toward quality-focused purchasing decisions and value-driven investments.

Looking forward, the Group will maintain its strategic focus on optimizing the asset-liability structure while ensuring robust cash flow stability. We continue to uphold our core philosophy of "seeking progress while maintaining stability, and achieving breakthroughs with precision." By capitalizing on policy initiatives supporting housing delivery and social stability, we are intensifying our focus on core demand segments and premium product offerings in key metropolitan markets.

Our commitment to "long-termism" remains unwavering as we continuously enhance our competitive capabilities through market cycles, steering the organization toward a sustainable, high-quality development trajectory that creates enduring value for all stakeholders.



The total revenue for the year ended 31 December 2025 was approximately RMB59.1 million with approximately 37% increase as compared to the corresponding period in 2024. Correspondingly, the Group also reported a loss attributable to owners of the Company of approximately RMB452.3 million during the year ended 31 December 2025.

### PROPERTY DEVELOPMENT BUSINESS

During the year ended 31 December 2025, there was an increase in our total net saleable floor area ("NSFA") handed over to customers of approximately 5,023 square meters (2024: 3,340 square meters).

Revenue from property development business for the year ended 31 December 2025 was approximately RMB59.1 million, which represented an increase of approximately 37% as compared to the corresponding period in 2024. This was mainly from the following projects, namely Yuequan Wan Phase I, Weiye Shangcheng Shanhaoyuan and Sunlight Mansion, which contributed approximately RMB30.8 million, RMB17.2 million and RMB7.3 million respectively.

The gross profit ("GP") of the property development business for the year ended 31 December 2025 amounted to approximately RMB11.8 million, representing an increase of approximately 1% as compared to the corresponding period in 2024. The GP margin decrease from 27% to 20%. It was mainly because of the sales of residential units which have lower GP margin during the year ended 31 December 2025. As a result, the overall GP margin decrease as compared to the corresponding period in 2024.

### OTHER INCOME AND GAINS

Other income and gains decreased by approximately RMB2.5 million or 26% for the year ended 31 December 2025 as compared to the corresponding period in 2024, primarily due to decrease in rental income of approximately RMB2.0 million for the year ended 31 December 2025.

### SELLING AND DISTRIBUTION EXPENSES

Selling and distribution expenses amounted to approximately RMB2.5 million for the year ended 31 December 2025, represented a decrease of approximately 55% as compared to the corresponding period in 2024. This was mainly due to less promotional and marketing activities for property projects launched for the year ended 31 December 2025.

# FINANCIAL REVIEW

## ADMINISTRATIVE EXPENSES

Administrative expenses for the year ended 31 December 2025 was approximately RMB22.4 million, which was approximately 42% lower than the corresponding period in 2024. It was mainly due to decrease in salaries, office, travelling and entertainment expenses because of continuing effective cost control measures implemented within the Group as compared with the corresponding period in 2024.

## OTHER OPERATING EXPENSES

Other operating expenses for the year ended 31 December 2025 was approximately RMB36.6 million, which was approximately RMB36.4 million less than corresponding period in 2024. It was mainly due to decrease in an impairment loss made on investment of subsidiary of approximately RMB21.9 million during the year ended 31 December 2025.

## NET FINANCE COSTS

Net finance costs was reported for the year ended 31 December 2025 at approximately RMB57.5 million, representing an increase of approximately 29% as compared to the corresponding period in 2024, which was mainly due to an increase in the loans and borrowings amount during the year ended 31 December 2025.

## TAXATION

The income tax credit was increased by approximately RMB3.8 million for the year ended 31 December 2025 was mainly due to a decrease in deferred tax expense of approximately RMB23.8 million. These were offset by the decrease in provision of land appreciation tax by approximately RMB20.9 million as a result of tax refund of land appreciation tax of the completed property projects for the year ended 31 December 2025.

## REVIEW OF FINANCIAL POSITION

The investment in joint venture decreased by approximately RMB110.0 million during the year ended 31 December 2025. During the current year, the Group transferred 51% equity interest in a joint venture, "Hanfang Yaoye", to the equity owners of Hanfang Yaoye, Feng Chaling pursuant to the Court Order as disclosed in Note 9 to the consolidated financial statements. As a result of the transfer of the equity in interest in Hanfang Yaoye, the Group no longer have any equity interest in Hanfang Yaoye, and hence, the Hanfang Yaoye ceased to be accounted for as a joint venture of the Group for the year ended 31 December 2025. On the other hand, based on the Court Order, the Group recognises an amount due from Feng Chaling of RMB 97.0 million, net of any expected credit loss, and is included in the other receivables ("the Hanfang Yaoye Reclassification").

The development properties and prepaid cost decreased by approximately RMB1,010.5 million and the contract assets decreased by approximately RMB214.2 million. In September 2025, the Group had launched a litigation at the Intermediate People's Court of Zhengzhou Municipality to the Management Committee to seek for the Compensation as disclosed in Note 18 to the consolidated financial statements. As a result, properties under development in relation to the Xinzhuang Project of approximately RMB1,009.5 million and its related contract assets of approximately RMB214.2 million (net of loss allowance) were reclassified to other receivables ("the Xinzhuang Project Reclassification").

The increase in trade and other receivables of approximately RMB980.1 million is mainly due to the Hanfang Yaoye Reclassification and the Xinzhuang Project Reclassification as mentioned above. These were offset by the increase in loss allowance on trade and other receivable and contract assets of approximately RMB220.8 million.

The increase in trade and other payables of approximately RMB100.6 million was mainly due to the increase in the interest payables of approximately RMB51.3 million and the increase in the amount due to associate of approximately RMB21.3 million.

The decrease in contract liabilities of approximately RMB36.3 million was mainly due to the reversal of contract liabilities caused by sales recognition from certain projects, in particular Yuequan Wan Phase 1 and Weiye Shangcheng Sanhaoyuan, during the year ended 31 December 2025.

The increase in loans and borrowings of approximately RMB4.4 million was mainly due to an increase of loans and borrowings during the year ended 31 December 2025.

## FINANCIAL RESOURCES AND LIQUIDITY

As at 31 December 2025, the Group's net current assets amounted to approximately RMB559.3 million, which represented a decrease of approximately 46% as compared to the corresponding period in 2024, which was mainly due to recognition of the write-down of development properties and prepaid cost of approximately RMB133.4 million and loss allowance on trade and other receivables and contract assets of approximately RMB220.8 million.

Our bank and other borrowings are denominated in Renminbi. As at 31 December 2025, our total outstanding loans and borrowings amounted to approximately RMB993.0 million. Particulars of loans and borrowings of the Group as at 31 December 2025 are set out in Note 23 to the consolidated financial statements for the year ended 31 December 2025.

# FINANCIAL REVIEW

## TREASURY AND INVESTMENT MANAGEMENT

We prepare our monthly, quarterly and annual cash flow budgets in accordance with the Group's internal rules and regulations, to forecast and manage the working capital needs of the Group and its subsidiaries for business expansion and other investments, to ensure that there is sufficient liquidity to meet our liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses, or risking damage to the Group's reputation.

In order to ensure the proper application of funds available to the Group investment, we have established policies and procedures on our investment management. Generally, our investment manager is responsible for managing and monitoring our investment portfolio on a daily basis.

Any fund transfer for trading purpose, acquisition and disposal of any investment shall be reviewed by our management and approved by our executive Chairman before execution. Our investment manager will prepare monthly trading summary report comprised of the detail balance of our investment portfolio, balance of our available fund and trading gain or loss as of the month end and report to our management and executive Chairman.

## EMPLOYEES AND REMUNERATION

As at 31 December 2025 there were 28 employees (2024: 42) in the Group.

Total employee benefits expenses of the Group (including Directors' fee) for the year ended 31 December 2025 were approximately RMB10.1 million (2024: RMB27.9 million). Staff remuneration packages are determined based on each employee's qualifications, experience, position and seniority.

The Group also provides other staff benefits including medical and life insurance, and grants discretionary incentive bonuses to eligible staff based on their performance and Group's results of operations.

## CHARGE OF ASSETS

The loans and borrowings for the Group include lease liabilities, bank loans, loans from trust finance company and other loans. The borrowings are secured by investment properties, legal mortgages of the property development units, and corporate guarantee from the Company and group companies as well as guarantees from the third party companies. Particulars of charge of assets of the Group as at 31 December 2025 are set out in Notes 4, 7, 19 and 23 to the consolidated financial statements for the year ended 31 December 2025.

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

There was no purchase, redemption or sale of listed securities of the Company for the year ended 31 December 2025.

## NET GEARING RATIO

Net gearing ratio is calculated based on our total debt less cash and cash equivalents divided by total equity. Total debt includes interest bearing loans and borrowings. As at 31 December 2025, the net gearing ratio of the Group was approximately 117% (31 December 2024: 73%). Details of the gearing ratio are set out in Note 37 to the consolidated financial statements for the year ended 31 December 2025.

## FOREIGN EXCHANGE EXPOSURE

The Group's property development businesses are principally conducted in RMB, which are the functional currencies of the respective subsidiaries of the Group. Most of the Group's monetary assets and liabilities are denominated in RMB.

Accordingly, the Group considers that the Group's exposure to foreign currency risk is not significant and hence the Group does not employ any financial instruments for hedging purposes.

## CONTINGENT LIABILITIES

Details of the contingent liabilities of the Group are set out in Note 34 to the consolidated financial statements for the year ended 31 December 2025, which included the guarantees given to banks in connection with banking facilities granted to third party property customers.

## MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES

Save as disclosed in this report, there was no material acquisition and disposal of subsidiaries by the Group during the year ended 31 December 2025.

# BOARD OF DIRECTORS

## **CHEN ZHIYONG** Executive Chairman

Mr. Chen Zhiyong (“Mr. Chen”), aged 55, is the Chairman of the Board and an Executive Director of the Company.

Mr. Chen has over 30 years of experience in the real estate industry. He joined Henan Weiye in July 2000, responsible for property development management, and was later promoted to the position of Chief Executive Officer of Henan Weiye in 2010. He has been an Executive Director and the Chief Executive Officer of our Company (the “Chief Executive Office”) since the Reverse Takeover in August 2011. On 27 February 2014, he was re-designated as the Chief Operating Officer of our Company. Mr. Chen currently holds positions of the directors and the legal representatives of the member companies of the Group.

From 1993 to 1998, Mr. Chen was the manager of the project management department in the No. 2 engineering department of the Zhongjian No. 7 Bureau No. 4 Construction Engineering Company\* (中建七局第四建築工程公司), a company principally engaged in the business of construction where he was responsible for the management of the construction of the property.

Mr. Chen graduated from Naval University of Engineering, PLA (中國人民解放軍海軍工程大學) in Wuhan City, Hubei Province, the PRC, with a degree in project management in June 2006. Mr. Chen is the brother-in-law of Mr. Zhang Wei, the controlling shareholder of the Company.

## **LIU NING** Lead Independent Non-Executive Director

Mr. Liu Ning (“Mr. Liu”), aged 61, was appointed as the Lead Independent Non-Executive Director, the chairman of the Remuneration Committee, a member of the Audit Committee and a member of the Nominating Committee on 19 December 2018.

Mr. Liu has extensive experience of investment and administration in land property and hotel industry, and he is good at corporate comprehensive management and investment and financing business. Mr. Liu obtained Bachelor’s of Engineering from Tongji University (同濟大學) and obtained a master degree of Business Administration from Macau University of Science and Technology (澳門科技大學). Mr. Liu is an engineer and a senior economist.

From June 2000 to June 2003, Mr. Liu was the general manager of Shanghai Jinjiang International Hotels Development Co., Ltd. (formerly known as Shanghai New Asia (Group) Co., Ltd.), a company listed on Shanghai Stock Exchange (stock code: 600745). From July 2003 to April 2005, Mr. Liu was the president assistant, deputy managing director of property department and the general manager of Shanghai Jinjiang International Holdings Co., Ltd. From October 2009 to February 2014, Mr. Liu an executive director, president, vice president, chief operation officer and chief executive officer of Glorious Property Holdings Limited, a company listed on the Stock Exchange (stock code: 845). From March 2014 to December 2014, Mr. Liu was the executive president and the regional president (China) of Baoneng Group. Mr. Liu is currently the managing director of Shinovation Capital Corporation Co., Ltd

## **DONG XINCHENG** Independent Non-Executive Director

Mr. Dong Xincheng (“Mr. Dong”), aged 59, was re-designated an Independent Non-Executive Director, and appointed as the chairman of the Nominating Committee, a member of the Audit Committee and a member of the Remuneration Committee on 19 December 2018.

Mr. Dong has approximately 23 years of experience in legal practice. Mr. Dong graduated from Zhengzhou University (鄭州大學) in Zhengzhou City, Henan Province, the PRC, with a Bachelor’s degree in engineering. Mr. Dong obtained the Legal Professional Qualification Certificate in September 2002.

From 1990 to 1995, Mr. Dong was a senior officer in Road Administration Division of Henan Province Bureau of Transport\* (河南省交通廳公路管理局). From 1996 to 2001, Mr. Dong was a deputy general manager at Shijiazhuang Xinlin Real Estate Development Co., Ltd. (石家莊鑫麟房地產開發有限公司), where he was responsible for its business management. From 2002 to 2004, Mr. Dong practiced law at Henan Guanglei Law Firm (河南光磊律師事務所). From 2004 onwards, Mr. Dong has been practicing law at Henan Zhengfangyuan Law Firm (河南正方圓律師事務所).

Mr. Dong has been a non-executive director of China Mining International Limited, a company listed on the Main Board of Singapore Exchange (stock code: BHD) since September 2024.

\* For identification purposes only

## BOARD OF DIRECTORS

### CHAN SZE MAN

#### Independent Non-Executive Director

Ms. Chan Sze Man ("Ms. Chan"), aged 45, was appointed an Independent Non-Executive Director, and the chairlady of the Audit Committee, a member of the Remuneration Committee and a member of the Nominating Committee on 30 September 2024.

Ms. Chan has over 22 years of experience in the accounting and auditing industry in Hong Kong. Ms. Chan obtained her Bachelor's degree of Business Administration in Accounting from The Hong Kong University of Science and Technology in November 2003. She has been a fellow of the Hong Kong Institute of Certified Public Accountants since March 2016.

From September 2003 to April 2010, Ms. Chan worked in Deloitte Touche Tohmatsu, an international accounting firm, with her last position as a manager. In June 2010, she joined Tongda Group Holdings Limited, a company listed on the Main Board of the Stock Exchange (stock code: 698), which is engaged in the electronic products business, as an account manager and was promoted to the position of chief financial officer and company secretary in January 2011, where she was responsible for the corporate finance, accounts and company secretarial functions until August 2018, when she has been appointed as a non-executive director of the company.

Ms. Chan is currently a non-executive director of Tongda Group Holdings Limited, a company listed on the Main Board of the Stock Exchange (stock code: 698) since August 2018, an independent non-executive director of Chi Kan Holdings Limited, a company listed on the Main Board of the Stock Exchange (stock code: 9913) since July 2020, an independent non-executive director of Prosperous Future Holdings Limited, a company listed on the Main Board of the Stock Exchange (stock code: 1259) since September 2016, an independent non-executive director of China Wantian Holdings Limited, a company listed on the Main Board of the Stock Exchange (stock code: 1854) since November 2025, an independent non-executive director of Shanghai XNG Holdings Limited, a company listed on the Main Board of the Stock Exchange (stock code: 3666) since December 2025, and an independent director of Green Circle Decarbonize Technology Limited, a company listed on the New York Stock Exchange (symbol: GCDT) since January 2026.

## SENIOR MANAGEMENT

### HONG JUNLI

#### Chief Executive Officer

Mr. Hong Junli ("Mr. Hong"), aged 52, is the Chief Executive Officer of the Company.

Mr. Hong has over 30 years of experience in the real estate industry. He joined the Group in November 2003 and held the various positions in the Group. On 15 November 2022, the vice president was re-designated as the Chief Executive Officer of our Company. Mr. Hong has ceased to hold the position of director and legal representative of Jinwei (Henan) Trading Limited Company (金偉(河南)商貿有限公司), a wholly-owned subsidiary of the Company, as of 19 March 2025.

Mr. Hong graduated from Zhejiang University (浙江大學) in Hangzhou City, Zhejiang Province, the PRC, with a master degree in business administration in December 2019. Mr. Hong has also been awarded the professional qualification certificate in accountancy by the Ministry of Finance of China.

# CORPORATE INFORMATION

## BOARD OF DIRECTORS

Mr. Chen Zhiyong  
(Executive Chairman)  
Mr. Liu Ning  
(Lead Independent Non-Executive Director)  
Mr. Dong Xincheng  
(Independent Non-Executive Director)  
Ms. Chan Sze Man  
(Independent Non-Executive Director)

## AUDIT COMMITTEE

Ms. Chan Sze Man (Chairlady)  
Mr. Dong Xincheng  
Mr. Liu Ning

## NOMINATING COMMITTEE

Mr. Dong Xincheng (Chairman)  
Ms. Chan Sze Man  
Mr. Liu Ning

## REMUNERATION COMMITTEE

Mr. Liu Ning (Chairman)  
Mr. Dong Xincheng  
Ms. Chan Sze Man

## COMPANY SECRETARIES

Ms. Shirley Tan Sey Liy  
Mr. Man Yun Wah

## REGISTERED OFFICE

10 Bukit Batok Crescent  
#06-05 The Spire  
Singapore 658079

## HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN THE PRC

19th Floor, Building A  
Weiye International Square  
Intersection of Yanqqiao Road  
Zhengkai Avenue  
Zhendong New District, Zhengzhou City  
Henan Province, the PRC

## PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room 1601, 16th Floor, Wing On Centre  
111 Connaught Road Central, Hong Kong

## AUDITOR

**D & Partners CPA Limited**  
Unit 2201, 22th Floor  
West Exchange Tower  
322 Des Voeux Road Central  
Sheung Wan  
Hong Kong

## HONG KONG SHARE REGISTRAR AND TRANSFER OFFICE

**Tricor Investor Services Limited**  
17/F, Far East Finance Centre  
16 Harcourt Road  
Hong Kong

## PRINCIPAL BANKERS

**China Construction Bank (Henan Branch)**  
80 Garden Road, Zhengzhou City  
Henan Province  
The PRC 450003

**China Construction Bank (Hainan Branch)**  
Jian Hang Building, Guo Mao Main Road  
Haikou City, Hainan Province  
The PRC 570125

**United Overseas Bank Ltd**  
80 Raffles Place  
UOB Plaza  
Singapore 048624

# CORPORATE GOVERNANCE REPORT

**WEIYE HOLDINGS LIMITED** (the “Company”) and its subsidiaries (collectively, the “Group”) are committed to maintaining high standards of Corporate Governance to advance its mission to create value for the Group’s customers and shareholders.

This Corporate Governance Report states the manner in which the Group has applied the principles and the extent of compliance with the guidelines as set out in the code provisions of the Corporate Governance Code (the “CG Code”) as set out in Appendix C1 to the Rules (the “Listing Rules”) Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) to provide the structure through which the objectives of protection of shareholders’ interest and enhancement of long term shareholders’ value are met. Throughout the financial year ended 31 December 2025, the Group had complied with the CG Code.

## BOARD MATTERS

### Board’s Conduct of its Affairs

The board (the “Board”) of directors (the “Directors”) of the Company oversees the Group’s overall policies, setting Company’s values and standards, strategies and objectives, reviewing management performance, identifying key stakeholder groups, key operational initiatives, performance and measurement, internal controls and risk management, major funding and investment proposals, financial performance reviews, corporate governance practices and sustainability issues. Approval of the Board is required for matters such as corporate restructuring, mergers and acquisition, major investments and divestments, material acquisitions and disposals of assets, major corporate policies on key areas of operations, share issuance, dividend and other returns to shareholders, acceptances of bank facilities, annual budget, release of the Group’s interim and annual financial results and interested person transactions of a material nature.

All Directors exercise due diligence and independent judgement in dealing with the business affairs of the Group and are obliged to act in good faith and objectively discharge their duties and responsibilities at all times as fiduciaries and take decisions in the interests of the Company.

To assist the Board in the execution of its responsibilities, the Board delegates its decision-making authority to three supporting committees, namely the audit committee (the “AC”), the nominating committee (the “NC”) and the remuneration committee (the “RC”) (collectively, the “Board Committees”). These Board Committees operate within clearly defined Terms of Reference and they play important roles in ensuring good corporate governance in the Company and within the Group. These Terms of Reference are reviewed on a regular basis to ensure their continued relevance and are available on the websites of the Stock Exchange and the Company, respectively.

The Board conducts regular scheduled Board meetings at least four times a year to, among others, approve the interim and annual results announcement and to review the operations and performance of the Group. The schedule of all the regular Board and Board Committees meetings for a calendar year is usually given to all the Directors well in advance in accordance with the Terms of Reference and the Listing Rules. Board meetings may also be convened as and when they are deemed necessary in between the scheduled meetings to address any specific significant matters that may arise. Important matters concerning the Group are also put to the Board for its decision by way of written resolutions.

Notice of regular Board meetings is served to all the Directors at least 14 days before the meetings. For other Board and Board Committee meetings, reasonable notice is generally given. Board papers together with all appropriate, complete and reliable information are sent to all the Directors at least 3 days before each Board or Board Committee meeting to keep the Directors apprised of the latest developments and financial position of the Company and to enable them to make informed decisions.

The constitution of the Company provides for the Board to convene meetings by ways of tele-conferencing, video conferencing, audio or other similar communications equipment. When a physical meeting is not possible, timely communication with members of the Board can be achieved through electronic means and the circulation of written resolutions for approval by the relevant members of the Board or Board Committees.

# CORPORATE GOVERNANCE REPORT

## Board Independence Evaluation

The Company recognizes the importance of the Board independence to corporate governance. In particular, in order to ensure the strong independence of the Board and make ensure that the Board can obtain independent views and opinions, the following mechanisms are required: 1) in assessing the qualification of potential candidates to become independent Directors, the NC and the Board will consider, among others, whether the candidates are able to dedicate sufficient time to fulfill their duties as independent Directors and the candidates' backgrounds and qualifications, in order to assess whether such candidates are able to bring an independent view to the Board; and 2) the NC is authorized to assess the independence of all independent non-executive Directors on an annual basis with reference to the independence criteria set out in the Listing Rules so as to ensure that they can continue to exercise independent judgment.

All Directors have full and timely access to all information of the Company and to the advice and services of the company secretary and senior management of the Company. Directors are generally entitled to seek independent professional advice on the discharge of their duties to the Company in appropriate circumstances upon request and at our Company's expense. At the same time, the Company has formulated internal policies (including but not limited to the constitution of the Company, the terms of reference of the RC, the AC and the NC to ensure that the Board is provided with independent views and opinions. For the year ended 31 December 2025, the Company has reviewed the implementation and effectiveness of the above mechanism and is of the view that the above mechanism is able to ensure that the Board is provided with independent views and opinions.

The Directors for the year ended 31 December 2025 and up to the date of this annual report were as follows:

### Executive Director

Mr. Chen Zhiyong (Executive Chairman)

### Independent Non-Executive Directors

Mr. Liu Ning

Mr. Dong Xincheng

Ms. Chan Sze Man

The attendances of the Directors at the general meetings, Board meetings and Board Committees meetings held during the year ended 31 December 2025 are as follows:

	Attendance/Number of meetings					
	Annual General Meeting	Extraordinary General Meeting	Board meetings	Audit Committee meetings	Nominating Committee meeting	Remuneration Committee meeting
Mr. Chen Zhiyong	1/1	1/1	4/4	2/2*	1/1*	1/1*
Mr. Dong Xincheng	1/1	1/1	4/4	2/2	1/1	1/1
Mr. Liu Ning	1/1	1/1	4/4	2/2	1/1	1/1
Ms. Chan Sze Man	1/1	1/1	4/4	2/2	1/1	1/1

\* By invitation

# CORPORATE GOVERNANCE REPORT

The Board has adopted internal guideline setting forth matters that require Board's approval. The Board has identified, including but not limited to, the following areas for which the Board has direct responsibility for decision making within the Group:

- Approval of the Group's major investments/divestments and funding decisions;
- Approval of the Group's interim and annual financial result announcements for release to the Stock Exchange;
- Approval of any agreement which is not in the ordinary course of business;
- Approval of any major borrowings or corporate guarantees in relation to borrowings;
- Entering into any profit-sharing arrangement;
- Entering into any foreign exchange hedging transactions;
- Appointment or removal of any key executive and legal representative;
- Incorporation or dissolution of any material subsidiary;
- Issuance of shares or declaration of dividends;
- Approval of the annual report and audited financial statements;
- Convening general meetings;
- Approval of corporate strategies;
- Approval of material acquisition and disposal of assets; and
- Approval of announcements or press releases concerning the Group for release to the Stock Exchange.

The Directors are also updated regularly with the changes to the Listing Rules, risk management, corporate governance, insider trading and the key changes in the relevant regulatory requirements and financial reporting standards and the relevant laws and regulations to facilitate effective discharge of their fiduciary duties as Board or Board Committees members.

New releases issued by the Stock Exchange which are relevant to the Directors are circulated to the Board. The company secretaries of the Company (the "Company Secretaries") informed the Directors of upcoming conferences and seminars relevant to their roles as Directors. Annually, the External Auditors update the AC and the Board on the new and revised financial reporting standards that are applicable to the Company or the Group.

Appropriate briefing and orientation will be arranged for newly appointed Directors to familiarise them with the Group's business operations, strategic directions, directors' duties and responsibilities and the corporate governance practices. They will also be given opportunities to visit the Group's operational facilities and meet the Management so as to gain a better understanding of the Group's business.

The Directors are encouraged to attend seminars and receive training to improve themselves in the discharge of Directors' duties and responsibilities. Changes to regulations and accounting standards are monitored closely by the Management. To keep pace with such regulatory changes, the Company provides opportunities for ongoing education and training on Board processes and best practices as well as updates on changes in legislation and financial reporting standards, regulations and guidelines from the Listing Rules that affect the Company and/or the Directors in discharging their duties.

# CORPORATE GOVERNANCE REPORT

The shares of the Company have been listed on the Main Board of the Stock Exchange since 6 April 2016. In order to comply with Rule C.1.4 of Appendix C1 to the Listing Rules, the Company has provided information related to the changes in the Listing Rules to the Directors to update and refresh the Directors' knowledge on the latest developments to the Listing Rules and/or any other necessary information from time to time. The Company will continuously update the Directors on the latest developments to the Listing Rules and other applicable regulatory requirements, to ensure compliance and enhance the Directors' awareness of good corporate governance practices. The Company may from time to time arrange the training for the Directors at the Company's costs.

Newly appointed Directors receive appropriate training such as accounting, legal and industry specific knowledge, if required, and a comprehensive, formal and tailored induction on appointment. The Group provides background information about its history, mission and values to its Directors. In addition, the Management regularly updates and familiarises the Directors on the business activities of the Company during Board meetings. A service contract or letter of appointment would be furnished to every newly-appointed Director upon their appointment explaining, among other matters, their roles, obligations, duties and responsibilities as member of the Board.

## **Board Composition and Guidance**

There is presently a strong and independent element on the Board. Three independent non-executive Directors make up over a half of the Board and the independence of each independent non-executive Director has been reviewed by the NC. The NC is of the view that all the independent non-executive Directors are independent to the Company.

The criteria for independence are determined based on the definition as provided in the Listing Rules and the independence of each independent non-executive Director is reviewed annually by the NC. The Board considers an independent non-executive Director as one who has no relationship with the Company, its related companies or its officers that could interfere, or be reasonably perceived to interfere, with the exercise of the Directors' independent judgment of the Group's affairs.

The Board constantly examines its Board size with a view to determining the optimum size for effective decision-making. The Board taking into account the scope and nature of the operations of the Company, the requirement of the business and the need to avoid undue disruptions from the change in composition of the Board and Board Committees. The Board is of the view that its current size is appropriate, which facilitates effective decision-making.

The Board and Board Committees provide an appropriate balance and diversity of skills. The Directors bring with them a wealth of expertise and experience in areas such as accounting, finance, legal, business or management experience and industry knowledge as well as knowledge of the Company and the Group. Its composition enables the Management to benefit from a diverse and objective perspective on any issues raised before the Board.

Independent non-executive Directors exercise no management functions in the Group. The role of the independent non-executive Directors is particularly important in ensuring that the strategies proposed by Management are fully discussed and rigorously examined and reviewing the performance of Management in meeting agreed goals and objectives and monitor the reporting of performance.

The Company co-ordinates informal meeting sessions between the executive Chairman and the independent non-executive Directors where necessary without the presence of the Management and the other Directors to discuss matters such as the Group's financial performance, corporate governance initiatives, Board processes, succession planning as well as leadership development and the remuneration of the executive Directors.

# CORPORATE GOVERNANCE REPORT

## Nominating Committee

The NC, regulated by a set of written Terms of Reference, comprises the following three independent non-executive Directors.

Mr. Dong Xincheng (Chairman)

Ms. Chan Sze Man

Mr. Liu Ning

The principal functions of the NC are to, among others:

- Review the structure, size and composition of the Board;
- Review the board succession plans for directors, in particular the Chairman and Chief Executive Officer;
- Develop a process for evaluating the performance of the Board, its committees and directors;
- Review training and professional development programs for the Board;
- Review the background, academic and professional qualification and make recommendation to the Board on all the candidates nominated for appointment to the Board and Board Committees of the Company and of its subsidiaries;
- Review annually on the independence of the independent non-executive Directors;
- Identify and recommend Directors who are retiring by rotation to be put forward for re-election;
- Review the ability of a Director to adequately carry out his duties as Director when the Director's has multiple Board representations; and
- Assess the effectiveness of the Board as a whole.

The NC makes recommendations to the Board on all Board appointments and is responsible for the re-nomination of Directors at regular intervals, through nomination process which take into consideration the Directors' contribution and performance at Board meetings, including attendance and participation.

The NC is responsible to review the Board Diversity Policy, as appropriate; and review the measurable objectives that the board has set for implementing the Board Diversity Policy, and the progress on achieving the objectives; and make disclosure of its review results in the Corporate Governance Report annually.

Where a Director has multiple Board representations, the NC will evaluate whether the Director is able to and has adequately carried out his or her duties as Director by taking into consideration the contribution and the respective Directors' attendance at the Board meeting. The Board is satisfied that Directors who have multiple board representations have devoted sufficient time and attention to the affairs of the Group. Their multiple board representations do not hinder their abilities to carry out their duties as Directors of the Company. Accordingly, the Board, with the concurrence of the NC, has agreed that the Company shall not impose a maximum number of listed board representations on the Directors as the Board is of the opinion that setting a fixed number would not adequately take into account the varied circumstances of each Director and the NC will instead focus on whether a Director has sufficient time to adequately discharge his or her duties to the Company. The NC would monitor and determine annually, on a case-by-case basis, whether Directors have given sufficient time and attention to the affairs of the Company and adequately carry out his or her duties as a Director.

# CORPORATE GOVERNANCE REPORT

The Board, based on the recommendations of the NC will conduct search and selection process to ensure that Directors appointed possess the background, experience and knowledge critical to the Group's business and each Director, through his or her unique contributions, brings to the Board an independent and objective perspective to enable balanced and well-considered decision to be made.

Each executive Director has entered into a service contract with the Company for a term of 3 years, while each independent non-executive Director has entered into a letter of appointment with the Company for a term of 3 years.

In accordance with the Company's constitution, each Director is required to retire at least once in every three years by rotation and all Directors newly appointed by the Board will have to retire and, being eligible, offer themselves for re-election at the next annual general meeting of the Company (the "AGM") following their appointments.

Each member of the NC shall abstain from voting on any resolutions at the relevant NC and Board meetings in respect of his or her renomination as a Director.

The NC recommended that Mr. Dong Xincheng and Mr. Liu Ning (collectively, the "Retiring Directors"), be nominated for re-election at the forthcoming AGM. The Board had accepted the NC's recommendation and the Retiring Directors will be offering themselves for reelection at the forthcoming AGM.

For the year ended 31 December 2025, the NC is of the view that the independent non-executive Directors are independent (as defined in Listing Rules) and are able to exercise judgment on the corporate affairs of the Group independent of the Management.

Although some of the Directors have other Board representation, the NC is satisfied that these Directors are able to and have adequately carried out their duties as the Directors and given sufficient time and attention to the Company's affairs.

The key information regarding the Directors such as academic and professional qualifications, Board Committees served, directorships or chairmanships both present and past held over the preceding three years in other listed companies and other major appointments, whether the appointment is executive or non-executive are set out on pages 21 to 22 of this annual report.

## Board Diversity Policy

The Company has a board diversity policy (the "Board Diversity Policy") which sets out its approach to achieve a sustainable and balanced development, the Company sees increasing diversity at the Board level as an essential element in supporting the attainment of its strategic objectives and its sustainable development. In designing the Board's composition, Board diversity has been considered from a number of aspects, including but not limited to gender, age, cultural and educational background, ethnicity, professional experience, skills, knowledge and length of service. All Board appointments will be based on meritocracy, and candidates will be considered against objective criteria, having due regard for the benefits of diversity on the Board. In striving to attaining gender diversity, the NC is delegated with authority to identify potential candidates through different means and channels, including use of external recruitment agencies and any other means that it deems appropriate.

Currently, the Board consists of four members who have accounting, financial expertise or experience related to the industry where the Company operates. As at 31 December 2025, the Board had three male Directors (75%) and one female Director (25%). The NC has reviewed the policy concerning the diversity of Board members and believes that the Board has already had a diverse mix of gender, skills, knowledge and experience. The Company will strive to achieve gender balance of the Board through the following measures to be implemented by the NC in accordance with the Board Diversity Policy. The Company will actively identify female individuals suitably qualified to become the Board members. To further ensure gender diversity of the Board in the long run, the Group will take opportunities to increase the proportion of female members of the Board, identify and select several female individuals with a diverse range of skills, experience and knowledge in different fields from time to time, and maintain a list of such female individuals who possess qualities to become the Board members, which will be reviewed by the NC periodically in order to develop a pipeline of potential successors to the Board to promote gender diversity of the Board.

# CORPORATE GOVERNANCE REPORT

## Nomination Policy

The Board has a nomination policy which sets out the procedures and criteria for the selection, appointment and re-appointment of the Directors. In evaluating and selecting any candidate for directorship, the NC shall consider the candidates' character and integrity, professional qualifications, skills, knowledge and experience, independence, diversity on the Board, willingness to devote adequate time to discharge duties as a Board member and such other criteria that are appropriate to the business of the Company.

The NC shall assess whether any vacancy on the Board has been created or is expected on a regular basis or as required. The NC utilizes various methods for identifying director candidates, including recommendations from Board members, management, and professional search firms. All director candidates, including incumbents and candidates nominated by Shareholders are evaluated by the NC based upon the director qualifications. While director candidates will be evaluated on the same criteria through review of resume, personal interview and performance of background checks. The NC retains the discretion to establish the relative weighting of such criteria, which may vary based on the composition, skill sets, age, gender and experiences of the collective Board rather than on the individual candidate for the purpose of diversity perspectives appropriate to the requirement of the Company's business.

## Access to Information

The Board is provided with adequate and timely information on Board affairs and issues that require the Board's decision. All the Directors have separate and independent access to the Group's senior management and the Company Secretaries at all times. Requests for information from the Board are dealt with promptly by the management. The Board is informed of all material events and transactions as and when they occur. The management also consults with the Board members regularly whenever necessary and appropriate.

All the Directors are provided with complete and adequate information including board papers and related materials in relation to financial such as budgets, forecasts and financial statements, business and background or explanatory information relating to corporate matters of the Group prior to Board meetings and on an ongoing basis so as to enable the Directors to oversee the Group's operational and financial performance. The Directors are also informed of any material variance between projections and actual results or significant developments or events relating to the Group.

The Company Secretaries or their representative administers attend and prepare minutes of all the Board and the Board Committees meetings and assist the Chairman, the AC, the RC and the NC in ensuring that proper procedures at such meetings are followed and reviewed so that the Board and the Board Committees function effectively. The Company Secretaries or their representatives' roles are to advise the Board on all governance matters, ensuring that legal and regulatory requirements as well as Board policies and procedures are complied with.

Each Director, the Board or the Board Committees may seek independent professional advice at the Company's expenses, subject to the approval of the executive Chairman, in fulfilling their duties and responsibilities and such costs will be borne by the Company. The appointment and removal of the Company Secretaries are subject to the consideration and approval of the Board as a whole.

## Remuneration Committee

The RC, regulated by a set of written Terms of Reference, comprises the following three independent non-executive Directors.

Mr. Liu Ning (Chairman)  
Mr. Dong Xincheng  
Ms. Chan Sze Man

The key functions of the RC include, among others:

- Reviewing and approving the policy for determining the remuneration of executives of the Group, including that of our executive Directors, Chief Executive Officers and other key management executives;
- Reviewing the on-going appropriateness and relevance of the executive remuneration policy and other benefit programs;
- Considering, reviewing and approving the remuneration package and service contract terms for individual executive Directors and each member of key management having regard to the executive remuneration policy for each of the companies within the Group and with reference to the Board's corporate goals and objectives;

# CORPORATE GOVERNANCE REPORT

- Making recommendation to the Board and approving the remuneration framework for non-executive Directors on the relevant boards of directors within the Group;
- Reviewing and approving compensation payable to executive Directors and senior management for any loss or termination of office or appointment to ensure that it is consistent with contractual terms and is otherwise fair and not excessive;
- Reviewing and approving compensation arrangements relating to dismissal or removal of Directors for misconduct to ensure that they are consistent with contractual terms and are otherwise reasonable and appropriate;
- Ensuring that no Director or any of his associates is involved in deciding his own remuneration;
- Considering salaries paid by comparable companies, time commitment and responsibilities and employment conditions elsewhere in the Group;
- Reviewing and approving the remuneration framework of the Directors and key management executives;
- Reviewing and submitting its recommendations for endorsement by the Board, any option plans, stock plans and/or other equity based plans which may be set up from time to time; and
- Reviewing and/or approving matters relating to share schemes under Chapter 17 of the Listing Rules.

The RC recommends to the Board a framework for the remuneration for the Directors and key management executives and determines specific remuneration packages for each executive Director and key management executive. The RC's recommendations are made in consultation with the executive Chairman and are submitted for endorsement by the entire Board.

Each Director shall abstain from voting on any resolution and making any recommendation and/or participating in any deliberation in respect of his or her own remuneration. The payment of Directors' fees is subject to the approval of shareholders of the Company at AGM.

In reviewing the service agreements of the executive Directors and key management personnel of the Company, the RC will review the Company's obligations arising in the event of termination of these service agreements, to ensure that such service agreements contain fair and reasonable termination clauses which are not overly generous. The RC aims to be fair and avoid rewarding poor performance.

In setting remuneration packages, the Company takes into consideration the remuneration packages and employment conditions within the industry as well the Group's relative performance and the performance of each of the Directors.

The executive Directors do not receive directors' fees. The remuneration packages of the executive Directors and the key management personnel are structured link to corporate and individual performance as well as commensurate with their respective job scope and the level of responsibilities after taking into account the risk polices of the Company. It comprises primarily a basic salary component and a variable component which is the bonuses and other benefits.

The Company does not have any employee share option scheme or any long-term incentive scheme in place. The independent non-executive Directors are paid directors' fees taking into account factors such as the effort and time spent and the scope of responsibilities of the independent non-executive Directors. The chairman of each Board Committees is compensated for his or her additional responsibilities. The directors' fees are recommended by the Board for approval at the AGM. The Board ensures that the independent non-executive Directors are not over-compensated to the extent that their independence may be compromised.

The Company currently does not have any scheme(s) to encourage independent non-executive Directors to hold shares of the Company so as to better align the interests of such independent non-executive Directors with the interests of shareholders. However, the Company will consider and review the feasibility for having such scheme, as and when is appropriate.

# CORPORATE GOVERNANCE REPORT

The Company does not use contractual provisions to allow the Company to reclaim incentive components of remuneration from executive Directors and key management personnel in exceptional circumstances of misstatement of financial results, or of misconduct resulting in financial loss to the Company. Each of the Directors shall have the duties of care and skill and fiduciary duties to the Company. The Company should be able to avail itself to remedies against the Directors in the event of such breach of fiduciary duties.

## Directors Remuneration Policy

The Company has adopted a director remuneration policy, it sets out the general principles which guide the Group to deal with the remuneration matters. This remuneration policy aims to provide a fair market level of remuneration to retain and motivate high quality directors, senior management of the Group and attract experienced people of high calibre to oversee the business and development of the Group.

## Accountability and Audit

The Board understands its accountability to the shareholders on the Group's position, performance and progress. The objectives of the presentation of the annual financial statements and announcements of financial results are to provide shareholders with a balanced and understandable assessment of the Company and Group's performance, position and prospects. The Board acknowledge their responsibilities for preparing the Group's accounts which gives a true and fair view of the financial position of the Group. The statement by the external auditors about their reporting responsibilities on the financial statements is set out in the independent auditor's report on pages 47 to 50 of this annual report.

The management provides the Board with appropriately detailed management accounts of the Group's performance, position and prospects on a regular basis and when deemed appropriate by particular circumstances.

The management maintains regular contact and communication with the Board by various means including the preparation and circulation to all the Board members of management accounts on financial information and position of the Group. This allows the Board to monitor the Group's performance and position as well as the management's achievements of the goals and objectives determined and set by the Board from time to time.

The Directors are aware of the requirements under the applicable regulations and the Listing Rules for the handling and dissemination of inside information. All the inside information identified by the Directors shall be published and disclosed to the public timely through the Company's publications and communications, unless the information falls within safe harbours as prescribed in the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

## Risk Management and Internal Controls

The Group maintains a system of internal controls for all companies within the Group, but recognises that no cost-effective internal controls system will preclude all errors and irregularities. The system is designed to manage rather than to eliminate the risk of failure to achieve business objectives and can provide only reasonable and not absolute assurance against material misstatement or loss after taking the Company's risk tolerance and risk polices into consideration. Annually the Board reviews the adequacy of the risk management and internal control system in place which address the financial, operational, compliance and information technology risks and the objectives of these controls are to provide reasonable, but not absolute, assurance that there are no material financial misstatements or material loss, there are maintenance of proper accounting records, financial information, shareholders' investments and the Group's assets are safeguarded.

As the Company does not have a risk management committee, the Board and management assume the responsibility of overseeing the Company's risk management framework and function. The management reviews regularly the Group's business and operational activities to identify areas of significant risks as well as appropriate measures to control and mitigate these risks. The management reviews significant policies and procedures and highlights significant matters to the Board and the AC.

# CORPORATE GOVERNANCE REPORT

Relying on the reports from the internal auditors, the AC reviews the effectiveness of the Group's internal controls systems. Any material non-compliance or weaknesses in internal controls or recommendations from the internal auditors to further improve the internal controls were reported to the AC directly. The AC will also follow up on the actions taken by the management and on the recommendations made by the internal auditors against the material non-compliance or weaknesses in relation to internal controls.

The external auditors and internal auditors have not reported to AC any material internal controls weakness identified in the course of audit of the Group's consolidated financial statements for the year ended 31 December 2025.

Based on the discussions with the management and the reports from the internal auditors and external auditors, periodic reviews by the management and to the best knowledge and belief of the Board, the Board, with the concurrence of the AC, is of the opinion that the Group's risk management and internal controls systems were effective and adequate in addressing material financial, operational, compliance and information technology risks of the Group during the year ended 31 December 2025 in meeting the current needs of the Group's business operations and provide reasonable, but not absolute, assurance against material financial misstatements or material loss and to safeguarding the Group's assets.

## Audit Committee

The AC, regulated by a set of written Terms of Reference, comprises the following three independent non-executive Directors.

Ms. Chan Sze Man (Chairlady)  
Mr. Dong Xincheng  
Mr. Liu Ning

The AC performs, among others, the following functions:

1. review with the external auditors the audit plan, scope of work, their evaluation of the system of internal accounting controls, their management letter and the management's response, and results of the audits conducted by the Group's internal and external auditors;
2. monitor the integrity of and review the annual and interim financial statements and results announcements before submission to the Board for approval, focusing in particular, on changes in accounting policies and practices, major risk areas, significant adjustments resulting from the audit, the going concern statement, compliance with financial reporting standards as well as compliance with the Listing Rules and any other statutory or regulatory requirements;
3. review the risk profile of the Group, effectiveness and adequacies of its internal controls and risk management procedures, including financial, operational, compliance and information technology controls and procedures and the appropriate steps to be taken to mitigate and manage risks at acceptable levels determined by the Board;
4. ensure co-ordination between the external and internal auditors and the management, and review the assistance given by the management to the external and internal auditors, and discuss problems and concerns, if any, arising from the audits, and any matters which the external and internal auditors may wish to discuss (in the absence of the management where necessary);
5. review and discuss with the external auditors any suspected fraud or irregularity, or suspected infringement of any relevant laws, rules or regulations, which has or is likely to have a material impact on the Group's operating results or financial position, and the management's response;
6. consider the appointment, remuneration, terms of engagement or re-appointment of the external and internal auditors and matters relating to the resignation or dismissal of the auditors;
7. review the appointments of persons (upon appointment and upon renewal of their respective service contracts), occupying managerial positions who are related to the Directors, Chief Executive Officer or the controlling shareholders of the Group, including their remuneration;

## CORPORATE GOVERNANCE REPORT

8. evaluate the independence of the external auditors;
9. develop and implement policy on engaging an external auditor to supply non-audit services;
10. consider major investigation findings on risk management and internal control matters as delegated by the Board or on its own initiative and Management's response to these findings;
11. review the adequacy of the internal audit function and ensure that a clear reporting structure is in place between the AC and the internal auditors;
12. review any potential conflicts of interests;
13. review the adequacy of potential business risk management processes;
14. review and approve all hedging policies and instruments (if any) to be implemented by the Group;
15. undertake such other reviews and projects as may be requested by the Board and report to the Board its findings from time to time on matters arising and requiring the attention of the AC;
16. review and sight all resignation letters of the legal representatives of the Group's People's Republic of China (the "PRC") subsidiaries, which have been signed in advance, and such letters shall be held in custody by the Company Secretaries;
17. review and establish procedures for receipt, retention and treatment of complaints received by the Group, inter alia, criminal offences involving the Group or its employees, questionable accounting, auditing, business, safety or other matters that impact negatively on the Group; and
18. generally undertake such other functions and duties as may be required by statute or the Listing Rules, and by such amendments made thereto from time to time.

The AC has full access to and co-operation of the management, and has full discretion to invite any Director or executive officer to attend its meetings. It also has reasonable resources to enable it to discharge its functions. The AC shall commission and review the findings of internal investigations into matters where there is any suspected fraud or irregularity, or failure of internal controls or infringement of any Singapore law, rules or regulations (and of any other jurisdictions that imposed upon the Group as and when applicable) which has or is likely to have a material impact on the Group's operating results and/or financial position. Each member of the AC shall abstain from reviewing any particular transaction or voting on such resolution in respect of which he or she is or may be interested in.

The AC recommends to the Board on the proposals to the shareholders on the appointment, re-appointment and removal of the external auditors and approval of the remuneration of the external auditors. The AC has recommended to the Board that D & Partners CPA Limited ("D & Partners") be nominated for re-appointment as external auditors of the Company at the forthcoming AGM. The Company confirmed that Rule 13.88 of the Listing Rules had been complied with.

The AC meets with the external auditors and internal auditors without the presence of the executive Directors and the management, as and when necessary, to review the adequacy of audit arrangement, with emphasis on the scope and quality of their audit, the independence, objectivity and observations of the external auditors and internal auditors. The AC, having reviewed the non-audit services provided by the external auditors, is satisfied that the nature and extent of such services does not prejudice the independence and objectivity of the external auditors. The audit fee paid or payable to D & Partners for audit services rendered to the Company for the year ended 31 December 2025 was approximately RMB1.1 million. There was no non-audit service provided by D & Partners to the Company for the year ended 31 December 2025.

# CORPORATE GOVERNANCE REPORT

The Company has developed a whistle blowing policy which allows all staff and independent third parties, including customers, suppliers and contractors, to report any possible improprieties, misconducts, malpractices or irregularities in matters of financial reporting, internal control or other matters to the Board or the AC anonymously. This policy provides well-defined and accessible channels in the Group through which employees are able to raise concerns about improper conduct within the Group free of stress and restrictions by post or email to the chairman of the AC or the Company Secretaries. After the preliminary evaluation of the whistle-blowing, an investigation group with professionals will be established to conduct investigation and submit reports to the Group's management for further handling. Every reasonable effort will be made by us to maintain the confidentiality of all whistle-blowers, and thorough investigation procedures will be carried out. Such procedures will be regularly reviewed by the management to ensure its effectiveness. As of the date of this report, there were no reports received through the whistle-blowing mechanism.

The Group has consistently adopted a zero-tolerance policy on all forms of corruption, bribery, fraud and money laundering, and strictly complies with laws and regulations in the PRC and the Prevention of Bribery Ordinance in Hong Kong. The Group has formulated rules and regulations such as the "Code of Conduct", the "Conflict of Interest Policy", the "Whistle-blowing Policy", the "Regulations on Business Discipline Ordinance", the "Independent Commission against Corruption Policy", and so on, which detail out the guidelines for employees to prevent various illegal and improper behaviors and to avoid potential conflict of interests with related parties, as well as the provisions for supervision and verification in bidding and procurement. The terms of the commitment to integrity will be stated when entering into business contracts with our customers, suppliers and other partners, to eliminate any violations of business Integrity. The Group has also provided anti-corruption training to the Board and employees at least annually, and required all newly recruited employees to undergo the "Code of Conduct" training. Please refer to the "Sustainability Report 2025" of the Company for more details.

The AC is kept updated annually or from time to time on any changes to the accounting and financial reporting standards by the external auditors to keep abreast of changes to accounting standards and issues which have direct impact on financial statements. No former partner or director of the Company's existing auditing firm or auditing corporation, within a period of 2 years from the date of his ceasing to be a partner of the auditing firm or director of the auditing corporation, has acted as a member of the AC.

## Internal Audit

The Board recognises the importance of the internal audit function which being independent of management is one of the principal means by which the AC is able to carry out its responsibilities effectively. The Company outsources its internal audit function to an external consultant. The internal auditor has unfettered access to all Company's documents, record properties and personnel including access to the AC.

The internal auditor has conducted parts of its audit plan and put forward its findings and recommendations to the AC for review. The internal auditor has a direct and primary reporting line to the AC and assists the AC in overseeing and monitoring the implementation of improvements required on internal control weakness identified. The AC has reviewed the annual internal audit plan for the year ended 31 December 2025 and is satisfied that the internal audit functions have been adequately resourced and having appropriate standing within the Company.

The AC is satisfied that the internal audit function is staffed by appropriate qualified and experienced professionals with the relevant experience. The AC would annually review the adequacy and effectiveness of the internal audit functions of the Company.

# CORPORATE GOVERNANCE REPORT

## COMMUNICATIONS WITH THE SHAREHOLDERS

### Shareholder Rights

The Company does not practice selective disclosure. In line with the continuous obligations of the Company under the Listing Rules and the Companies Act, Chapter 50 of the Laws of Singapore, the Board's policy is to facilitate the exercise of ownership rights by all shareholders to ensure that all shareholders should equally and on a timely basis be informed of all major developments that impact the Group.

All shareholders are entitled to attend and are provided the opportunity to participate in the general meetings of the Company. At the general meetings, shareholders are given opportunity to voice their views, raise their concerns with the Directors or question the management on matters relating to the Group and its operations. The company also informed of the rules, including voting procedures, which govern general meetings of shareholders. If any shareholder is unable to attend, he/she is allowed to appoint up to two proxies to vote on his/her behalf at the general meeting through proxy forms sent in advance as prescribed by the Company and in accordance with the requirements of the Listing Rules from time to time.

The Directors may, whenever they think fit, convene an extraordinary general meeting (the "EGM") and the EGM shall also be convened on such requisition or, in default, may be convened by such requisitionists, including members holding a minority stake in the Company which have shareholdings not higher than 10%. Such requisition shall be made in writing to the Board or the Company Secretaries for the purpose of requiring an EGM to be called by the Board for the transaction of any business or resolution specified in such requisition or to add resolutions to a meeting agenda (if any) at general meeting with detailed contact information. Such meeting shall be held within two (2) months after the deposit of such requisition. If, within twenty-one (21) days of such deposit, the Board fails to proceed to convene such meeting, the requisitionist(s) himself (themselves) may do so in the same manner, and all reasonable expenses incurred by the requisitionist(s) as a result of the failure of the Board shall be reimbursed to the requisitionist(s) by the Company.

The Company is committed to disclose to its shareholders the information in a timely, fair and transparent manner via the HKEXnews website. Where there is inadvertent disclosure made to a selected group, the Company will make the same disclosure publicly to all others as soon as practicable. Communication is made through:

- annual reports that are prepared and sent to all shareholders. The Board ensures that the annual report includes all relevant information about the Company and the Group, including future developments and other disclosures required by the Listing Rules and International Financial Reporting Standards and/or any other requirements that the Company and the Group are required to comply with from time to time;
- interim and annual financial results announcements containing a summary of the financial information and affairs of the Group for that period; and
- notices of explanatory memorandum for the AGM and the EGM. The notice of AGM and EGM are also published on the websites of the Company and the Stock Exchange, and circulated to the shareholders who are entitled to attend and vote at the AGM or the EGM.

The Company's website is at <http://www.weiyeholdings.com> where our shareholders can access financial information, corporate announcements, press releases, annual reports and profile of the Group. Contact details and channels of communications with shareholders and public remain open and relevant information is duly updated and conveyed via the Company's websites and email channels. The Company has reviewed the implementation and effectiveness of the shareholders' communication policy during the year ended 31 December 2025 and concluded that it is effective because some minority shareholders have personally approached the Company and asked for relevant news by ways of attending the AGM or sending email to the Company.

The Company does not practice selective disclosure. Price sensitive information is first publicly released through the HKEXnews website, either before the Company meets with any investors or analysts. All shareholders of the Company will receive the annual report enclosing notice of AGM by post within the prescribed period, which is held within six months after the close of the financial year.

# CORPORATE GOVERNANCE REPORT

The Company adopts a dividend policy to allow the Shareholders to enjoy the sharing of the profits of the Company while retaining adequate reserves and working capital for future growth and development. The form, frequency and amount of dividends declared each year will take into consideration the Group's profit growth, cash position, positive cash flow generated from operations, projected capital requirements for business growth and other factors as the Board may deem appropriate.

For enquiries about the Company's information, the shareholders of the Company may contact Ms. Shirley Tan Sey Liy or Mr. Man Yun Wah, the Company Secretaries, whose contacts are as follows:

Ms. Shirley Tan Sey Liy  
Email address: [shirley.tan@stcorporate.com](mailto:shirley.tan@stcorporate.com)

Mr. Man Yun Wah  
Email address: [cxm@weiyeholdings.com](mailto:cxm@weiyeholdings.com)

or send enquiries in writing to the Company's registered office in Singapore at 10 Bukit Batok Crescent, #06-05 The Spire, Singapore 658079; the principal place of business in the PRC at 19th Floor, Building A, Weiye International Square, Intersection of Yanqqiao Road, Zhengkai Avenue, Zhendong, New District, Zhengzhou City, Henan Province, the PRC; or the principal place of business in Hong Kong at Room 1601, 16th Floor, Wing On Centre, 111 Connaught Road Central, Hong Kong.

There was no change to the constitution of the Company for the year ended 31 December 2025, which is available on the websites of the Stock Exchange and the Company respectively.

## Conduct of Shareholder Meeting

The shareholders of the Company are encouraged to attend the Company's general meetings to ensure a high level of accountability and to stay informed of the Group's strategies and growth plans. The Company's constitution made appropriate provisions in to allow for absentia voting at general meetings of shareholders. Notice of general meeting is dispatched to the shareholders of the Company, together with explanatory notes or a circular on items of special businesses (if necessary), at least i) 21 clear business days' notice for any AGM and any EGM at which it is proposed to pass a special resolution or a resolution of which special notice has been given to the Company; and ii) 14 clear business days' notice for all other EGMs.

The Board establishes and maintains regular dialogue with the shareholders of the Company to gather views or inputs and welcomes questions from the shareholders of the Company who wish to raise issues or concerns, either informally or formally before or during the general meetings. Each item of special business included in the notice of the general meetings will be accompanied by explanation of the effects of a proposed resolution. Separate resolutions are proposed for each substantially separate issue at general meetings.

All the Directors include the Chairman are normally present at the general meeting. The chairmen of the AC, NC and RC are normally present and available to address questions relating to the work of their respective Committees at general meetings. Furthermore, the external auditors are present to assist the Board in addressing any relevant queries raised by the shareholders. The Company will make available minutes of general meetings to the shareholders of the Company that include substantial and relevant comments or queries from the shareholders of the Company relating to the agenda of the general meetings, and responses from the Board and management, upon their request.

The Company adheres to the requirements of the Listing Rules, all resolutions at the Company's general meetings held are put to vote by poll. For cost effectiveness, the voting for resolutions at the general meetings is conducted by manual polling. The detailed results showing the number of votes cast for and against each resolution are announced via the HKEXnews website after the general meetings.

# CORPORATE GOVERNANCE REPORT

## DEALINGS IN COMPANY'S SECURITIES

In compliance with the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix C3 to the Listing Rules, the Company has adopted its own internal compliance code pursuant to the Model Code's best practices on dealings in securities and these are applicable to all its Officers in relation to their dealings in the Company's securities. In furtherance, specific enquiry has been made to all the Directors and the Directors have confirmed that they had complied with the Model Code for the year ended 31 December 2025.

The Company and its Officers are not allowed to deal in the Company's shares during the period commencing 30 days immediately before the announcement of the Company's interim results and 60 days immediately before the announcement of the Company's annual results, and ending on the date of the announcement of the relevant results.

The Directors, management and executives of the Group are also expected to observe relevant insider trading laws at all times, even when dealing in securities within permitted trading period or they are in possession of unpublished price-sensitive information of the Company and they are not to deal in the Company's securities on short-term considerations.

## CONNECTED TRANSACTION

The Group has established procedures to ensure that all transactions with connected person (as defined under the Listing Rules) are reported on a timely manner to the AC and that the transactions are carried out on normal commercial terms and is not prejudicial to the interests of the Company and its minority shareholders.

The Board and the AC will review all connected transactions to be entered into to ensure that the relevant rules under Chapter 14A of the Listing Rules are complied with.

During the year ended 31 December 2025, there was no connected transaction (as defined under Chapter 14A of the Listing Rules) which are subject to shareholders' approval, reporting and annual review requirements under the Listing Rules.

## CONTINUING CONNECTED TRANSACTIONS

There was no transaction with connected persons which constitute continuing connected transactions within the meaning under the Listing Rules for the year ended 31 December 2025.

## RELATED PARTY TRANSACTIONS

The Group entered into certain related party transactions with its related parties during the year ended 31 December 2025. Details of the significant related party transactions are set out in Note 35 to the consolidated financial statements for the year ended 31 December 2025.

## MATERIAL CONTRACTS

Save as disclosed in this annual report, no controlling shareholder had a material interest, either directly or indirectly, in any contract of significance (whether for the provision of services to the Company or not) to the business of the Group to which the Company or any of its subsidiaries was a party during the year ended 31 December 2025.

Save as disclosed in this annual report, none of the Directors or senior management had a material interest, either directly or indirectly, in any contract of significance to the business of the Group to which the Company, its holding company, or any of its subsidiaries or fellow subsidiaries was a party during the year ended 31 December 2025.

# CORPORATE GOVERNANCE REPORT

## CORPORATE GOVERNANCE FUNCTIONS

The Board is performing the corporate governance duties as set out in code provision A.2.1 of the CG Code, which, among other things, are as follows:

- i. To develop and review the Company's policies and practices on corporate governance and make recommendations to the Board;
- ii. To review and monitor the training and continuous professional development of Directors and senior management of the Company;
- iii. To review and monitor the Company's policies and practices on compliance with legal and regulatory requirements;
- iv. To develop, review and monitor the code of conduct and compliance; and
- v. To review the Company's compliance with the CG Code and disclosure in the corporate governance report.

## COMPANY SECRETARIES

Ms. Shirley Tan Sey Liy has been appointed as one of the Company Secretaries since 30 August 2024. They report to the Chairman directly.

Mr. Man Yun Wah is one of the Company Secretaries and has complied with the requirements of the Listing Rules. They have been contacting the Board and the chief financial officer of the Company directly in respect of company secretarial matters.

## DISCLAIMER OF OPINION

The Company's auditor, D & Partners CPA Limited, issued a disclaimer of opinion on the Company's consolidated financial statements for the year ended 31 December 2025. However, the Directors have given careful consideration of the future liquidity and cash flow of the Group to assess whether the Group will have sufficient resources to continue as a going concern and maintained and insisted their optimistic view towards the commercially viable concern of the Group. For this purpose, the management of the Company has prepared a cash flow forecast covering a fifteen-month period from the end of the reporting period after taking into account the following:

- (a) The Group is actively negotiating with the existing lenders, including banks, trust finance company, financial institution and other lenders for the renewal or extension for repayment of the Group's loans and borrowings. As of the date of this report, the Group has initiated legal proceedings in the PRC against a lender where it is of the Directors' opinion that the Group has a contractual right so receive a refund of the compensation from the lender with an expected recoverable amount of approximately RMB1,170 million, and the Group has been actively negotiating with a lender to extend the repayment of the principal amount;
- (b) Implementation of the plans and measures to adjust the sales and pre-sales activities policies to support the property development sector to achieve its budgeted sales and pre-sales of property projects; and
- (c) The Group is negotiating with constructors and suppliers on how to settle the outstanding amounts. The Group had, after the reporting period, discussed with and proposed to the constructors and suppliers to settle outstanding liabilities through property transfers in lieu of cash payment. As of the date of this report, the Group had successfully executed at least three settlement agreements with constructors and suppliers. Hence, the cash flow forecast assumes the non-cash settlement approach while no material cash outflows in respect of the outstanding amounts owed to constructors and suppliers.

The Directors (including the independent non-executive Directors) and the Audit Committee have reviewed the cash flow and are of the opinion that, with the successful and timely implementation of the aforementioned plans and measures, the Group will have sufficient working capital to meet its financial obligations as and when they fall due within the forecast period.

By formulating and taking a number of plans and measures, the Directors consider that it is appropriate to prepare the consolidated financial statements of the Company for the year ended 31 December 2025 on a going concern basis.

# DIRECTORS' STATEMENT

Year ended 31 December 2025

The Directors are pleased to present the annual report together with the audited consolidated financial statements of the Group for the year ended 31 December 2025.

The Board is of the opinion that:

- (a) consolidated financial statements set out on pages 49 to 144 in this annual report are drawn up so as to give a true and fair view of the financial position of the Group and the Company as at 31 December 2025 and the financial performance, changes in equity and cash flows of the Group for the year ended on that date in accordance with the IFRS Accounting Standards and have been properly prepared in compliance with disclosure requirements of the Hong Kong Companies Ordinance; and
- (b) at the date of this annual report, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

## PRINCIPAL ACTIVITIES

The principal activity of the Company is investment holding. There were no significant changes in the nature of the Group's principal activity during the year ended 31 December 2025.

## OPERATIONS REVIEW

Details of the operations review and the financial review of the Group are set out in the annual report under section headed "Operations Review" on pages 7 to 16 of this annual report and the section headed "Financial Review" pages 18 to 20 of this annual report, respectively.

## RESULTS AND DIVIDENDS

The Group's result for the year ended 31 December 2025 and the state of affairs of the Group at that date are set out in the consolidated financial statements on pages 49 to 144.

The Directors did not recommend the payment of a final dividend for the year ended 31 December 2025 (2024: Nil).

## INVESTMENT PROPERTIES

Details of movements in the investment properties of the Group during the year ended 31 December 2025 are set out in Note 7 to the consolidated financial statements for the year ended 31 December 2025.

## PROPERTY, PLANT AND EQUIPMENT

Details of movements in the property, plant and equipment of the Group during the year ended 31 December 2025 are set out in Note 4 to the consolidated financial statements for the year ended 31 December 2025.

## LOANS AND BORROWINGS

Particulars of the loans and borrowings of the Group as at 31 December 2025 are set out in Note 23 to the consolidated financial statements for the year ended 31 December 2025.

# DIRECTORS' STATEMENT

Year ended 31 December 2025

## SHARE CAPITAL

Details of the Company's issued share capital during the year ended 31 December 2025 are set out in Note 20 to the consolidated financial statements for the year ended 31 December 2025. There were no movements in the Company's issued share capital during the year ended 31 December 2025.

## PRE-EMPTIVE RIGHTS

There are no provisions for pre-emptive rights under the constitution of the Company or laws of Singapore where the Company is incorporated.

## TAX RELIEF

The Company is not aware of any relief from taxation available to the shareholders of the Company by reason of their holdings of the Company's shares.

## PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

There was no purchase, redemption or sale of listed securities of the Company during the year ended 31 December 2025.

## RESERVES

Details of movements in the reserves of the Group and the Company during the year ended 31 December 2025 are set out in the consolidated statement of changes in equity and Note 22 to the consolidated financial statements for the year ended 31 December 2025.

## DISTRIBUTABLE RESERVES

As at 31 December 2025, the Company had no reserve available for distribution as it is in an accumulated loss position.

## MAJOR CUSTOMERS AND SUPPLIERS

The information in respect of the Group's sales and purchases to the major customers and suppliers, respectively, during the year ended 31 December 2025 is as follows:

	Percentage of the Group's total	
	Sales %	Purchases %
The largest customer	11.97%	–
Five largest customers in aggregate	33.13%	–
The largest supplier	–	15.09%
Five largest suppliers in aggregate	–	33.94%

To the best of the knowledge of our Directors, none of our Directors, their respective close associates or any shareholder who owns more than 5% of the issued shares of the Company, had any interest in these major customers and suppliers.

# DIRECTORS' STATEMENT

Year ended 31 December 2025

## DIRECTORS

The Directors for the year ended 31 December 2025 and up to the date of this annual report were as follows:

### Executive Director

Mr. Chen Zhiyong (Executive Chairman)

### Independent non-executive Directors

Mr. Liu Ning

Mr. Dong Xincheng

Ms. Chan Sze Man

The list of directors (by category) is also disclosed in all corporate communications issued by the Company pursuant to the Listing Rules from time to time.

The Company is in compliance with the requirements of the Listing Rules relating to the appointment of at least three (3) independent non-executive directors with at least one independent non-executive director possessing appropriate professional qualifications or accounting or related financial management expertise, and the independent non-executive directors represented over one-third of the Board.

The Company has received written annual confirmation from each independent non-executive Director of his/her independence pursuant to the requirements of the Listing Rules. The Company considers all the independent non-executive Directors to be independent in accordance with the independence guidelines as set out in the Listing Rules.

## DIRECTORS' AND SENIOR MANAGEMENT'S BIOGRAPHIES

Biographical details of the Directors and the senior management of the Group and relationship amongst them are set out in the annual report under the section headed "Board of Directors" on pages 21 to 22 of this annual report and section headed "Senior Management" on page 22 of this annual report, respectively.

## DIRECTORS' SERVICE CONTRACTS

Each executive Director and independent non-executive Director has entered into a service contract or letter of appointment with the Company for a term of three (3) years.

## DIRECTORS' REMUNERATION

The Board has the general power of determining the Directors' remuneration, subject to authorisation of the shareholders of the Company at the AGM each year.

The remuneration and other emoluments are determined by the Board by recommendation of the RC with reference to the duties, responsibilities and performance of the Directors and the results of the Group.

Details of the remuneration of the Directors are set out in Note 29 to the consolidated financial statements for the year ended 31 December 2025.

# DIRECTORS' STATEMENT

Year ended 31 December 2025

## EMPLOYEES AND REMUNERATION POLICY

As at 31 December 2025, the Group employed a total of 28 (2024: 42) full-time staff. The gender ratio of the Group's workforce (including senior management) was approximately 64% male to 36% female. Excluding senior management, the Group had 9 male employee (47%) and 10 female employee (53%). The Group had 9 senior management, of which 9 was male (100%) and nil was female (0%). The Group shall continue to take into account diversity perspectives including gender diversity in its hiring of employees from time to time.

The Group by reference to performance, contributions and experience determines the remuneration of its staff. The Group depending on necessity may provide internal and external training programme to its staff for enabling them to achieve the high performance standard and self-development.

## PERMITTED INDEMNITY PROVISION

Every Director or officer of the Company shall be entitled to be indemnified by the Company against all costs, charges, losses, expenses and liabilities incurred by him/her;

- (i) in the execution and discharge of his/her duties as an officer or auditor of the Company, unless the same arises through his/her own negligence, wilful default, breach of duty or breach of trust; or
- (ii) in defending any proceedings whether civil or criminal (relating to the affairs of the Company) in which judgment is given in his/her favour or in which he/she is acquitted or in connection with any application under the Act in which relief is granted to him/her by the Court unless such proceedings arise through his/her own negligence, wilful default, breach of duty or breach of trust.

Without prejudice to the generality of the foregoing, no Director or officer of the Company shall be liable for the acts, receipts, neglects or defaults of any other Director or officer or for joining in any receipt or other act for conformity or for any loss or expense happening to the Company through the insufficiency or deficiency of title to any property acquired by order of the Directors for or on behalf of the Company or for the insufficiency or deficiency of any security in or upon which any of the moneys of the Company shall be invested or for any loss or damage arising from the bankruptcy, insolvency or tortious act of any person with whom any moneys, securities or effects shall be deposited or left or for any other loss, damage or misfortune whatever which shall happen in the execution of the duties of his office or in relation thereto unless the same happen through his own negligence, wilful default, breach of duty or breach of trust.

## MANAGEMENT CONTRACTS

No contracts concerning the management and administration of the whole or any substantial part of the business of the Group were entered into or existed during the year ended 31 December 2025.

## DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OR DEBENTURES OF THE COMPANY OR ITS ASSOCIATED CORPORATIONS

As at 31 December 2025, the interests or short positions of our Directors and chief executive of the Company in the shares of the Company or underlying shares of or debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) which will have to be notified to the Company and the Stock Exchange pursuant to the provisions of Divisions 7 and 8 of Part XV of the Securities and Futures Ordinance ("SFO") (including interests and short positions which they are taken or deemed to have under such provisions of the SFO), or, pursuant to Section 352 of the SFO, to be entered in the register referred to therein or which will be required to notify the Company and the Stock Exchange pursuant to the Model Code contained in the Listing Rules, will be as follows:

Name of Director	Capacity/Nature of interest	Number and class of securities	Approximate percentage of interest
Mr. Chen Zhiyong	Beneficial Interest	40,240,256 (L)	20.52%

(L): denotes Long position

# DIRECTORS' STATEMENT

Year ended 31 December 2025

Save as disclosed above, as at 31 December 2025, none of the Directors or Chief Executive Officer had interests or short positions in the shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) which were required (a) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which each of them had taken or deemed to have taken under the provisions of the SFO); or (b) to be recorded in the register required to be kept by the Company pursuant to section 352 of the SFO; or (c) to be notified to the Company and the Stock Exchange pursuant to the Model Code.

## SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 31 December 2025, the persons or entities (other than a Director or the Chief executive officer) who have interests or short positions in the shares and underlying shares of the Company which have been disclosed to the Company under the provisions of Division 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO are as follows:

Name	Capacity/ Nature of interest	Number of ordinary shares held	Approximate percentage of interest
Mr. Zhang Wei	Beneficial interest	91,029,648 (L)	46.41%
	Interest in controlled corporation (Note)	15,792,290 (L)	8.05%
Fine Skill Holdings Limited	Beneficial interest	15,792,290 (L)	8.05%

(L): denotes Long position

Note: Mr. Zhang Wei is deemed to be interested in 15,792,290 ordinary shares of the Company held by Fine Skill Holdings Limited, a company wholly-owned by Mr. Zhang Wei.

Save as disclosed above, as at 31 December 2025, the Directors are not aware of any other persons or entities other than our Directors and chief executive of the Company who had an interest or short position in the shares or underlying shares of the Company which would be required to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were recorded in the register kept by the Company under Section 336 of the SFO.

## DIRECTORS' INTERESTS IN TRANSACTIONS, ARRANGEMENTS OR CONTRACTS OF SIGNIFICANCE

Other than disclosed above and in Note 35 to the consolidated financial statements for the year ended 31 December 2025, no transactions, arrangements or contracts of significance to which the Company or its subsidiaries was a party and in which a director of the Company had a material interest, whether directly and indirectly, subsisted at the end of or at any time during the year ended 31 December 2025.

## ENVIRONMENTAL POLICIES AND PERFORMANCE

The Group continuously endeavours to promote environmental and social responsibility to employees and contribute to the community. The Group is always in compliance with all the relevant laws and regulations. As a social responsible enterprise, the Group should keep promoting and enhancing the relevant environmental and social sustainable development of the regions and community.

## DONATIONS

During the year ended 31 December 2025, the Group did not make charitable donations (2024: Nil).

# DIRECTORS' STATEMENT

Year ended 31 December 2025

## COMPLIANCE OF NON-COMPETITION UNDERTAKING

As disclosed in the prospectus of the Company dated 29 March 2016 (the "Prospectus"), pursuant to the non-competition undertakings set out in the deed of non-competition dated 10 March 2016, each of our controlling shareholders of the Company, namely Mr. Zhang Wei and Mr. Chen Zhiyong (collectively referred to as the "Controlling Shareholders"), have undertaken to the Company (for itself and on behalf of its subsidiaries) that, amongst other things, each of them is not or will not, and will procure each of their respective close associates not to, directly or indirectly, carry on, participate in, be engaged, interested directly or indirectly, either for their own account or in conjunction with or on behalf of or for any other person in any business in competition with or similar to or is likely to be in competition with the business of the Group upon the Listing of the Company. Particulars of which are set out in the section headed "Relationship with Controlling Shareholders – Independence from Controlling Shareholders – Non-Competition Undertaking" of the Prospectus.

The independent non-executive Directors have reviewed the implementation of the deed of non-competition and are of the view that the Controlling Shareholders had complied with their undertakings given under the deed of non-competition for the year ended 31 December 2025.

## EVENTS AFTER THE REPORTING DATE

Following the announcement dated 13 March 2026, the Directors proposed to change the English name of the Company from "WEIYE HOLDINGS LIMITED" to "DJSH International Holdings Limited" and the Chinese name of the Company, which is used for identification purposes only, from "偉業控股有限公司" to "鼎吉盛國際控股有限公司" (collectively, the "**Proposed Change of Company Name**"). The Proposed Change of Company Name is subject to the passing of a special resolution by the shareholders of the Company at general meeting of the Company approving the Proposed Change of Name and the Accounting and Corporate Regulatory Authority of the Republic of Singapore approving the Proposed Change of Company Name by issuing a certificate of incorporation on change of name. Please refer to the Company's announcement dated 13 March 2026 for further information.

Save as disclosed herein, there were no significant events after the reporting period up to the date of this annual report.

## SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Company and within the knowledge of the Directors as at the date of this annual report, the Company had maintained the prescribed minimum public float as required under Listing Rules.

## ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE SHARES AND DEBENTURES

Neither at the end of, nor at any time during the financial year ended 31 December 2025, was the Company a party to any arrangement whose objects are, or one of whose objects is, to enable the Directors to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

## SHARE OPTIONS

The Group had no share option scheme as at the date of this annual report.

## AUDITORS

With effect from 7 November 2025, BDO Limited ("**BDO**") resigned as the auditor of the Company, and D & Partners CPA Limited ("**D & Partners**") was appointed as the auditor of the Company with effect from 8 December 2025 to fill the casual vacancy occasioned by the resignation of BDO. Save as aforesaid, there has been no change in auditors of the Company in the three years preceding the date of this annual report. The consolidated financial statements of the Group for the year ended 31 December 2025 were audited by D & Partners, who will retire at the forthcoming AGM and, being eligible, offer itself for re-appointment.

D & Partners have indicated their willingness to accept re-appointment as the auditors of the Company. A resolution to re-appoint D & Partners as the auditors of the Company will be put forth at the forthcoming AGM.

On behalf of the Board of Directors

**Chen Zhiyong**  
Executive Chairman

27 March 2026

# INDEPENDENT AUDITOR'S REPORT



**INDEPENDENT AUDITOR'S REPORT  
TO THE SHAREHOLDERS OF WEIYE HOLDINGS LIMITED**  
*(incorporated in the Republic of Singapore with limited liability)*

## DISCLAIMER OF OPINION

We were engaged to audit the consolidated financial statements of Weiye Holdings Limited (the "Company") and its subsidiaries (the "Group") set out on pages 49 to 144, which comprise the consolidated statement of financial position as at 31 December 2025, and the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of material accounting policy information.

We do not express an opinion on the consolidated financial statements of the Group. Because of the significance of the matter described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these consolidated financial statements. In all other respects, in our opinion the consolidated financial statements have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

## BASIS FOR DISCLAIMER OF OPINION

### Multiple uncertainties relating to going concern

As set out in Note 2.3 to the consolidated financial statements, the Group recorded a net loss of RMB480,593,000 and a net operating cash outflow of RMB14,290,000 for the year ended 31 December 2025. As at 31 December 2025, the Group's total loans and borrowings amounted to RMB992,981,000 which will be due for repayment within the next twelve months, while its total cash (including cash and cash equivalents and restricted cash) amounted to RMB10,870,000. As at 31 December 2025, the Group had not repaid (i) secured loans from a trust finance company and a financial institution of RMB360,810,000 and RMB200,000,000, respectively, according to their scheduled repayment dates. In addition, the Group was involved in various litigation and arbitration cases for various reasons, details of which are set out in Note 34(b) to the consolidated financial statements. The above events or conditions indicate the existence of material uncertainties which may cast significant doubt on the Group's ability to continue as a going concern and, therefore, that the Group may not be able to realise its assets and discharge its liabilities in the normal course of business.

The directors of the Company have been undertaken plans and measures to improve the Group's liquidity and financial position, details of which are set out in Note 2.3 to the consolidated financial statements. The validity of the going concern assumptions on which the consolidated financial statements have been prepared, depends on the outcome of these plans and measures, which are subject to multiple uncertainties, including:

- (i) successful negotiation with the Group's existing lenders, including banks, trust finance company, financial institution and other lenders for renewal or extension for repayment of the Group's loans and borrowings;

# INDEPENDENT AUDITOR'S REPORT

## **BASIS FOR DISCLAIMER OF OPINION (continued)**

### **Multiple uncertainties relating to going concern (continued)**

- (ii) successful implementation of the plans and measures to adjust the sales and pre-sales activities policies to support the property development sector to achieve its budgeted sales and pre-sales of property projects; and
- (iii) successful negotiations with constructors and suppliers on settling the outstanding amounts.

However, in respect of the assumptions regarding the successful and favourable outcomes of the plans and measures being undertaken by the management of the Company and the development of the events, we were unable to obtain sufficient and appropriate audit evidence regarding the assumptions used in the going concern basis. There were no other satisfactory audit procedures that we could adopt to conclude whether it is appropriate to use the going concern assumptions to prepare these consolidated financial statements.

Should the Group fail to achieve the above-mentioned plans and measures, it might not be able to continue to operate as a going concern, and adjustments would have to be made to write down the carrying value of the Group's assets to their recoverable amounts, to provide for any further liabilities which might arise, and to reclassify non-current assets and non-current liabilities as current assets and current liabilities, respectively. The effects of these adjustments have not been reflected in these consolidated financial statements.

## **OTHER MATTER**

The consolidated financial statements of the Group for the year ended 31 December 2024 were audited by the predecessor auditor, who expressed an unmodified opinion with emphasis of matter and a material uncertainty related to going concern paragraph on those consolidated financial statements on 30 April 2025 in respect of the going concern basis of preparation of those consolidated financial statements as described above.

## **RESPONSIBILITIES OF THE DIRECTORS FOR THE CONSOLIDATED FINANCIAL STATEMENTS**

The directors of the Company are responsible for the preparation of the consolidated financial statements that give a true and fair view in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IASB") and the disclosure requirements of the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the directors of the Company are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors of the Company either intend to liquidate the Group or to cease operations or have no realistic alternative but to do so.

The directors of the Company are assisted by the Audit Committee in discharging their responsibilities for overseeing the Group's financial reporting process.

# INDEPENDENT AUDITOR'S REPORT

## **AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS**

Our responsibility is to conduct an audit of the Group's consolidated financial statements in accordance with International Standards on Auditing issued by the IASB and to issue an auditor's report. Our report is made solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

However, because of the matter described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these consolidated financial statements.

We are independent of the Group in accordance with the Hong Kong Institute of Certified Public Accountants' Code of Ethics for Professional Accountants (the "Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code.

The engagement partner on the audit resulting in this independent auditor's report is Heung Wai Keung (Practising Certificate No.: P06700).

### **D & PARTNERS CPA LIMITED**

*Certified Public Accountants*

2201, 22/F., West Exchange Tower  
322 Des Voeux Road Central  
Sheung Wan, Hong Kong

Hong Kong, 27 March 2026

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2025

	Notes	2025 RMB'000	2024 RMB'000
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	9,377	11,236
Intangible assets	5	81	121
Investment properties	7	431,000	466,000
Joint venture and associate	9	–	110,000
Trade and other receivables	10	99,160	99,160
Amount due from a related party	15	11,574	12,542
Deferred tax assets	16	–	3,666
		<b>551,192</b>	<b>702,725</b>
<b>Current assets</b>			
Inventories	17	6,220	6,024
Development properties and prepaid costs	18	822,556	1,833,008
Contract costs	26	268	268
Trade and other receivables	10	1,827,179	847,062
Contract assets	26	–	214,246
Prepaid tax		54,335	63,596
Cash and bank balances	19	10,870	31,220
		<b>2,721,428</b>	<b>2,995,424</b>
<b>Total assets</b>		<b>3,272,620</b>	<b>3,698,149</b>
<b>Equity attributable to owners of the Company</b>			
Share capital	20	359,700	359,700
Reserves	22	175,794	627,853
		<b>535,494</b>	<b>987,553</b>
<b>Non-controlling interests</b>	25	<b>304,511</b>	<b>332,465</b>
<b>Total equity</b>		<b>840,005</b>	<b>1,320,018</b>

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2025

	Notes	2025 RMB'000	2024 RMB'000
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	23	–	134,598
Deferred tax liabilities	16	<b>270,490</b>	277,668
		<b>270,490</b>	412,266
<b>Current liabilities</b>			
Loans and borrowings	23	<b>992,981</b>	853,996
Trade and other payables	24	<b>889,674</b>	789,059
Contract liabilities	26	<b>50,325</b>	86,598
Income tax payable		<b>229,145</b>	236,212
		<b>2,162,125</b>	1,965,865
<b>Total liabilities</b>		<b>2,432,615</b>	2,378,131
<b>Total equity and liabilities</b>		<b>3,272,620</b>	3,698,149

The consolidated financial statements on pages 49 to 144 were approved by the Board of Directors on 27 March 2026 and were signed on its behalf by:

**Chen Zhiyong**  
Director

**Chan Sze Man**  
Director

# CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2025

	Notes	2025 RMB'000	2024 RMB'000
<b>Continuing operations</b>			
Revenue	26	59,108	43,131
Cost of sales		(47,315)	(31,408)
<b>Gross profit</b>		<b>11,793</b>	<b>11,723</b>
Other income and gains	27	7,320	9,834
Selling and distribution expenses		(2,472)	(5,527)
Administrative expenses		(22,356)	(38,680)
Other operating expenses		(36,616)	(73,041)
Written down of development properties and prepaid costs, net		(133,397)	(146,154)
Impairment loss on property, plant and equipment		–	(110,164)
Loss allowances on trade and other receivables and contract assets, net		(220,788)	(18,336)
Write-off of other receivable	29	(31,997)	–
<b>Results from operating activities</b>		<b>(428,513)</b>	<b>(370,345)</b>
Net finance costs	28	(57,543)	(44,716)
<b>Loss before tax</b>	29	<b>(486,056)</b>	<b>(415,061)</b>
Income tax credit	30	5,463	1,676
<b>Loss for the year from continuing operations</b>		<b>(480,593)</b>	<b>(413,385)</b>
Profit for the year from a discontinued operation, net of tax	33	–	7,686
<b>Loss for the year</b>		<b>(480,593)</b>	<b>(405,699)</b>
<b>Loss for the year attributable to:</b>			
Owners of the Company		(452,251)	(311,294)
Non-controlling interests	25	(28,342)	(94,405)
		<b>(480,593)</b>	<b>(405,699)</b>
<b>Other comprehensive income/(loss)</b>			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Foreign currency translation differences for foreign operations		1,770	(7,358)
Release of exchange reserve upon disposal of a subsidiary		–	22,983
Release of exchange reserve upon derecognition of a subsidiary due to loss of control		(1,190)	–
<b>Total other comprehensive income for the year, net of income tax</b>		<b>580</b>	<b>15,625</b>
<b>Total comprehensive loss for the year, net of income tax</b>		<b>(480,013)</b>	<b>(390,074)</b>
<b>Total comprehensive loss for the year attributable to:</b>			
Owners of the Company		(452,059)	(296,514)
Non-controlling interests	25	(27,954)	(93,560)
		<b>(480,013)</b>	<b>(390,074)</b>
<b>Loss per share attributable to owners of the Company:</b>			
	31		
Basic loss (RMB cents)		(230.58)	(158.72)
Diluted loss (RMB cents)		(230.58)	(158.72)
<b>Continuing operations</b>			
Basic loss (RMB cents)		(230.58)	(162.72)
Diluted loss (RMB cents)		(230.58)	(162.72)

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2025

	Attributable to owners of the Company									
	Share capital RMB'000 (Note 20)	Merger reserve RMB'000 (Note 22)	Capital reserve RMB'000 (Note 22)	Other reserves RMB'000 (Note 22)	Foreign currency translation reserve RMB'000 (Note 22)	Statutory reserves RMB'000 (Note 22)	Retained earnings RMB'000 (Note 22)	Total RMB'000	Non-controlling interests RMB'000 (Note 25)	Total RMB'000
<b>At 1 January 2025</b>	<b>359,700</b>	<b>(59,669)</b>	<b>(550)</b>	<b>(4,391)</b>	<b>(20,560)</b>	<b>135,915</b>	<b>577,108</b>	<b>987,553</b>	<b>332,465</b>	<b>1,320,018</b>
<b>Comprehensive loss for the year</b>										
Loss for the year	-	-	-	-	-	-	(452,251)	(452,251)	(28,342)	(480,593)
<b>Other comprehensive income/(loss)</b>										
Foreign currency translation differences for foreign operations	-	-	-	-	1,382	-	-	1,382	388	1,770
Release of exchange reserve upon Derecognition of a subsidiary due to loss of control	-	-	-	-	(1,190)	-	-	(1,190)	-	(1,190)
Total other comprehensive income	-	-	-	-	192	-	-	192	388	580
<b>Total comprehensive income/(loss) for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>192</b>	<b>-</b>	<b>(452,251)</b>	<b>(452,059)</b>	<b>(27,954)</b>	<b>(480,013)</b>
<b>At 31 December 2025</b>	<b>359,700</b>	<b>(59,669)</b>	<b>(550)</b>	<b>(4,391)</b>	<b>(20,368)</b>	<b>135,915</b>	<b>124,857</b>	<b>535,494</b>	<b>304,511</b>	<b>840,005</b>

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2025

	Attributable to owners of the Company									
	Share capital RMB'000 (Note 20)	Merger reserve RMB'000 (Note 22)	Capital reserve RMB'000 (Note 22)	Other reserves RMB'000 (Note 22)	Foreign currency translation reserve RMB'000 (Note 22)	Statutory reserves RMB'000 (Note 22)	Retained earnings RMB'000 (Note 22)	Total RMB'000	Non-controlling interests RMB'000 (Note 25)	Total RMB'000
<b>At 1 January 2024</b>	359,700	(59,669)	(550)	-	(35,340)	136,788	888,402	1,289,331	438,609	1,727,940
<b>Comprehensive loss for the year</b>										
Loss for the year	-	-	-	-	-	-	(311,294)	(311,294)	(94,405)	(405,699)
<b>Other comprehensive income/(loss)</b>										
Foreign currency translation differences for foreign operations	-	-	-	-	(8,203)	-	-	(8,203)	845	(7,358)
Release of exchange reserve upon disposal of a subsidiary	-	-	-	-	22,983	-	-	22,983	-	22,983
Total other comprehensive income	-	-	-	-	14,780	-	-	14,780	845	15,625
<b>Total comprehensive income/(loss) for the year</b>	-	-	-	-	14,780	-	(311,294)	(296,514)	(93,560)	(390,074)
<b>Transactions with owners, recorded directly in equity</b>										
Disposal of a subsidiary	-	-	-	(4,391)	-	-	-	(4,391)	(12,584)	(16,975)
<b>Total transactions with owners</b>	-	-	-	(4,391)	-	-	-	(4,391)	(12,584)	(16,975)
Release of statutory reserves	-	-	-	-	-	(873)	-	(873)	-	(873)
<b>At 31 December 2024</b>	359,700	(59,669)	(550)	(4,391)	(20,560)	135,915	577,108	987,553	332,465	1,320,018

# CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2025

	Notes	2025 RMB'000	2024 RMB'000
<b>Cash flows from operating activities</b>			
Loss before tax from continuing operations		<b>(486,056)</b>	(415,061)
Profit before tax from a discontinued operation	33	-	7,681
Adjustments for:			
Amortisation of intangible assets	5	<b>40</b>	216
Depreciation of property, plant and equipment	4	<b>1,161</b>	6,096
Derecognition of right-of-use asset	6	-	(2)
Gain on disposal of a discontinued operation	33	-	(8,929)
Gain on disposal of other investment		-	(144)
Gain on disposal of joint venture	27	-	(916)
Gain on derecognition of a subsidiary due to loss on control	9(b)	<b>(259)</b>	-
Loss/(gain) on disposal of property, plant and equipment	4	<b>203</b>	535
Loss on fair value change on investment properties	7	<b>35,000</b>	12,000
Finance costs		<b>57,687</b>	46,855
Interest income	28	<b>(189)</b>	(913)
Written down of development properties and prepaid costs, net	29	<b>133,397</b>	146,154
Write-off of other receivable	29	<b>31,997</b>	-
Allowance for impairment loss made on property, plant and equipment	29	-	110,164
Allowance for impairment loss made on trade and other receivables and contract assets, net	29	<b>220,788</b>	18,336
Property, plant and equipment written off	29	<b>495</b>	51
		<b>(5,736)</b>	(77,877)
Changes in:			
Amount due from a related party		-	(12,542)
Inventories		<b>(196)</b>	(1,097)
Development properties and prepaid costs		<b>(136,895)</b>	(111,510)
Trade and other receivables		<b>98,703</b>	(101,333)
Contract assets		-	(28,948)
Trade and other payables		<b>57,826</b>	150,602
Contract liabilities		<b>(27,992)</b>	-
<b>Cash used in operating activities</b>		<b>(14,290)</b>	(182,705)
Income taxes paid		-	(68)
<b>Net cash used in operating activities</b>		<b>(14,290)</b>	(182,773)

# CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2025

	Notes	2025 RMB'000	2024 RMB'000
<b>Cash flows from investing activities</b>			
Interest received		19	913
Net cash outflow from discontinued operation	33	-	(379)
Net cash inflow from disposal of joint venture		-	3,169
Amounts due from non-controlling interests (non-trade)		-	1,021
Proceeds from disposal of other investments		-	6,356
Purchase of property, plant and equipment		-	(3,876)
Purchase of other investments		-	(4,600)
<b>Net cash from investing activities</b>		<b>19</b>	<b>2,604</b>
<b>Cash flows from financing activities</b>			
Decrease/(increase) in restricted cash		<b>18,833</b>	(5,978)
Interest paid		<b>(10,822)</b>	(46,855)
Repayment of principal portion of the lease liabilities		-	(1,039)
Repayment of loans and borrowings		<b>(126,838)</b>	(113,927)
Proceeds from loans and borrowings		<b>131,225</b>	313,521
<b>Net cash generated from financing activities</b>		<b>12,398</b>	145,722
<b>Net decrease in cash and cash equivalents</b>		<b>(1,873)</b>	(34,447)
Cash and cash equivalents at 1 January		<b>7,656</b>	41,423
Effect of exchange rate fluctuations on cash held		<b>356</b>	680
<b>Cash and cash equivalents at 31 December</b>	19	<b>6,139</b>	7,656

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

These notes form an integral part of the consolidated financial statements.

These consolidated financial statements were authorised for issue by the Board of Directors on 27 March 2026.

## 1. DOMICILE AND ACTIVITIES

Weiye Holdings Limited (the "Company") is a company incorporated in the Republic of Singapore. The address of the Company's registered office is 10 Bukit Batok Crescent, #06-05 The Spire, Singapore, 658079. The Company was listed on the Main Board of The Stock Exchange of Hong Kong Limited ("Stock Exchange") since 6 April 2016.

The consolidated financial statements of the Group as at and for the year ended 31 December 2025 comprise the Company and its subsidiaries (together referred to as the 'Group' and individually as 'Group entities') and the Group's interests in joint venture and associate.

There were no material changes in the principal activities of the Company and its subsidiaries (together, the "Group"), except the sale of Eindec Corporation Limited and its subsidiaries (collectively, "Eindec Group") during the year ended 31 December 2024, which had been presented as a discontinued operation in these consolidated financial statements for the year ended 31 December 2024.

The continuing operations of the Group are those of property developers for residential and commercial properties in the People's Republic of China (the "PRC"), and the discontinued operation of the Group represented the manufacture and trading of heating, ventilation, air-conditioning, air purification and clean room equipment.

## 2. BASIS OF PREPARATION

### 2.1 Statement of compliance

The consolidated financial statements have been prepared in accordance with IFRS Accounting Standards (which include all International Financial Reporting Standards, International Accounting Standards ("IASs") and Interpretations) as issued by the International Accounting Standards Board (the "IASB") and disclosure requirements of the Hong Kong Companies Ordinance. In addition, the consolidated financial statements included applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange.

### 2.2 Basis of measurement

The consolidated financial statements have been prepared on the historical cost basis except for investment properties, which are measured at fair values as explained in the accounting policies set out below.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 2. BASIS OF PREPARATION (continued)

### 2.3 Going concern basis

During the year ended 31 December 2025, the Group has incurred a loss of approximately RMB481 million and recorded a net operating cash outflow of approximately RMB14.3 million. As at 31 December 2025, the Group had total loans and borrowings of approximately RMB993 million, which were classified as current borrowings, and out of which approximately RMB361 million was a secured loan from a trust finance company (the "Lender 1"), together with the interest payables of approximately RMB242 million included in trade and other payables (Note 24), were remained unsettled upon maturity on 28 December 2021 according to the repayment schedule and have become repayable on demand since then ("Defaulted Borrowings 1"). Furthermore, as at 31 December 2025, a secured loan of RMB200 million from a financial institution (the "Lender 2"), together with the interest and penalty payables of approximately RMB49.7 million included in trade and other payables (Note 24), were remained unsettled upon maturity on 1 August 2025 according to the repayment schedule and have become repayable on demand since then ("Defaulted Borrowings 2"). In addition, as at 31 December 2025, the Group has total commitment of approximately RMB106 million, while the Group's cash and cash equivalents excluded the restricted cash of approximately RMB4.7 million as at 31 December 2025 amounted to only approximately RMB6.1 million.

As at 31 December 2025 and as of the date of approval of the consolidated financial statements, various parties have filed litigations against the Group for the settlement of Defaulted Borrowings 2, outstanding construction and daily operations payables and other matters, for which the Group had made the provision and relevant disclosure on contingent liabilities (Note 34(b)) in accordance with the legal advices.

All the above conditions indicate the existence of material uncertainties which may cast significant doubt about the Group's ability to continue as a going concern and the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

In view of these circumstances, the Directors have given careful consideration of the future liquidity and cash flows of the Group in assessing whether the Group will have sufficient resources to continue as a going concern. For this purpose, the management has prepared a cash flow forecast covering a fifteen-month period from the end of the reporting period after taking account of the following:

- (a) the Group is actively negotiating with the existing lenders, including banks, trust finance company, financial institution and other lenders for the renewal or extension for repayment of the Group's loans and borrowings;
- (b) implementation of the plans and measures to adjust the sales and pre-sales activities policies to support the property development sector to achieve its budgeted sales and pre-sales of property projects; and
- (c) the Group is negotiating with constructors and suppliers on how to settle the outstanding amounts.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 2. BASIS OF PREPARATION (continued)

### 2.3 Going concern basis (continued)

The Directors have reviewed the cash flow forecast and are of the opinion that, assuming the successful and timely implementation of the above plans and measures, the Group will have sufficient working capital to meet its financial obligations as and when they fall due within the forecast period. Accordingly, the Directors considered that it is appropriate to prepare the consolidated financial statements on a going concern basis.

Notwithstanding the above, there are inherent uncertainties as to whether management of the Group is able to achieve its plans and measures as described above. Whether the Group will be able to continue as a going concern would depend upon the Group's ability to generate adequate financing and operating cash flows through achieving the following:

- (a) successfully negotiate with the relevant lenders on the renewal of loans and borrowings and successfully resolved ongoing litigation.

The management has formulated a number of plans and taken a number of measures, but the Group's ability to continue as a going concern still depends on whether it is able to achieve its plans and measures as described above.

Should the Group fail to achieve the above-mentioned plans and measures, it might not be able to continue to operate as a going concern, and adjustments would have to be made to write down the carrying value of the Group's assets to their recoverable amounts, to provide for any further liabilities which might arise, and to reclassify non-current assets and non-current liabilities as current assets and current liabilities, respectively. The effects of these adjustments have not been reflected in these consolidated financial statements.

### 2.4 Functional and presentation currency

The Company's functional currency is the Singapore dollar. As the Group's operations are principally conducted in the PRC, the consolidated financial statements have been presented in the Chinese Renminbi ("RMB"). All financial information presented in RMB has been rounded to the nearest thousand ("RMB'000"), unless otherwise stated.

### 2.5 Use of estimates and judgements

The preparation of the consolidated financial statements in conformity with IFRS Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies, assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial year are included in Note 38.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 2. BASIS OF PREPARATION (continued)

### 2.5 Use of estimates and judgements (continued)

#### *Measurement of fair values*

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Group has an established control framework with respect to the measurement of fair values. This includes a finance team that has overall responsibility for all significant fair value measurements, including Level 3 fair values (if applicable), and reports directly to the Chief Financial Officer.

The finance team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the finance team assesses and documents the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of IFRS Accounting Standards, including the level in the fair value hierarchy in which such valuations should be classified.

Significant valuation issues are reported to the Group's Audit Committee.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement (with Level 3 being the lowest).

The Group recognises transfers between levels of the fair value hierarchy as of the end of the reporting period during which the change has occurred. There were no transfers between the levels for the years ended 31 December 2025 and 31 December 2024.

Further information about the assumptions made in measuring fair values is included in the following notes:

- Note 7 – Investment properties; and
- Note 37 – Fair value of financial instruments.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements, unless otherwise indicated.

The accounting policies have been applied consistently by Group entities.

### 3.1 Basis of consolidation

#### *Business combinations*

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company and its subsidiaries. Control is achieved when the Company:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect its returns.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit or loss and other comprehensive income from the date the Group gains control until the date when the Group ceases to control the subsidiary.

Non-controlling interests are initially measured at the non-controlling interests' proportionate share of the recognised amounts of the acquiree's identifiable net assets or at fair value at the date of acquisition. The choice of measurement basis is made on a transaction-by-transaction basis. Subsequent to acquisition, profit or loss and each item of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

Non-controlling interests in subsidiaries are presented separately from the Group's equity therein, which represent present a proportionate share of net assets of the relevant subsidiaries upon liquidation.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group's accounting policies.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between the members the Group are eliminated in full on consolidation.

The Group's interests in equity-accounted investees comprise interests in joint venture and associate.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.1 Basis of consolidation (continued)

#### *Interests in joint venture (equity accounted investees)*

A joint venture is an arrangement in which the Group has joint control, whereby the Group has rights to the net assets of the arrangement, rather than rights to its assets and obligations for its liabilities.

Investments in joint ventures are accounted for using the equity method. They are recognised initially at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of the profit or loss and other comprehensive income of the joint ventures, after adjustments to align the accounting policies with those of the Group, from the date that joint control commences until the date that joint control ceases.

When the Group's share of losses exceeds its interest in a joint venture, the carrying amount of the investment, together with any long-term interests that form part thereof, is reduced to zero, and the recognition of further losses is discontinued except to the extent that the Group has an obligation to fund the investee's operations or has made payments on behalf of the investee.

#### *Interests in associate (equity accounted investees)*

An associate is an entity in which the Group or the Company has significant influence, but not control or joint control, over its management, including participation in the financial and operating policy decisions.

An investment in an associate is accounted for in the consolidated financial statements under the equity method, unless it is classified as held for sale (or included in a disposal group that is classified as held for sale). Under the equity method, the investment is initially recorded at cost, adjusted for any excess of the Group's share of the acquisition-date fair values of the investee's identifiable net assets over the cost of the investment (if any). Thereafter, the investment is adjusted for the post acquisition change in the Group's share of the investee's net assets and any impairment loss relating to the investment. Any acquisition-date excess over cost, the Group's share of the post-acquisition, post-tax results of the investees and any impairment losses for the year are recognised in profit or loss, whereas the Group's share of the post-acquisition post-tax items of the investees' other comprehensive income is recognised in other comprehensive income.

When the Group's share of losses exceeds its interest in the associate, the Group's interest is reduced to nil and recognition of further losses is discontinued except to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the investee. For this purpose, the Group's interest is the carrying amount of the investment under the equity method together with the Group's long-term interests that in substance form part of the Group's net investment in the associate.

Unrealised profits and losses resulting from transactions between the Group and its associates are eliminated to the extent of the Group's interest in the investee, except where unrealised losses provide evidence of an impairment of the asset transferred, in which case they are recognised immediately in profit or loss.

If an investment in an associate becomes an investment in a joint venture or vice versa, retained interest is not remeasured. Instead, the investment continues to be accounted for under the equity method.

In all other cases, when the Group ceases to have significant influence over an associate, it is accounted for as a disposal of the entire interest in that investee, with a resulting gain or loss being recognised in profit or loss. Any interest retained in that former investee at the date when significant influence or joint control is lost is recognised at fair value and this amount is regarded as the fair value on initial recognition of a financial asset.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.1 Basis of consolidation (continued)

#### *Transactions eliminated on consolidation*

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealised gains arising from transactions with its joint ventures are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

#### *Subsidiaries in the separate financial statements*

Investments in subsidiaries are stated in the Company's statement of financial position at cost less accumulated impairment losses.

### 3.2 Foreign currencies

#### *Foreign currency transactions*

Transactions in foreign currencies are translated to the respective functional currencies of Group entities at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated to the functional currency at the exchange rate at that date. The foreign currency gain or loss on monetary items is the difference between amortised cost in the functional currency at the beginning of the year, adjusted for effective interest and payments during the year, and the amortised cost in foreign currency translated at the exchange rate at the end of the year.

Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are translated to the functional currency at the exchange rate at the date that the fair value was determined. Non-monetary items in a foreign currency that are measured in terms of historical cost are translated using the exchange rate at the date of the transaction. Foreign currency differences arising on translation are recognised in profit or loss.

#### *Foreign operations*

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are translated to RMB at exchange rates at the end of the reporting date. The income and expenses of foreign operations are translated to RMB at exchange rates approximating the dates of the transactions.

Foreign currency differences are recognised in other comprehensive income, and presented in the foreign currency translation reserve ("translation reserve") in equity. However, if the foreign operation is a non-wholly-owned subsidiary, then the relevant proportionate share of the translation difference is allocated to the non-controlling interests. When a foreign operation is disposed of such that control or joint control is lost, the cumulative amount in the translation reserve related to that foreign operation is reclassified to profit or loss as part of the gain or loss on disposal. When the Group disposes of only part of its interest in a subsidiary that includes a foreign operation while retaining control, the relevant proportion of the cumulative amount is reattributed to non-controlling interests. When the Group disposes of only part of its investment in a joint venture that includes a foreign operation while retaining joint control, the relevant proportion of the cumulative amount is reclassified to profit or loss.

When the settlement of a monetary item receivable from or payable to a foreign operation is neither planned nor likely to occur in the foreseeable future, foreign exchange gains and losses arising from such a monetary item that are considered to form part of a net investment in a foreign operation are recognised in other comprehensive income, and are presented in the foreign currency translation reserve in equity.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.3 Financial instruments

#### (i) *Recognition and initial measurement*

##### **Non-derivative financial assets and financial liabilities**

Trade receivables and debt investments issued are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Group becomes a party to the contractual provisions of the instrument.

A financial asset (unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at fair value through profit or loss ("FVTPL"), transaction costs that are directly attributable to its acquisition or issue. A trade receivable without a significant financing component is initially measured at the transaction price.

#### (ii) *Classification and subsequent measurement*

##### **Non-derivative financial assets**

On initial recognition, a financial asset is classified as measured at amortised cost or FVTPL.

Financial assets are not reclassified subsequent to their initial recognition unless the Group changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

##### *Financial assets at amortised cost*

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

##### *Financial assets at FVTPL*

All financial assets not classified as measured at amortised cost as described above are measured at FVTPL. On initial recognition, the Group may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.3 Financial instruments (continued)

#### (ii) *Classification and subsequent measurement (continued)*

##### **Financial assets: Business model assessment**

The Group makes an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. These include whether management's strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Group's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how managers of the business are compensated – e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Group's continuing recognition of the assets.

Financial assets that are held-for-trading or are managed and whose performance is evaluated on a fair value basis are measured at FVTPL.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.3 Financial instruments (continued)

#### (ii) Classification and subsequent measurement (continued)

##### **Non-derivative financial assets: Assessment whether contractual cash flows are solely payments of principal and interest**

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Group considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Group considers:

- contingent events that would change the amount or timing of cash flows;
- terms that may adjust the contractual coupon rate, including variable rate features;
- prepayment and extension features; and
- terms that limit the Group's claim to cash flows from specified assets (e.g. non-recourse features).

A prepayment feature is consistent with the solely payments of principal and interest criterion if the prepayment amount substantially represents unpaid amounts of principal and interest on the principal amount outstanding, which may include reasonable additional compensation for early termination of the contract. Additionally, for a financial asset acquired at a significant discount or premium to its contractual par amount, a feature that permits or requires prepayment at an amount that substantially represents the contractual par amount plus accrued (but unpaid) contractual interest (which may also include reasonable additional compensation for early termination) is treated as consistent with this criterion if the fair value of the prepayment feature is insignificant at initial recognition.

##### **Non-derivative financial assets: Subsequent measurement and gains and losses**

###### *Financial assets at FVTPL*

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in profit or loss.

###### *Financial assets at amortised cost*

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.3 Financial instruments (continued)

#### (ii) *Classification and subsequent measurement (continued)*

##### **Non-derivative financial liabilities: Classification, subsequent measurement and gains and losses**

Financial liabilities are classified as measured at amortised cost. Other financial liabilities are initially measured at fair value less directly attributable transaction costs. They are subsequently measured at amortised cost using the effective interest method. Interest expenses and foreign exchange gains and losses are recognised in profit or loss.

#### (iii) *Derecognition*

##### **Financial assets**

The Group derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Group neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Group enters into transactions whereby it transfers assets recognised in its consolidated statement of financial position, but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognised.

##### **Financial liabilities**

The Group derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. The Group also derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognised in profit or loss.

#### (iv) *Offsetting*

Financial assets and financial liabilities are offset and the net amount presented in the consolidated statement of financial position when, and only when, the Group currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

#### (v) *Effective interest method*

The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts or payments through the expected life of the financial asset or liability, or where appropriate, a shorter period.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.3 Financial instruments (continued)

#### (vi) *Intra-group financial guarantees in the separate financial statements*

Financial guarantees are financial instruments issued by the Company that require the issuer to make specified payments to reimburse the holder for the loss it incurs because a specified debtor fails to meet payment when due in accordance with the original or modified terms of a debt instrument.

Financial guarantees are accounted for as insurance contracts. A provision is recognised based on the Company's estimate of the ultimate cost of settling all claims incurred but unpaid at the reporting date. The provision is assessed by reviewing individual claims and tested for adequacy by comparing the amount recognised and the amount that would be required to settle the guarantee contract.

### 3.4 Property, plant and equipment

#### *Recognition and measurement*

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses. Freehold land is measured at cost less accumulated impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes:

- the cost of materials and direct labour;
- any other costs directly attributable to bringing the assets to a working condition for their intended use;
- when the Group has an obligation to remove the asset or restore the site, an estimate of the costs of dismantling and removing the items and restoring the site on which they are located; and
- capitalised borrowing costs.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

The gain or loss on disposal of an item of property, plant and equipment (calculated as the difference between the net proceeds from disposal and the carrying amount of the item) is recognised in profit or loss.

When the use of property changes from owner occupied to investment property, the property is also remeasured to fair value prior to the reclassification.

#### *Subsequent costs*

The cost of replacing a component of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the component will flow to the Group, and its cost can be measured reliably. The carrying amount of the replaced component is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.4 Property, plant and equipment (continued)

#### *Depreciation*

Depreciation is based on the cost of an asset less its residual value. Significant components of individual assets are assessed and if a component has a useful life that is different from the remainder of that asset, that component is depreciated separately.

Depreciation is recognised as an expense in profit or loss on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment, unless it is included in the carrying amount of another asset. Leased assets are depreciated over the shorter of the lease term and their useful lives unless it is reasonably certain that the Group will obtain ownership by the end of the lease term. Freehold land is not depreciated.

Depreciation is recognised from the date that the property, plant and equipment are installed and are ready for use, or in respect of internally constructed assets, from the date that the asset is completed and ready for use.

The estimated useful lives for the current and comparative years are as follows:

Freehold building	50 years
Leasehold building	20 to 34 years (or lease term, if shorter)
Properties	50 years
Factory equipment	5 to 20 years
Building and factory improvements	5 years
Plant and machinery	5 to 12 years
Motor vehicles	5 to 10 years
Furniture and fittings and office equipment	3 to 10 years

Depreciation methods, useful lives and residual values are reviewed at the end of each reporting period and adjusted if appropriate.

### 3.5 Intangible assets

#### *Research and development*

Expenditure on research activities, undertaken with the prospect of gaining new scientific or technical knowledge and understanding, is recognised in profit or loss as incurred.

Development activities involve a plan or design for the production of new or substantially improved products and processes. Development expenditure is capitalised only if development costs can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the Group intends to and has sufficient resources to complete development and to use or sell the assets. The expenditure capitalised includes the cost of materials, direct labour and overhead costs that are directly attributable to preparing the assets for its intended use. Other development expenditure is recognised in profit or loss as incurred.

Capitalised development expenditure is measured at cost less accumulated amortisation and accumulated impairment losses.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.5 Intangible assets (continued)

#### *Other intangible assets*

Other intangible assets that are acquired by the Group and have finite useful lives are measured at cost less accumulated amortisation and accumulated impairment losses.

#### *Subsequent expenditure*

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

#### *Derecognition of intangible assets*

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognised in profit or loss when the asset is derecognised.

#### *Impairment of intangible assets*

Intangible assets with finite lives are tested for impairment when there is an indication that an asset may be impaired. Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, irrespective of whether there is any indication that they may be impaired. Intangible assets are tested for impairment by comparing their carrying amounts with their recoverable amounts.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount.

An impairment loss is recognised as an expense immediately, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as revaluation decrease to the extent of its revaluation surplus.

#### *Amortisation*

Amortisation is calculated based on the cost of the asset, less its residual value.

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, other than goodwill, from the date that they are available for use. The estimated useful lives for the current and comparative years are as follows:

Software	–	3 years
Development costs	–	3 years

Amortisation methods, useful lives and residual values are reviewed at the end of each reporting period and adjusted if appropriate.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.6 Investment property

Investment property is property held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purposes. Investment property is measured at cost on initial recognition and subsequently at fair value with any change therein recognised in profit or loss.

Cost includes expenditure that is directly attributable to the acquisition of the investment property. The cost of self-constructed investment property includes the cost of materials and direct labour, any other costs directly attributable to bringing the investment property to a working condition for their intended use and capitalised borrowing costs.

Any gain or loss on disposal of an investment property (calculated as the difference between the net proceeds from disposal and the carrying amount of the item) is recognised in profit or loss. When an investment property that was previously classified as property, plant and equipment is sold, any related amount included in the revaluation reserve is transferred to retained earnings.

When the use of a property changes such that it is reclassified as investment properties, its fair value at the date of transfer becomes its cost for subsequent accounting.

When the use of a property changes such that it is reclassified as property, plant and equipment, its fair value at the date of reclassification becomes its cost for subsequent accounting.

Property that is being constructed for future use as investment property is accounted for at fair value.

### 3.7 Inventories, development properties and prepaid costs and contract costs

#### (i) *Inventories – Building materials*

Inventories are assets held for sale in the ordinary course of business, in the process of production for such sale or in the form of materials or supplies to be consumed in the production process or in the rendering of services.

Inventories are carried at the lower of cost and net realisable value.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.7 Inventories, development properties and prepaid costs and contract costs (continued)

#### (ii) *Development properties and prepaid costs*

##### **Property under development for sale**

The cost of properties under development for sale comprises specifically identified cost, including the acquisition cost of land, aggregate cost of development, materials and supplies, wages and other direct expenses, an appropriate proportion of overheads and borrowing costs capitalised. Net realisable value represents the estimated selling price less estimated costs of completion and costs to be incurred in selling the property.

In accordance with IAS 23 Borrowing costs, the borrowing costs as part of the cost of a qualifying asset commences when expenditure for the asset is being incurred, borrowing costs are being incurred and activities that are necessary to prepare the asset for its intended use or sale are in progress. Capitalisation of borrowing costs is suspended or ceases when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are interrupted or complete.

##### **Completed property held for sale**

The cost of completed properties held for sale comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

In the case of completed properties developed by the company, cost is determined by apportionment of the total development costs for that development project, attributable to the unsold properties. Net realisable value represents the estimated selling price less costs to be incurred in selling the property.

When inventories are sold, the carrying amount of those inventories is recognised as an expense in the period in which the related revenue is recognised.

The amount of any write-down of inventories to net realisable value and all losses of inventories are recognised as an expense in the period the write-down or loss occurs. The amount of any reversal of any write-down of inventories is recognised as a reduction in the amount of inventories recognised as an expense in the period in which the reversal occurs.

#### (iii) *Contract costs*

Contract costs are either the incremental costs of obtaining a contract with a customer or the costs to fulfil a contract with a customer which are not capitalised as inventories, property and plant and equipment or intangible assets.

Incremental costs of obtaining a contract are those costs that the Group incurs to obtain a contract with a customer that it would not have incurred if the contract had not been obtained e.g. an incremental sales commission. Incremental costs of obtaining a contract are capitalised when incurred if the costs relate to revenue which will be recognised in a future reporting period and the costs are expected to be recovered. Other costs of obtaining a contract are expensed when incurred.

Costs to fulfil a contract are capitalised if the costs relate directly to an existing contract or to a specifically identifiable anticipated contract; generate or enhance resources that will be used to provide goods or services in the future; and are expected to be recovered. Costs that relate directly to an existing contract or to a specifically identifiable anticipated contract may include direct labour, direct materials, allocations of costs, costs that are explicitly chargeable to the customer and other costs that are incurred only because the Group entered into the contract (for example, payments to sub-contractors). Other costs of fulfilling a contract, which are not capitalised as inventories, property, plant and equipment or intangible assets, are expensed as incurred.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.7 Inventories, development properties and prepaid costs and contract costs (continued)

#### (iii) Contract costs (continued)

Capitalised contract costs are stated at cost less accumulated amortisation and impairment losses. Impairment losses are recognised to the extent that the carrying amount of the contract cost asset exceeds the net of (i) remaining amount of consideration that the company expects to receive in exchange for the goods or services to which the asset relates, less (ii) any costs that relate directly to providing those goods or services that have not yet been recognised as expenses.

Amortisation of capitalised contract costs is charged to profit or loss when the revenue to which the asset relates is recognised. The accounting policy for revenue recognition is set out in Note 3.11.

### 3.8 Contract assets and contract liabilities

A contract asset is recognised when the Group recognises revenue before being unconditionally entitled to the consideration under the payment terms set out in the contract. Contract assets are assessed for expected credit losses ("ECLs") in accordance with the policy set out in Note 3.9 and are reclassified to receivables when the right to the consideration has become unconditional. Contract assets is transferred to trade receivables when the entitlement to payment becomes unconditional.

A contract liability is recognised when the customer pays non-refundable consideration before the Group recognises the related revenue. A contract liability would also be recognised if the Group has an unconditional right to receive non-refundable consideration before the Group recognises the related revenue. In such cases, a corresponding receivable would also be recognised.

Contract assets and contract liabilities are classified on the consolidated statement of financial position on a contract by contract basis.

### 3.9 Impairment

#### (i) Non-derivative financial assets and contract assets

The Group recognises loss allowances for ECLs on:

- financial assets measured at amortised costs; and
- contract assets (as defined in IFRS 15).

Loss allowances of the Group are measured on either of the following bases:

- 12-month ECLs: these are ECLs that result from default events that are possible within the 12 months after the reporting date (or for a shorter period if the expected life of the instrument is less than 12 months); or
- Lifetime ECLs: these are ECLs that result from all possible default events over the expected life of a financial instrument or contract asset.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.9 Impairment (continued)

#### (i) *Non-derivative financial assets and contract assets (continued)*

##### **Simplified approach**

The Group applies the simplified approach to provide for ECLs for all trade receivables and contract assets. The simplified approach requires the loss allowance to be measured at an amount equal to lifetime ECLs.

##### **General approach**

The Group applies the general approach to provide for ECLs on all other financial instruments. Under the general approach, the loss allowance is measured at an amount equal to 12-month ECLs at initial recognition.

At each reporting date, the Group assesses whether the credit risk of a financial instrument has increased significantly since initial recognition. When credit risk has increased significantly since initial recognition, loss allowance is measured at an amount equal to lifetime ECLs.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Group's historical experience and informed credit assessment and includes forward-looking information.

If credit risk has not increased significantly since initial recognition or if the credit quality of the financial instruments improves such that there is no longer a significant increase in credit risk since initial recognition, loss allowance is measured at an amount equal to 12-month ECLs.

The Group considers a financial asset to be in default when:

- the borrower is unlikely to pay its credit obligations to the Group in full, without recourse by the Group to actions such as realising security (if any is held); or
- the financial asset remains outstanding beyond management's expected range of past due days taking into consideration past payment trends, macroeconomic, and industry conditions.

The maximum period considered when estimating ECLs is the maximum contractual period over which the Group is exposed to credit risk.

##### **Measurement of ECLs**

ECLs are probability-weighted estimates of credit losses. Credit losses are measured at the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Group expects to receive).

ECLs are discounted at the effective interest rate of the financial asset.

##### **Credit-impaired financial assets**

At each reporting date, the Group assesses whether financial assets carried at amortised cost. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.9 Impairment (continued)

#### (i) *Non-derivative financial assets and contract assets (continued)*

##### **Credit-impaired financial assets (continued)**

Evidence that a financial asset is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default (as defined above);
- the restructuring of a loan or advance by the Group on terms that the Group would not consider otherwise;
- it is probable that the borrower will enter bankruptcy or other financial reorganisation; or
- the disappearance of an active market for a security because of financial difficulties.

##### **Presentation of allowance for ECLs in the consolidated statement of financial position**

Loss allowances for financial assets measured at amortised cost and contract assets are deducted from the gross carrying amount of these assets.

##### **Write-off**

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Group determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Group's procedures for recovery of amounts due.

#### (ii) *Joint venture and associate*

An impairment loss in respect of joint venture and associate are measured by comparing the recoverable amount of the investment with its carrying amount in accordance with the requirements for non-financial assets. An impairment loss is recognised in profit or loss. An impairment loss is reversed if there has been a favourable change in the estimates used to determine the recoverable amount.

#### (iii) *Non-financial assets*

The carrying amounts of the Group's non-financial assets, other than investment properties, inventories, contract assets and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. An impairment loss is recognised if the carrying amount of an asset or its related cash-generating unit ("CGU") exceeds its estimated recoverable amount.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.9 Impairment (continued)

#### (iii) *Non-financial assets (continued)*

The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or CGUs.

The Group's corporate assets do not generate separate cash inflows and are utilised by more than one CGU. Corporate assets are allocated to CGUs on a reasonable and consistent basis and tested for impairment as part of the testing of the CGU to which the corporate asset is allocated.

Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of CGUs are allocated to reduce the carrying amounts of the assets in the CGU (group of CGUs) on a pro rata basis.

Impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation, if no impairment loss had been recognised.

### 3.10 Employee benefits

#### *Defined contribution plans*

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an employee benefit expense in profit or loss in the periods during which related services are rendered by employees.

#### *Short-term employee benefits*

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.11 Revenue

Income is classified by the Group as revenue when it arises from the sale of goods and the provision of services.

Revenue is recognised when control over a product or service is transferred to the customer, or the lessee has the right to use the asset, at the amount of promised consideration to which the Group is expected to be entitled, excluding those amounts collected on behalf of third parties. Revenue excludes value added taxes or other sales taxes and is after deduction of any trade discounts.

Where the contract contains a financing component which provides a significant financing benefit to the customer for more than 12 months, revenue is measured at the present value of the amount receivable, discounted using the discount rate that would be reflected in a separate financing transaction with the customer, and interest income is accrued separately under the effective interest method. Where the contract contains a financing component which provides a significant financing benefit to the Group, revenue recognised under that contract includes the interest expense accreted on the contract liability under the effective interest method. The Group applies the practical expedient not to adjust the transaction price for the existence of significant financing component when the period between the transfer of control of good or service to a customer and the payment date is 12 months or less.

Further details of the Group's revenue recognition policies are as follows:

#### *Development properties for sale*

Revenue arising from the sale of properties developed for sale in the ordinary course of business is recognised when legal assignment is completed, which is the point in time when the customer has the ability to direct the use of the property and obtain substantially all of the remaining benefits of the property. Deposits and instalments received on properties sold prior to the date of revenue recognition are included in the consolidated statement of financial position under contract liabilities.

When the advance payments are regarded as providing a significant financing benefit to the Group, interest expense arising from the adjustment of time value of money will be accrued by the Group during the period between the payment date and the completion date of legal assignment. This accrual increases the balance of the contract liability during the period of construction, and therefore increases the amount of revenue recognised when control of the completed property is transferred to the customer. The interest is expensed as accrued unless it is eligible to be capitalised under IAS 23 (see Note 3.7(ii)).

### 3.12 Other income

#### *Rental income from operating leases*

Rental income receivable under operating leases is recognised in profit or loss on a straight-line basis over the term of the lease, except where an alternative basis is more representative of the pattern of benefits to be derived from the leased asset. Lease incentives granted are recognised in profit or loss as an integral part of the total rental income to be received. Contingent rentals are recognised as income in the accounting period in which they are earned.

#### *Commission income*

Commission income is recognised upon completion of the rendering of services.

### 3.13 Government grants

Grant income is received from the local government in the PRC at a discretionary amount as determined by the government. It is recognised initially as deferred income at fair value where there is reasonable assurance that the grant will be received and the Group will comply with the conditions associated with the grant. These grants are then recognised in profit or loss as "other income" on a systematic basis over the useful life of the asset. Grants that compensate the Group for expenses incurred are recognised in profit or loss as other income on a systematic basis in the same periods in which the expenses are recognised.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.14 Leasing

All leases (irrespective of they are operating leases or finance leases) are required to be capitalised in the consolidated statement of financial position as right-of-use assets and lease liabilities, but accounting policy choices exist for an entity to choose not to capitalise (i) leases which are short-term leases and/or (ii) leases for which the underlying asset is of low-value. The Group has elected not to recognise right-of-use assets and lease liabilities for low-value assets. The lease payments associated with those leases have been expensed on straight-line basis over the lease term.

#### *Right-of-use asset*

The right-of-use asset should be recognised at cost and would comprise: (i) the amount of the initial measurement of the lease liability (see below for the accounting policy to account for lease liability); (ii) any lease payments made at or before the commencement date, less any lease incentives received; (iii) any initial direct costs incurred by the lessee and (iv) an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred to produce inventories. The Group measures the right-of-use assets applying a cost model. Under the cost model, the Group measures the right-of-use assets at cost, less any accumulated depreciation and any impairment losses, and adjusted for any remeasurement of lease liability.

Right-of-use assets relating to operating leases and prepaid lease payments in respect of the land use right in PRC is currently recognised as right-of-use assets upon application of IFRS 16 and are included in the same line item as property, plant and equipment as that within which the corresponding assets.

Right-of-use assets related to interests in leasehold land where the interest in the land is held as properties under development and properties held for sale are included in the same item as properties under development and properties held for sale as that within the corresponding assets.

#### *Lease liability*

The lease liability is recognised at the present value of the lease payments that are not paid at the date of commencement of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group uses the Group's incremental borrowing rate.

The following payments for the right-to-use the underlying asset during the lease term that are not paid at the commencement date of the lease are considered to be lease payments: (i) fixed payments less any lease incentives receivable; (ii) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at commencement date; (iii) amounts expected to be payable by the lessee under residual value guarantees; (iv) the exercise price of a purchase option if the lessee is reasonably certain to exercise that option and (v) payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

Subsequent to the commencement date, the Group measures the lease liability by: (i) increasing the carrying amount to reflect interest on the lease liability; (ii) reducing the carrying amount to reflect the lease payments made; and (iii) remeasuring the carrying amount to reflect any reassessment or lease modifications, e.g., a change in future lease payments arising from change in an index or rate, a change in the lease term, a change in the in substance fixed lease payments or a change in assessment to purchase the underlying asset.

#### *Accounting as a lessor*

The Group has leased out its investment properties to a number of tenants. Rental income from operating leases is recognised in profit or loss on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised as an expense on the straight-line basis over the lease term.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.14 Leasing (continued)

#### *Lease payments*

Payments made under operating leases are recognised in profit or loss on a straight-line basis over the term of the lease. Lease incentives received are recognised as an integral part of the total lease expense over the term of the lease.

Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the lease adjustment is confirmed.

#### *Leased assets*

Leases in terms of which the Group assumes substantially all the risks and rewards of ownership are classified as finance leases. Upon initial recognition, the leased asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments. Subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset.

Other leases are operating leases and are not recognised in the Group's statement of financial position.

### 3.15 Finance income and finance costs

Finance income comprising interest income is recognised as it accrues in profit or loss, using the effective interest method.

Finance costs comprise interest expenses on loans and borrowings and interest expenses on lease liabilities.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in profit or loss using the effective interest method.

### 3.16 Tax

Tax expense comprises current and deferred tax. Current tax and deferred tax are recognised in profit or loss except to the extent that they relate to a business combination, or items recognised directly in equity or in other comprehensive income.

The Group has determined that interest and penalties related to income taxes, including uncertain tax treatments, do not meet the definition of income taxes, and therefore accounted for them under IAS 37 Provisions, Contingent Liabilities and Contingent Assets.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years. The amount of current tax payable or receivable is the best estimate of the tax amount expected to be paid or received that reflects uncertainty related to income taxes, if any. Current tax also includes any tax arising from dividends. Current tax assets and liabilities are offset only if certain criteria are met.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.16 Tax (continued)

Deferred tax is not recognised for:

- temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss;
- temporary differences related to investments in subsidiaries and joint ventures to the extent that the Group is able to control the timing of the reversal of the temporary difference and it is probable that they will not reverse in the foreseeable future; and
- taxable temporary differences arising on the initial recognition of goodwill.

The measurement of deferred taxes reflects the tax consequences that would follow the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities. For investment property that is measured at fair value, the presumption that the carrying amount of the investment property will be recovered through sale has not been rebutted. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to taxes levied by the same tax authority on the same taxable entity.

Deferred tax assets are recognised for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilised. Future taxable profits are determined based on the reversal of relevant taxable temporary differences. If the amount of taxable temporary differences is insufficient to recognise a deferred tax asset in full, then future taxable profits, adjusted for reversals of existing temporary differences, are considered, based on the business plans for the Group. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised; such reductions are reversed when the probability of future taxable profits improves.

Unrecognised deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be utilised.

In determining the amount of current and deferred tax, the Group takes into account the impact of uncertain tax positions and whether additional taxes and interests may be due. The Group believes that its accruals for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience. This assessment relies on estimates and assumptions and may involve a series of judgements about future events. New information may become available that causes the Group to change its judgement regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.

#### *Land appreciation tax ("LAT")*

The Group is subject to LAT in the PRC. The provision for LAT is based on management's best estimates according to the understanding of the requirements set forth in the relevant PRC tax laws and regulations. The actual LAT liabilities are subject to the determination by the tax authorities upon the completion of the property development projects. The Group has not finalised its LAT calculation and payments with the tax authorities for some of its property development projects. The final outcome could be different from the amounts that were initially recorded, and any differences may have an impact on the LAT expenses and the related provision in the period in which the difference realises.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 3. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

### 3.17 Segment reporting

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. All operating segments' operating results are reviewed regularly by the Group's Chief Executive Officer (the chief operating decision maker) to make decisions about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

Segment results that are reported to the Group's Chief Executive Officer include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly corporate assets (primarily the Company's headquarters), head office expenses, and tax assets and liabilities.

Segment capital expenditure is the total cost incurred during the year to acquire property, plant and equipment, and intangible assets other than goodwill.

### 3.18 Provisions and contingent liabilities

Provisions are recognised for liabilities of uncertain timing or amount when the Group has a legal or constructive obligation arising as a result of a past event, which it is probable will result in an outflow of economic benefits that can be reliably estimated.

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Possible obligations, the existence of which will only be confirmed by the occurrence or non-occurrence of one or more future events, are also disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

### 3.19 Cash and bank balances and restricted cash

Cash and bank balances comprise cash at bank and in hand, demand deposits with banks and short-term deposits and highly liquid investments with maturities of three months or less from the date of acquisition that are subject to an insignificant risk of changes in their fair value, and are used by the Group in the management of its short-term commitments. Bank deposits which are restricted to use are included in 'Restricted cash'. Restricted cash are excluded from cash and cash equivalents in the consolidated statement of cash flows. For the purpose of the statement of cash flows, cash and cash equivalents excludes restricted bank balances and bank overdraft.

### 3.20 Share capital

#### *Ordinary shares*

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.

### 3.21 New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are not yet effective and have not been applied in preparing these consolidated financial statements. An explanation of the impact, if any, on adoption of these new requirements is provided in Note 40.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 4. PROPERTY, PLANT AND EQUIPMENT

	Freehold land RMB'000	Freehold building RMB'000	Leasehold building RMB'000	Properties RMB'000	Factory equipment RMB'000	Plant and machinery RMB'000	Motor vehicles RMB'000	Furniture and fittings and office equipment RMB'000	Building and factory improvements RMB'000	Total RMB'000
<b>Cost</b>										
At 1 January 2024	5,565	149,684	13,305	5,252	2,509	15,870	17,713	4,299	6,934	221,131
Additions	-	-	-	2,124	27	197	1,204	128	196	3,876
Disposal of a subsidiary	(5,823)	(34,093)	-	(3,699)	(2,587)	(13,389)	(4,247)	(1,843)	(3,614)	(69,295)
Derecognised of a subsidiary	-	(727)	-	-	-	-	(141)	(271)	(409)	(1,548)
Written off	-	-	-	-	(18)	(155)	(864)	(257)	-	(1,294)
Effects of movements in exchange rates	258	592	-	(15)	69	609	105	51	-	1,669
At 31 December 2024	-	115,456	13,305	3,662	-	3,132	13,770	2,107	3,107	154,539
At 1 January 2025	-	115,456	13,305	3,662	-	3,132	13,770	2,107	3,107	154,539
Written off	-	(495)	-	-	-	-	-	-	-	(495)
Disposal	-	-	-	-	-	(1,127)	-	-	-	(1,127)
At 31 December 2025	-	114,961	13,305	3,662	-	2,005	13,770	2,107	3,107	152,917
<b>Accumulated depreciation and impairment</b>										
At 1 January 2024	-	8,048	4,424	3,791	2,313	9,335	16,230	3,491	4,968	52,600
Depreciation charge	-	3,160	632	568	32	724	573	210	197	6,096
Disposal of a subsidiary	-	(6,428)	-	(692)	(2,386)	(9,149)	(2,575)	(1,279)	(1,616)	(24,125)
Derecognised of a subsidiary	-	(224)	-	-	-	-	(141)	(204)	(444)	(1,013)
Written off	-	-	-	-	(18)	(145)	(852)	(228)	-	(1,243)
Impairment loss recognised	-	110,164	-	-	-	-	-	-	-	110,164
Effects of movements in exchange rates	-	241	-	(5)	59	415	78	34	2	824
At 31 December 2024	-	114,961	5,056	3,662	-	1,180	13,313	2,024	3,107	143,303
At 1 January 2025	-	114,961	5,056	3,662	-	1,180	13,313	2,024	3,107	143,303
Depreciation charge	-	-	632	-	-	292	154	83	-	1,161
Disposal	-	-	-	-	-	(924)	-	-	-	(924)
At 31 December 2025	-	114,961	5,688	3,662	-	548	13,467	2,107	3,107	143,540
<b>Carrying amounts</b>										
At 31 December 2024	-	495	8,249	-	-	1,952	457	83	-	11,236
At 31 December 2025	-	-	7,617	-	-	1,457	303	-	-	9,377

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 4. PROPERTY, PLANT AND EQUIPMENT (continued)

Yizheng Honglin Property Co., Ltd. (“Yizheng Honglin”), a non-wholly-owned subsidiary of the Company, is principally engaged in the development of residential and commercial projects in Yangzhou, the PRC. Part of the completed floor area of not less than 10,000 sq. m. has no legal title and is restricted from being transferred to others under Contract for State-owned Construction Land Use Rights (國有建設用地使用權出讓合同). Thus, Yizheng Honglin occupied the area for operating units, and it is classified as freehold building (the “Property”) with a carrying amount of RMB110,000,000.

After completion of the first project in 2020, Yizheng Honglin started generating revenue. In 2023, all residential units were sold out and the commercial properties, including the Property, remained on the books. The Property was used by the Group as an operating unit in Yangzhou, and together with the office operation are treated as a cash generating unit (the “CGU”). As the Company had been looking for further investment in Yangzhou in relation to potential property development projects, the Company did not recognise any impairment loss during the year ended 31 December 2023.

During the year ended 31 December 2024, no sales were recorded from the CGU and a net loss of RMB10,000,000 was incurred by Yizheng Honglin. The Company considered that the general economic environment of property development market in Yangzhou was facing adverse challenges, which made the Group difficult to expand its business in Yangzhou. The substantial impairment was decided to be made given that the Company considered that such loss-making position was hard to turn around in the near future in view of the lack of positive government policy as well as challenging business environment. Thus, the Company decided not to make further investment and contribute further resources in Yizheng Honglin in view of its unsatisfactory financial performance. As a result of the aforesaid factors, the Directors considered it appropriate to make an impairment indication on the CGU and the Company therefore engaged an independent professional valuer to appraise the value in-use of the CGU as at 31 December 2024 (the “Valuation”) to support the impairment assessment by the Board.

### Impairment assessment

The Company engaged an independent professional valuer (the “Valuer”), namely Royson Valuation Advisory Limited, with relevant qualification and experience to conduct the Valuation as at 31 December 2024 (the “Appraisal Date”). The Valuation is performed based on value-in-use, as defined in International Accounting Standard 36 – Impairment of Assets. Value-in-use is the present value of the future cash flows expected to be derived from an asset or a CGU; and a CGU is the smallest identifiable group of assets that generates cash inflows that is largely independent of the cash inflows from other assets or group of assets.

### Valuation approach

The valuation methodology adopted by the Valuer was income approach, and the discounted cash flow analysis under the income approach was adopted to deduce the value-in-use of the CGU.

### Key valuation assumptions and inputs

Value-in-use was determined based on financial budgets of Yizheng Honglin or the CGU approved by the management of the Company (the “Projection”), which included the sales proceeds, the cost of the properties and operating expenses in relation to the sales operations for Yizheng Honglin with key assumptions of the growth rate of revenue, gross profit margin, duration of the Projection, expected cash flows at the end of the Projection and discount rate applied. The management of the Company expected the remaining commercial properties of Yizheng Honglin would be disposed of eventually in 3 years after the Appraisal Date with zero revenue growth rate. A gross profit margin of 20.0% above the book cost of the remaining commercial properties as at the Appraisal Date was adopted with reference to the prevailing market prices. For the purpose of the Valuation, the forecast period was set on a 3-year basis, as the potential uses or availability of lessees at the end of the 3-year period are uncertain. The CGU was estimated to generate a net cashflow of RMB601,000 during the forecast period, with a present value of RMB531,000 as at the Appraisal Date. In terms of terminal value, given the transfer restrictions, the Property was also expected not to generate disposal proceeds at the end of the forecast period. The discount rate applied (i.e. 9.49%) was calculated with reference to the cost of equity and debt by referring to the ratio of the companies with similar industries and public data such as risk-free rate of the PRC. The pretax discount rate of 11.00% was used reflects specific risks relating to the market of property developers for residential and commercial properties.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 4. PROPERTY, PLANT AND EQUIPMENT (continued)

### Key valuation assumptions and inputs (continued)

As a result, the Group recognised an impairment loss for property, plant and equipment of RMB110,164,000 for the year ended 31 December 2024.

For the year ended 31 December 2025, no impairment loss for property, plant and equipment was made as their recoverable amounts exceeded their carrying amounts.

### Right-of-use assets

As at 31 December 2025, right-of-use assets of RMB7,617,000 (2024: RMB8,249,000) (see Note 6) were included in the carrying amount of property, plant and equipment.

Included within additions in 2024 are additions under leasing arrangements amounting to RMB3,521,000 as disclosed in Note 6 to the consolidated financial statement.

### Security

As at 31 December 2025 and 2024, the Group's property, plant and equipment of RMB7,617,000 (2024: RMB8,249,000) are subject to a legal charge to secure a subsidiary's bank borrowings with a bank (see Note 23).

## 5. INTANGIBLE ASSETS

	Software RMB'000	Development costs RMB'000	Total RMB'000
<b>Cost</b>			
At 1 January 2024	2,093	1,521	3,614
Disposal of a subsidiary	(1,064)	(1,538)	(2,602)
Effects of movements in exchange rates	12	17	29
At 31 December 2024, 1 January 2025 and 31 December 2025	<b>1,041</b>	–	<b>1,041</b>
<b>Accumulated amortisation</b>			
At 1 January 2024	1,657	1,521	3,178
Amortisation charge	216	–	216
Disposal of a subsidiary	(964)	(1,538)	(2,502)
Effects of movements in exchange rates	11	17	28
At 31 December 2024 and 1 January 2025	<b>920</b>	–	<b>920</b>
Amortisation charge	<b>40</b>	–	<b>40</b>
At 31 December 2025	<b>960</b>	–	<b>960</b>
<b>Carrying amounts</b>			
At 31 December 2024	121	–	121
At 31 December 2025	<b>81</b>	–	<b>81</b>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 5. INTANGIBLE ASSETS (continued)

Intangible assets comprise software purchased from vendors and development costs. Development costs relate to expenditures capitalised in relation to the development of new products by a subsidiary. The amortisation of intangible assets is included in administrative expenses in the profit or loss.

No impairment loss was recognised by the Group for the year ended 31 December 2025 (2024: Nil).

## 6. LEASES

### Nature of leasing activities (in the capacity as lessee)

The Group entered into various lease agreements for office premises and employees' accommodation and finance lease of plant and machinery and motor vehicles. In 2025, these leases have remaining non-cancellable lease terms of 12 years (2024: 1 to 9 years). All leases held by the Group comprise fixed payments over the lease term.

### Right-of-use assets

The analysis of the net book value of right-of-use assets by class of underlying assets is as follows:

	<b>31 December 2025</b>		31 December 2024	
	<b>RMB'000</b>		RMB'000	
Leasehold building, carried at depreciated cost	<b>7,617</b>		8,249	
	<b>Properties</b>	<b>Leasehold building</b>	<b>Plant and machinery</b>	<b>Motor vehicles</b>
	RMB'000	RMB'000	RMB'000	RMB'000
<b>At 1 January 2024</b>	1,461	8,881	2,363	238
Additions	2,130	–	184	1,207
Disposal of a subsidiary	(2,505)	–	(2,439)	(1,280)
Derecognised due to disposal of a subsidiary	(503)	–	–	–
Depreciation	(568)	(632)	(214)	(182)
Effects of movements in exchange rates	(15)	–	106	17
<b>At 31 December 2024 and 1 January 2025</b>	–	<b>8,249</b>	–	–
Depreciation	–	<b>(632)</b>	–	–
<b>At 31 December 2025</b>	–	<b>7,617</b>	–	–

The Group elected to include the right-of-use assets within the same line item as that within which the corresponding underlying assets would be presented if they were owned.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 6. LEASES (continued)

### Lease liabilities

	<b>Properties</b> RMB'000	<b>Plant and machinery</b> RMB'000	<b>Motor vehicles</b> RMB'000
<b>At 1 January 2024</b>	1,444	1,817	240
Additions	2,130	67	1,222
Disposal of a subsidiary	(2,540)	(1,568)	(1,345)
Derecognised due to disposal of a subsidiary	(505)	-	-
Interest expenses	104	95	43
Lease payments	(618)	(484)	(179)
Effects of movements in exchange rates	(15)	73	19
<b>At 31 December 2024, 1 January 2025 and 31 December 2025</b>	<b>-</b>	<b>-</b>	<b>-</b>

### Operating leases – lessor

The Group leases out its investment properties (see Note 7). The future minimum lease payments under non-cancellable leases were receivable as follows:

	<b>2025</b> RMB'000	2024 RMB'000
Not later than one year	<b>7,570</b>	7,570
Later than one year and not later than five years	<b>27,757</b>	18,477
Later than five years	<b>13,411</b>	16,289
	<b>48,738</b>	42,336

During the current year, rental income from investment properties of RMB6,617,000 (2024: RMB8,586,000) was included in 'other income and gains (see Note 27).

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 7. INVESTMENT PROPERTIES

	2025 RMB'000	2024 RMB'000
At 1 January	466,000	478,000
Changes in fair value	(35,000)	(12,000)
At 31 December	<b>431,000</b>	466,000

### Determination of fair value

Investment properties are stated at fair value based on valuations as at 31 December 2025 and 2024 by Cushman & Wakefield International Properties Advisers (Guangzhou) Co., Ltd., an independent professional valuer, who has the appropriate recognised professional qualification and experience in the location and category of property being valued. Independent valuations are obtained annually for all investment properties.

In determining the fair value, the valuers have used valuation methods which involve estimates. Management has exercised its judgement and is satisfied that the valuation methods and estimates are reflective of current market conditions.

Significant changes in fair value measurements from period to period are evaluated by the management for reasonableness. Key drivers of the changes are identified and assessed for reasonableness against relevant information from independent sources, or internal sources if necessary and appropriate. For valuations performed by external valuation experts, the management reviews the appropriateness of the valuation methodologies and assumptions adopted, the management also evaluates the appropriateness and reliability of the inputs used in the valuations.

The independent professional valuers have considered valuation techniques including direct comparison method, and/or capitalisation approach in arriving at the open market value as at the reporting date. The key assumptions used to determine the fair value of investment properties include market-corroborated capitalisation rates, estimated unit selling price and expected rental rates.

The direct comparison method involves the analysis of comparable sales of similar properties and adjusting the sale prices to those reflective of the investment properties. The capitalisation approach capitalises an income stream into a present value using capitalisation rates.

Changes in fair value of RMB35,000,000 (2024: RMB12,000,000) are recognised as net loss in profit or loss and included in "Other operating expenses". All net loss are unrealised.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 7. INVESTMENT PROPERTIES (continued)

### Determination of fair value (continued)

#### Valuation technique and significant unobservable inputs

#### Fair value hierarchy

The fair values for investment properties of RMB431,000,000 (2024: RMB466,000,000) which are based on highest and best use and in line with current use, have been categorised as a Level 3 fair value based on the inputs to the valuation technique used.

The following table shows the Group's valuation technique used in measuring the fair value of investment properties, as well as the significant unobservable inputs used.

Valuation technique	Key unobservable inputs	Inter-relationship between key unobservable inputs and fair value measurement
Capitalisation approach	<ul style="list-style-type: none"> <li>– Expected rental of RMB34 per square metre ("psm") to RMB147 psm (2024: RMB36 psm to RMB148 psm)</li> <li>– Capitalisation rates for the year ended 31 December 2025 were from 4% to 5.5% (2024: 3.5% to 5.0%)</li> </ul>	A significant increase/(decrease) in expected rental rates and a significant decrease/(increase) in capitalisation rate would result in a higher/(lower) fair value measurement.
Direct comparison method	<ul style="list-style-type: none"> <li>– Expected unit selling price of RMB9,500 psm to RMB35,600 psm (2024: RMB10,000 psm to RMB37,500 psm)</li> </ul>	A significant increase/(decrease) in expected unit price would result in a higher/(lower) fair value measurement.

### Security

At 31 December 2025, investment properties with carrying values of RMB145,000,000 (2024: RMB150,000,000) have been mortgaged as security for loan facilities granted by financial institutions to the Group (see Note 23).

## 8. SUBSIDIARIES

	Company	
	2025	2024
	RMB'000	RMB'000
Unquoted equity shares, at cost	1,682,458	1,682,458
Less: Allowance for impairment loss	(868,537)	(558,537)
	813,921	1,123,921

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 8. SUBSIDIARIES (continued)

Details of the significant subsidiaries at the end of the financial year are as follows:

Name	Date of incorporation	Country of incorporation/ business	Registered capital/ issued and fully paid up share capital	Principal activities	Equity interest	
					2025 %	2024 %
<b>Held directly</b>						
+ Great Spirit Management Limited 精誠管理有限公司	24 April 2009	British Virgin Islands/ Limited liability company	USD27,950,000	Investment holding	100	100
+& Weiye (Singapore) Investment Management Pte. Ltd 偉業(新加坡)投資管理私人有限公司	5 April 2019	Singapore/Limited liability company	SGD2,000,000	Investment Holding	100	100
<b>Held through Great Spirit Management Limited</b>						
+& Weiye Holdings (Hong Kong) Limited 偉業控股(香港)有限公司	17 September 2009	Hong Kong/Limited liability company	HKD197,658,000	Investment holding	100	100
+& Zhaowei Investment (Hong Kong) Company Limited 棹偉投資(香港)有限公司	19 May 2020	Hong Kong/Limited liability company	HKD10,000	Investment holding	100	100
<b>Held through Zhaowei Investment (Hong Kong) Company Limited</b>						
+&2 Zhaowei Investment (Hai Nan) Co., Ltd 棹偉投資(海南)有限公司	14 May 2025	PRC/Taiwan, Hong Kong and Macau Corporation-owned enterprise with limited liability	RMB1,000,000 (2024: Nil)	Investment holding	100	-
<b>Held through Zhaowei Investment (Hai Nan) Co., Ltd</b>						
+&1, 5, 6 Hangzhou Junwei Trading Co., Ltd. 杭州雋偉商貿有限公司	4 January 2021	PRC/Limited liability company	RMB10,000,000	Trader in building construction materials	80	80
+&1, 3 Henan Tiandao Assets Management Co., Ltd. ("Henan Tiandao") 河南天道資產管理有限公司	19 March 2010	PRC/Limited liability company	RMB10,000,000	Property development	51	51
+&1, 3 Wanning Yingde Property Co., Ltd 萬寧英德置業有限公司	17 November 2009	PRC/Limited liability company	RMB20,000,000	Property development	100	100
+&1, 4 Henan Xingwei Property Co., Ltd. 河南興偉置業有限公司	15 November 2012	PRC/Limited liability company	RMB390,000,000	Property development	100	100

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 8. SUBSIDIARIES (continued)

	Name	Date of incorporation	Country of incorporation/ business	Registered capital/ issued and fully paid up share capital	Principal activities	Equity interest	
						2025 %	2024 %
<b>Held through Weiye Holdings (Hong Kong) Limited</b>							
+&2	Jinwei (Henan) Trading Limited Company 金偉(河南)商貿有限公司	6 January 2012	PRC/Taiwan, Hong Kong and Macau Corporation-owned enterprise with limited liability	RMB120,000,000	Trader in building construction materials	100	100
+&2	Hongji Weiye (Shenzhen) Trading Company Limited 宏基偉業(深圳)商貿物流有限公司	15 October 2014	PRC/Taiwan, Hong Kong and Macau Corporation-owned enterprise with limited liability	RMB300,000,000/ RMB50,000,000	Trading of construction material and logistics management	100	100
+&2	Hainan Hongji Weiye Property Development Co., Ltd. 海南宏基偉業房地產開發有限公司	12 February 2004	PRC/Taiwan, Hong Kong and Macau Corporation-owned enterprise with limited liability	RMB10,000,000	Investment holding	100	100
<b>Held through Hongji Weiye (Shenzhen) Trading Company Limited</b>							
+&1	Zhongleng Lian Industrial Co., Ltd 中冷聯實業有限公司	22 June 2020	PRC/Limited liability company	RMB100,000,000	Investment holding	51	51
<b>Held through Hainan Hongji Weiye Property Development Co., Ltd.</b>							
+&1	Hongji Weiye (Hainan) Non Movable Property Management Group Co., Ltd 宏基偉業(海南)不動產管理集團有限 公司	28 April 2010	PRC/Limited liability company	RMB500,000,000/ RMB30,000,000	Investment holding	100	100
<b>Held through Hongji Weiye (Hainan) Non Movable Property Management Group Co., Ltd</b>							
+&1	Henan Weiye Construction Development Group Co., Ltd. 河南偉業建設開發集團有限公司	30 October 1999	PRC/Limited liability company	RMB200,000,000	Property development and management and ancillary services	100	100
+&1	Weiye Holdings Group (Hainan) Co., Ltd 偉業控股集團(海南)有限公司	16 December 2008	PRC/Limited liability company	RMB50,000,000	Investment holding	100	100
+&1	Huzhou Ganghong Zhiye Co., Ltd ("Huzhou Ganghong") 湖州港宏置業有限公司	19 October 2017	PRC/Limited liability company	RMB20,000,000	Property development	40 (Note 9(b))	40 <sup>^</sup>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 8. SUBSIDIARIES (continued)

	Name	Date of incorporation	Country of incorporation/ business	Registered capital/ issued and fully paid up share capital	Principal activities	Equity interest	
						2025 %	2024 %
+&1	Guangdong Weiye Property Development Co., Ltd. 廣東偉業地產發展有限公司	25 April 2021	PRC/Limited liability company	RMB10,000,000	Consultation of property development	100	100
+&1	Shanghai Yuebo Industrial Group Co., Ltd. 上海悅博實業集團有限公司	20 April 2018	PRC/Limited liability company	RMB100,000,000	Property development	100	100
<b>Held through Shanghai Yuebo Industrial Group Co., Ltd</b>							
+&1	Yizheng Hongrui Property Development Co., Ltd. ("Yizheng Hongrui") 儀征鴻瑞房地產開發有限公司	13 September 2018	PRC/Limited liability company	RMB40,000,000	Property development	30 <sup>^</sup>	30 <sup>^</sup>
+&1	Yizheng Honglin Property Co., Ltd. 儀征弘麟置業有限公司	13 September 2018	PRC/Limited liability company	RMB40,000,000	Property development	30 <sup>^</sup>	30 <sup>^</sup>
<b>Held through Henan Weiye Construction Development Group Co., Ltd</b>							
+&1	Henan Weizhu Industrial Co., Ltd. 河南偉築實業有限公司	10 July 2020	PRC/Limited liability company	RMB50,000,000	Property development	70	70
<b>Held through Henan Xingwei Property Co., Ltd.</b>							
+&1	Henan Xingwei Zhuolian Property Co., Ltd 河南興偉卓聯置業有限公司	2 January 2019	PRC/Limited liability company	RMB10,000,000	Property development	100	100
<b>Held through Weiye Holdings Group (Hainan) Co., Ltd</b>							
+&1	Hainan Zhongfang Investment Holdings Co., Ltd. 海南中方投資有限公司	22 June 2009	PRC/Limited liability company	RMB10,000,000	Property development	100	100
+&1	Wenchang Maoyuan Tourism Co., Ltd. 文昌市茂源旅業有限公司	5 June 1995	PRC/Limited liability company	RMB10,000,000	Property development	100	100
<b>Held through Guangdong Weiye Property Development Co., Ltd.</b>							
+&1	Huizhou Dayawan Pengrun Industrial Development Co., Ltd. 惠州大亞灣鵬潤實業發展有限公司	15 April 2005	PRC/Limited liability company	RMB50,000,000	Property development	100	100
+&1, 6	Hangzhou Junwei Real Estate Co., Ltd. ("Junwei Real Estate") 杭州雋偉置業有限公司	26 December 2019	PRC/Limited liability company	RMB20,000,000	Property development	20	20

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 8. SUBSIDIARIES (continued)

- + Audited for the purpose of group consolidation by D & Partners CPA Limited.
- & Audited by other firms of certified public accountants for statutory purposes.
- 1 Registered in a form of local enterprise under the PRC laws.
- 2 Registered in a form of wholly-owned foreign enterprise under the PRC laws.
- 3 There was a change in holding company from Hongji Weiye (Hainan) Non Movable Property Management Group Co., Ltd to Zhaowei Investment (Hai Nan) Co., Ltd during the year ended 31 December 2025.
- 4 There was a change in holding company from Henan Weiye Construction Development Group Co., Ltd to Zhaowei Investment (Hai Nan) Co., Ltd during the year ended 31 December 2025.
- 5 There was a change in holding company from Shanghai Yuebo Industrial Group Co., Ltd to Zhaowei Investment (Hai Nan) Co., Ltd during the year ended 31 December 2025.
- 6 Guangdong Weiye Property Development Co., Ltd. and Zhaowei Investment (Hai Nan) Co., Ltd hold 20% and 80% equity interests in Junwei Real Estate, respectively.
- ^ Although the Group holds effective interest of less than 50% in Yizheng Hongrui and Yizheng Honglin, it is exposed to and has rights to variable returns from its involvement with Yizheng Hongrui and Yizheng Honglin and has the ability to affect those returns through its power over Yizheng Hongrui and Yizheng Honglin. Consequently, Yizheng Hongrui and Yizheng Honglin have been consolidated as subsidiaries of the Group. As at 31 December 2024, although the Group held effective interest of less than 50% in Huzhou Ganghong, it was exposed to and had rights to variable returns from its involvement with Huzhou Ganghong and had the ability to affect those returns through its power over Huzhou Ganghong. Consequently, Huzhou Ganghong had consolidated as a subsidiary of the Group as at 31 December 2024.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 9. JOINT VENTURE AND ASSOCIATE

### (a) Investment in joint venture

	2025 RMB'000	2024 RMB'000
Investment in joint venture	-	110,000

Details of the joint venture are as follows:

Name of entity	Principal activity	Country of incorporation/ business	Effective equity interest held by the Group	
			2025 %	2024 %
Henan Hanfang Yaoye Co., Ltd ("Hanfang Yaoye") 河南漢方藥業有限責任公司	Property development	The PRC	-	51

The unaudited financial information of the joint ventures, based on its financial statements prepared in accordance with IFRS Accounting Standards, modified for differences in the Group's accounting policies:

	2025		2024	
	Hanfang Yaoye RMB'000	Hanfang Yaoye RMB'000	Nonggu Zhonglenglian RMB'000	Total RMB'000
Revenue for the year	-	-	-	-
<b>Group's interest in net assets of investee</b>				
At 1 January	110,000	110,000	2,253	112,253
Share of loss of joint venture	-	-	-	-
Derecognition of joint venture	(110,000)	-	-	-
Disposal	-	-	(2,253)	(2,253)
<b>At 31 December</b>	-	110,000	-	110,000

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 9. JOINT VENTURE AND ASSOCIATE (continued)

### (a) Investment in joint venture (continued)

#### *Hanfang Yaoye*

In prior year, Henan Weiye Construction Development Group Co., Ltd. (“Henan Weiye”) entered into a collaboration agreement (the “Collaboration Agreement”) with the equity owners of Hanfang Yaoye, Feng Chaoling (馮朝嶺), an independent third party, in connection with the development of the land use rights in respect of a land parcel located in Zhengzhou City, Henan Province held by Hanfang Yaoye.

Pursuant to the Collaboration Agreement, Henan Weiye shall acquire 51% equity interests in Hanfang Yaoye. The ownership of such equity interests serves as security for the transfer of the land use rights to another company for the purpose of joint development of the land by the parties.

Subsequent to entering into the Collaboration Agreement, the Group sued Feng Chaoling for breach of the Collaboration Agreement. The Group won the respective court case and appealed from Feng Chaoling in final judgement in Henan Intermediate People’s Court. The final judgement in this case is the monetary claims against Feng Chaoling at the amount of RMB160,000,000 (the “Sum”) and buy back the 51% shareholding of Hanfang Yaoye from the Group (the “Court Order”).

During the year ended 31 December 2025, the Group transferred the 51% equity interest in Hanfang Yaoye to Feng Chaoling pursuant to the above Court Order. Thereafter the Group ceased to have any equity interest in Hanfang Yaoye. However, the Group has not yet received the Sum from Feng Chaoling. The Group has continued to seek legal advice and take appropriate actions to enforce the Court Order, including successfully obtaining the Court Order to freeze the assets of Feng Chaoling (including but not limited to his equity interest in Hanfang Yaoye).

As a result of the above transfer of the equity interest in Hanfang Yaoye, the Group no longer have any equity interest in Hanfang Yaoye, and hence, Hanfang Yaoye ceased to be accounted for as a joint venture of the Group for the year ended 31 December 2025. On the other hand, based on the Court Order, the Group recognises an amount due from Feng Chaoling of RMB97,200,000, net of any loss allowance, and is included in the consolidated statement of financial position under “Other receivables” (Note 13) as at 31 December 2025.

#### *Nonggu Zhonglenglian*

In 2021, the Group set up and hold 50% equity interest in Hubei Nonggu Zhonglenglian Investment Co., Ltd (“Nonggu Zhonglenglian”) 湖北農谷中冷聯投資有限公司 for a consideration of RMB2,890,000. The Group’s economic interest in Nonggu Zhonglenglian is according to the shareholding ratio. When Nonggu Zhonglenglian achieve distributive profit, the Group can yield profit corresponding to the shareholding ratio.

On 31 January 2024, the Group disposed its entire interests in Nonggu Zhonglenglian at a cash consideration of RMB3,170,000. Nonggu Zhonglenglian was engaged in trading of food, storage service, investment holding, technical consultation research and development technology in the PRC. The net equity interest of Nonggu Zhonglenglian at the date of disposal was approximately RMB2,253,000. A gain of RMB917,000 was resulted from the disposal of Nonggu Zhonglenglian for the year ended 31 December 2024.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 9. JOINT VENTURE AND ASSOCIATE (continued)

### (b) Investment in associate

	2025 RMB'000	2024 RMB'000
Investment in associate	-	-

Details of the associate are as follows:

Name of entity	Principal activity	Country of incorporation/ business	Effective equity interest held by the Group	
			2025 %	2024 %
Huzhou Ganghong Zhiye Co., Ltd ("Huzhou Ganghong") 湖州港宏置業有限公司	Property development	The PRC	<b>40</b> <b>(Note)</b>	40

The unaudited financial information of the associate, based on its financial statements prepared in accordance with IFRS Accounting Standards, modified for differences in the Group's accounting policies:

	2025 Huzhou Ganghong RMB'000
Revenue for the year	-
<b>Group's interest in net assets</b>	
At Derecognition	-
Share of loss of associate	-
<b>At 31 December</b>	-

Note:

During the year ended 31 December 2025, the board composition Huzhou Ganghong, in which the Group holds an indirect equity interest of 40%, was changed. Previously, the Group had appointed three directors and therefore exercised control over the board through majority voting rights. Pursuant to the revised articles of association, the board composition of Huzhou Ganghong was changed and leaving the Group with only one board representative. In the opinion of the Directors, the Group is no longer able to exercise control over the significant financial and operation decisions in respect of Huzhou Ganghong. As a result, Huzhou Ganghong was derecognised as a subsidiary of the Group due to loss of control (the "Derecognition") and reclassified as an investment in associate in the consolidated statement of financial position as at 31 December 2025. A gain of RMB259,000 (2024: Nil) in respect of the Derecognition was recorded in the consolidated statement of profit or loss and other comprehensive income for the year as "Other income and gains" in Note 27.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 10. TRADE AND OTHER RECEIVABLES

	Notes	2025 RMB'000	2024 RMB'000
<b>Non-current</b>			
Amounts due from non-controlling interests (non-trade)	11	99,160	99,160
<b>Current</b>			
Trade receivables	12	7,966	7,676
Less: Allowance for ECLs		(5,576)	(4,976)
		2,390	2,700
Amounts due from non-controlling interests (non-trade)		178,216	210,213
Less: Allowance for ECLs		(13,560)	(1,247)
	11	164,656	208,966
Other receivables and deposits		1,829,708	585,484
Less: Allowance for ECLs		(247,821)	(36,607)
	13	1,581,887	548,877
Trade and other receivables, current		1,748,933	760,543
Prepaid VAT		15,312	13,437
Prepayments	14	62,934	73,082
		1,827,179	847,062
Total trade and other receivables, non-current and current		1,926,339	946,222

The Group's exposure to credit and currency risks for trade and other receivables and amounts due from non-controlling interests are disclosed in Note 37.

## 11. AMOUNTS DUE FROM NON-CONTROLLING INTERESTS (NON-TRADE)

The non-current amounts due from non-controlling interests of RMB99,160,000 (2024: RMB99,160,000) (Note 10), represent purchase consideration paid by the Group on behalf of non-controlling shareholders of a subsidiary, Henan Tiandao, in connection with the acquisition of 49% equity interest in the subsidiary and an advance of RMB99,000,000 made to a non-controlling shareholder of a subsidiary. These amounts are unsecured and interest free.

The remaining balances of amounts due from non-controlling interests of RMB164,656,000 (2024: RMB176,969,000) are unsecured, non-interest bearing and repayable on demand.

As at 31 December 2024, the current amount due from non-controlling interests of RMB31,997,000 (Note 10) representing loan advances to non-controlling interests which was secured, bore interest at 6% per annum and repayable within 90 days. The shares held by the non-controlling interest were pledged to the Group as collateral of the loan. During the year ended 31 December 2025, the Group wrote-off of this current amount due from non-controlling interests prior to the Derecognition as the management of the Group assessed the likelihood of recovering such amounts is remote.

Included in amounts due from non-controlling interests of the Group is allowance for ECLs on amounts due from non-controlling interests of RMB13,560,000 (2024: RMB1,247,000).

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 12. TRADE RECEIVABLES

Trade receivables of the Group are non-interest bearing and are normally settled between 30 and 180 days.

The following is an analysis of trade receivables by age, presented based on invoices date:

	2025 RMB'000	2024 RMB'000
181–365 days	295	2,730
Over 365 days	7,671	4,946
	<b>7,966</b>	<b>7,676</b>

## 13. OTHER RECEIVABLES AND DEPOSITS

	2025 RMB'000	2024 RMB'000
Advances to contractors	–	2,761
Receivables from the Management Committee (Note 18)	1,170,386	–
Amount due from Feng Chaoling (Note 9(a))	97,200	–
Other deposits	7,937	56,646
Other receivables	295,519	449,858
Others	10,845	39,612
	<b>1,581,887</b>	<b>548,877</b>

Included in other receivables and deposits of the Group is allowance for ECLs on other receivables of RMB247,821,000 (2024: RMB36,607,000).

### Advances to contractors

The advances to contractors are unsecured, interest-free, and are expected to be utilised against future purchase.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 13. OTHER RECEIVABLES AND DEPOSITS (continued)

### Other deposits

Included in other deposits as at 31 December 2025 and 2024 are:

- (i) RMB20,000,000 paid to the Management Committee (as defined in Note 18) represents 5% of the construction sum that are retained by the Management Committee and is refundable to the Group after the completion of the resettlement house project. During the year ended 31 December 2025, this balance is included in the receivables from the Management Committee.

### Other receivables

Included in other receivables as at 31 December 2025 and 2024 are:

- (i) Maintenance funds of RMB2,383,000 (2024: RMB2,383,000) paid and kept by respective local government authorities upon the issuance of project completion certificates of several projects held by the Group. Maintenance funds are calculated based on a percentage of the actual saleable area and kept by the government authorities for any further maintenance on properties sold. The amount would be repaid by the property owners during the handover of properties.
- (ii) As at 31 December 2025, a receivable from a third party of RMB162,318,000 (2024: RMB176,821,000) was interest-free, non-trade in nature and repayable on demand. The Group held 95% of equity interests of this third party as collaterals.
- (iii) The remaining balance of other receivables of RMB130,818,000 (2024: RMB270,654,000) as at 31 December 2025 relates to a number of independent parties for whom there was no recent history of default.

## 14. PREPAYMENTS

	2025 RMB'000	2024 RMB'000
Construction costs and construction material costs	36,120	46,820
Prepayment for resettlement housing projects	4,458	4,458
Others	22,356	21,804
	<b>62,934</b>	<b>73,082</b>

### Construction costs and construction material costs

Included in construction costs and construction material costs is an amount of RMB36,120,000 (2024: RMB46,820,000) for the purchase of construction materials which have not been delivered to the Group as at 31 December 2025.

### Prepayment for resettlement housing projects

Included in prepayment for resettlement housing projects as at 31 December 2025 is an amount of RMB4,458,000 (2024: RMB4,458,000) held in trust by a local government agency in relation to a resettlement housing project (see Note 23). The amount will be accrued in development properties and prepaid costs progressively when the Group obtain lists of payment to villagers from the local government agency.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 15. AMOUNT DUE FROM A RELATED PARTY

The balance represents amount due from Eindec Corporation Limited of SGD2,331,848. Pursuant to the amendment to deed "Amendment letter" dated 16 October 2024, Weiye Holdings Limited shall not have right to demand repayment of the outstanding amounts at any time; and Eindec Corporation Limited endeavours to repay within 10 years. The Amendment Letter is made to the existing deed signed between the parties dated 22 September 2015, and shall supersede the earlier copy dated 1 May 2023.

Particulars of amount due from a related party are as follow:

	<b>Maximum amount outstanding during the year RMB'000</b>	<b>2025 RMB'000</b>	<b>2024 RMB'000</b>
Related company			
Eindec Corporation Limited (Note)	12,542	11,574	12,542

Note: The balance with a related company is non-trade nature, unsecured, and at an interest rate equivalent to the 3 months Singapore Overnight Rate Average (SORA) and shall not repayable on demand.

## 16. DEFERRED TAXATION

### Unrecognised deferred tax assets

Deferred tax assets have not been recognised in respect of the following temporary differences:

	<b>2025 RMB'000</b>	<b>2024 RMB'000</b>
Tax losses	<b>465,990</b>	456,373

### Tax losses carried forward

The Group's tax losses carried forward mainly comprise tax losses arising from its operations in Singapore and the PRC. Under the applicable PRC tax legislation, tax losses as at 31 December 2025 and 2024 with expiry dates are as follows:

	<b>2025 RMB'000</b>	<b>2024 RMB'000</b>
Expiry dates:		
– Within 1 to 5 years	<b>383,669</b>	378,061

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 16. DEFERRED TAXATION (continued)

The remaining tax losses of RMB83,100,000 (2024: RMB78,312,000) mainly relating to tax losses arising from the Group's Singapore operations are not expected to expire under the current applicable tax legislation subject to continuity of shareholders.

Deferred tax assets have not been recognised in respect of these items because of the uncertainties over the availability of future taxable profits against which the subsidiaries can utilise the tax benefits.

Movements in temporary differences during the year are as follows:

	Balance as at 1 January 2024 RMB'000	Recognised in profit or loss (Note 30) RMB'000	Balance as at 31 December 2024 and 1 January 2025 RMB'000	Recognised in profit or loss (Note 30) RMB'000	Balance as at 31 December 2025 RMB'000
<b>Deferred tax liabilities</b>					
Property, plant and equipment	1,004	(1,004)	-	-	-
Investment properties	66,701	-	66,701	(7,178)	59,523
Development properties and contract assets	39,112	1,239	40,351	-	40,351
Contract costs	2,494	(2,494)	-	-	-
Withholding tax on the profits of the Group's PRC subsidiaries	170,616	-	170,616	-	170,616
	279,927	(2,259)	277,668	(7,178)	270,490
<b>Deferred tax assets</b>					
Deferred tax assets recognised (tax loss)	20,082	(20,082)	-	-	-
Land appreciation tax	3,802	(136)	3,666	(3,666)	-
	23,884	(20,218)	3,666	(3,666)	-

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 17. INVENTORIES

	2025 RMB'000	2024 RMB'000
Finished goods	3,535	3,556
Raw materials	2,685	2,468
	<b>6,220</b>	<b>6,024</b>

As at 31 December 2025, no provision for stock obsolescence has been made by the Group (2024: Nil).

## 18. DEVELOPMENT PROPERTIES AND PREPAID COSTS

	2025 RMB'000	2024 RMB'000
<i>Properties under development:</i>		
Land costs	167,254	179,220
Development costs incurred to-date (Note)	133,927	1,159,859
	<b>301,181</b>	<b>1,339,079</b>
<i>Completed properties held for sale</i>		
	<b>521,375</b>	<b>493,929</b>
	<b>822,556</b>	<b>1,833,008</b>

Properties under development of the Group are all located in the PRC. The relevant lands are on leases of 30 to 68 years.

During the current year, development properties sold and recognised in cost of sales amounted to RMB47,315,000 (2024: RMB31,408,000). Due to downturn of property market in the PRC, write down of RMB133,397,000 (2024: RMB146,154,000) was recognised in the consolidated statement of profit or loss.

During the current year, borrowing costs of RMB4,450,000 (2024: RMB9,301,000) arising from loans and borrowings obtained specifically for the development properties were capitalised. Borrowing costs have been capitalised at 8.5% (2024: ranging from 7.5% to 8.5%) per annum.

Certain development properties with carrying amounts of RMB388,596,000 (2024: RMB453,624,000) have been mortgaged to banks and trust finance company as securities for borrowings granted to the Group, the details of which are set out in Note 23.

Note:

In 2016, 2017 and 2020, Henan Xingwei Property Co., Ltd. ("Henan Xingwei"), an indirect wholly owned subsidiary of the Group, entered into arrangements with various independent third parties, including the Zhengzhou Jinshui Science and Education Zone Management Committee ("the Management Committee") (鄭州金水科教園區管理委員會) and local government authorities under it, to conduct the primary development of a parcel of land located in Xinzhuang Village, Jinshuiyangjin Industry Park District in Zhengzhou City, Henan Province, PRC.

According to the agreement between the Group and the Management Committee, the Group shall be funded the loan repayment (Note 23) by the Management Committee through reimbursement of the costs incurred for the demolition of existing buildings and resettlement of the existing residents of the land parcel and the construction costs for the resettlement housing and ancillary public facilities shall be refunded to Henan Xingwei upon the full settlement of the land premium of the relevant development areas (the "Xinzhuang Project").

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 18. DEVELOPMENT PROPERTIES AND PREPAID COSTS (continued)

Note: (continued)

During the development phase, government-led planning and restructuring adjustments occurred, which effectively resulted in a breach of the underlying agreement by the Management Committee and caused delays to the Xinzhuang Project. The Group therefore sought compensation for the costs incurred. As part of the negotiation and resolution process, the Management Committee proposed that the costs incurred by the Group in relation to the Xinzhuang Project be determined by independent qualified professional parties after conducting construction audits, due diligence and valuations.

During the year ended 31 December 2025, the Xinzhuang Project was completely terminated and the Group has been negotiating with the Management Committee with a view to reaching a settlement. However, despite ongoing negotiations and communications, the Management Committee has not honoured the repayment of the compensation for the costs incurred by the Group in the development of the Xinzhuang Project.

As a result, in September 2025, the Group commenced legal proceedings at the Intermediate People's Court of Zhengzhou Municipality seeking compensation for: (i) the construction costs for resettlement housing and ancillary public facilities incurred by the Group; (ii) finance costs calculated based on the time elapsed since the dates on which such costs were incurred by the Group; and (iii) the related land transfer fees incurred (collectively, the "Compensation"). As at the date when these consolidated financial statements were authorised for issue, the litigation is still in progress. The Group continues to communicate with the Management Committee and is actively exploring various approaches to resolve the dispute after taking legal advice.

As a result of the foregoing, as at 31 December 2025, properties under development in relation to the Xinzhuang Project of RMB1,009,513,000 and its related contract assets of RMB217,585,000 were reclassified to other receivables. Together with the balances in relation to the Xinzhuang Project of RMB46,117,000 originally included in other receivables, the total gross balances due from the Management Committee as at 31 December 2025 amounted to RMB1,273,215,000.

In the opinion of the Directors, the Group has a contractual right to receive a refund of the Compensation from the Management Committee. This assessment is based on management's best estimate of the possible outcome of the litigation, taking into consideration the progress of negotiations with the Management Committee and the advice obtained from independent legal advisers and internal legal counsel.

Notwithstanding the Group's efforts to recover the Compensation, having considered the current circumstances, the expected recoverable amount of the above receivables from the Management Committee were RMB1,170,386,000. Accordingly, a loss allowance of RMB102,829,000 was recognised as at 31 December 2025.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 19. CASH AND BANK BALANCES

	2025 RMB'000	2024 RMB'000
Cash at bank and on hand	10,870	31,220
Cash and bank balances	10,870	31,220
Less: restricted cash	(4,731)	(23,564)
Total cash and cash equivalents in consolidated statement of cash flows	<b>6,139</b>	7,656

Included in cash and cash equivalents are cash and bank balances of Group entities that are denominated in RMB, SGD, HKD and USD. RMB is not a freely convertible currency and the remittance of funds out of the PRC is subject to exchange restrictions imposed by the PRC Government.

Certain subsidiaries are required to set aside approximately 5% of the customers' bank loan amounts as restricted cash. The restricted cash held in the designated bank accounts of the Group are pledged to the banks until the customers' building ownership certificate of the respective properties have been obtained and transferred to the banks. The restricted cash earns interest at floating rates based on the prevailing monthly bank deposit rates.

## 20. SHARE CAPITAL

	Group			
	2025 No. of shares '000	RMB'000	2024 No. of shares '000	RMB'000
<b>Fully paid ordinary shares, with no par value:</b>				
At 1 January and 31 December	<b>196,133</b>	<b>359,700</b>	196,133	359,700
	Company			
	2025 No. of shares '000	RMB'000	2024 No. of shares '000	RMB'000
<b>Fully paid ordinary shares, with no par value:</b>				
At 1 January and 31 December	<b>196,133</b>	<b>1,737,554</b>	196,133	1,737,554

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions. All shares rank equally with regard to the Company's residual assets.

At 31 December 2025, there were no share options issued by the Company (2024: Nil).

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 21. THE COMPANY'S STATEMENT OF FINANCIAL POSITION

	Notes	2025 RMB'000	2024 RMB'000
<b>Assets</b>			
<b>Non-current assets</b>			
Amount due from a related party		11,574	12,542
Investment in subsidiaries	8	813,921	1,123,921
		<b>825,495</b>	1,136,463
<b>Current assets</b>			
Trade and other receivables		12,265	11,953
Cash and bank balances		503	3,111
		<b>12,768</b>	15,064
<b>Total assets</b>		<b>838,263</b>	1,151,527
<b>Equity attributable to owners of the Company</b>			
Share capital	20	1,737,554	1,737,554
Reserves	22	(1,000,500)	(686,144)
<b>Total equity</b>		<b>737,054</b>	1,051,410
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables		101,209	100,117
<b>Total liabilities</b>		<b>101,209</b>	100,117
<b>Total equity and liabilities</b>		<b>838,263</b>	1,151,527

**Chen Zhiyong**  
Director

**Chan Sze Man**  
Director

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 22. RESERVES

	Company	
	2025	2024
	RMB'000	RMB'000
Foreign currency translation reserve	46,545	54,222
Employee share option reserve	582	582
Accumulated losses	(1,047,627)	(740,948)
	<b>(1,000,500)</b>	<b>(686,144)</b>

The following describes the nature and purpose of each reserve within owners' equity.

### Statutory reserves

In accordance with the Foreign Enterprise Law applicable to entities in the PRC, the Company's PRC subsidiaries are required to make appropriation to a Statutory Reserve Fund ("SRF"). At least 10% of the profit after tax as determined in accordance with the applicable PRC accounting standards and regulations must be allocated to the SRF until the cumulative total of the SRF reaches 50% of the PRC entity's registered capital. Subject to approval from the relevant PRC authorities, the SRF may be used to offset any accumulated losses or increase the registered capital of the PRC entity. The SRF is not available for dividend distribution to shareholders.

### Foreign currency translation reserve

The foreign currency translation reserve represents exchange differences arising from the translation of the financial statements of foreign operations whose functional currencies are different from that of the Group's presentation currency.

### Merger reserve

This represents the difference between the consideration paid and the paid-in capital of the subsidiaries when entities under common control are accounted for by applying the pooling of interest method.

### Capital reserve

This represents the difference between the amount by which the non-controlling interest is adjusted and the fair value of the consideration paid that is recognised directly in equity and attributed to the parent as a result of changes in the Company's ownership interest in a subsidiary. Such changes in the Company's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

### Employee share option reserve

This represents the equity-settled share options granted to employees. The reserve is made up of the cumulative value of services received from employees recorded on grant of equity-settled share options in past years. The share option scheme had expired.

### Other reserves

On 15 October 2024, the Company agreed to sell 23,700,000 ordinary shares which represent 22% of shareholding in Eindex Corporation Limited to the controlling shareholder, namely Zhang Wei. The gain on disposal RMB4,391,000 was recognised to other reserves for the year ended 31 December 2024.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 23. LOANS AND BORROWINGS

This note provides information about the contractual terms of the Group's interest-bearing loans and borrowings, which are measured at amortised cost. For more information about the Group's exposure to interest rate and liquidity risks, see Note 37.

	2025 RMB'000	2024 RMB'000
<b>Current liabilities</b>		
Secured bank loans	342,571	208,586
Secured loans from trust finance company	360,810	360,810
Secured loans from financial institution	200,000	200,000
Other loans	89,600	84,600
	<b>992,981</b>	853,996
<b>Non-current liabilities</b>		
Secured bank loans	–	134,598
	–	134,598
Total loans and borrowings	<b>992,981</b>	988,594
	<b>2025 RMB'000</b>	<b>2024 RMB'000</b>
<b>Carrying amount of loans and borrowings analysed between:</b>		
– within one year	992,981	853,996
– more than one year but not exceeding two years	–	54,502
– more than two years but not exceeding five years	–	80,096
	<b>992,981</b>	988,594

The Group's loans and borrowings carry interest ranging from 3.1% to 12.3% (2024: 5.0% to 12.3%).

The currencies of the Group's loans and borrowings are denominated in RMB.

The secured loans of the Group are served by a pledge of property, plant and equipment, investment properties and development properties of certain group entities (see Notes 4, 7 and 18), the controlling shareholder and guarantees provided by third parties and certain group companies (see Note 37).

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 23. LOANS AND BORROWINGS (continued)

As further discussed in Note 18 in relation to the Xinzhuang Project, Henan Xingwei obtained a loan in the principal amount of RMB802,120,000 in aggregate from a trust finance company that is held by a local government agency used to fund a resettlement housing project performed for the local government (see Note 14). According to the agreement between the Group and the Management Committee, the loan repayment shall be funded by the by Management Committee through reimbursement of the costs incurred for the demolition of existing buildings and resettlement of the existing residents of the land parcel of Xinzhuang Village, Jinshuiyangjin Industry Park District in Zhengzhou City, Henan Province and the construction costs for the resettlement housing and ancillary public facilities shall be refunded to Henan Xingwei upon the full settlement of the land premium of the relevant development areas.

During the year ended 31 December 2022, the Management Committee directly settled RMB441,310,000 in aggregated to the trust finance company on behalf of the Group.

As at 31 December 2025, secured loan of RMB360,810,000 (2024: RMB360,810,000) from the trust finance company remained outstanding, on which the Group defaulted in the repayments according to repayment schedules under the loans agreements. The Group continued to negotiate with the lender on extension of the repayment date. As at 31 December 2025 and up to the date of approval for issuance of the consolidated financial statements, the negotiation was still in progress and had not been concluded.

In July 2025, the Group was in default of a secured loan from Lender 2 with principal of RMB200,000,000. In the same month, Lender 2 filed a arbitration to the Suzhou Arbitration Commission to demand immediate repayment of the Defaulted Borrowings 2. Up to the date when the consolidated financial statements were authorised for issue, the arbitration is still in progress and the Group is currently in the process of negotiating with Lender 2 to renew or roll over the Defaulted Borrowings 2. The principal of RMB200,000,000 and interests and penalty charges in aggregate of RMB49,655,000 have already been recognised as loan and borrowings and interest payables included in "Trade and other payables" (Note 24) respectively in the consolidated statement of financial position as at 31 December 2025.

In June 2025, the Group was in default of its repayment on certain bank borrowings with principal amounting to RMB64,500,000 (the "Defaulted Bank Borrowings"). In the same month, a bank filed a lawsuit in Intermediate People's Court of Jinshui district, Zhengzhou City, Henan Province against the Group to demand immediate repayment of the Defaulted Bank Borrowings. During the court proceedings, the parties entered into mediation and pursuant to the mediation award, the bank agreed to extend the loan repayment date by two years to June 2027 and to reduce the interest rate from 6.45% per annum to 3.1% per annum.

As at 31 December 2025, certain bank borrowings became due for immediately repayable as a result of the event of cross default, all bank borrowings were reclassified as current regardless the repayment schedule agreed in loan or extension agreements.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 23. LOANS AND BORROWINGS (continued)

### Reconciliation of movements of liabilities to cash flows arising from financing activities

	Asset		Liabilities		Equity	
	Restricted cash RMB'000 (Note 19)	Secured loans RMB'000 (Note 23)	Other loans RMB'000 (Note 23)	Interest payables RMB'000 (Note 24)	Non-controlling interests RMB'000 (Note 25)	Total RMB'000
<b>Balance at 1 January 2025</b>	(23,564)	903,994	84,600	154,501	332,465	1,451,996
<b>Changes from financing cash flows</b>						
Decrease in restricted cash	18,833	-	-	-	-	18,833
Repayment of loans and borrowings	-	(121,838)	(5,000)	-	-	(126,838)
Proceeds from loans and borrowings	-	121,225	10,000	-	-	131,225
Interest paid	-	-	-	(10,822)	-	(10,822)
<b>Total changes from financing cash flows</b>	18,833	(613)	5,000	(10,822)	-	12,398
<b>Liability-related other changes</b>						
Finance costs capitalised in development properties	-	-	-	4,450	-	4,450
Finance expenses	-	-	-	57,687	-	57,687
<b>Total liability-related other changes</b>	-	-	-	62,137	-	62,137
<b>Total equity-related other changes</b>	-	-	-	-	(27,954)	(27,954)
<b>Balance at 31 December 2025</b>	(4,731)	903,381	89,600	205,816	304,511	1,498,577

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 23. LOANS AND BORROWINGS (continued)

### Reconciliation of movements of liabilities to cash flows arising from financing activities (continued)

	Asset		Liabilities				Equity	
	Restricted cash RMB'000 (Note 19)	Secured loans RMB'000 (Note 23)	Bank overdraft RMB'000 (Note 19)	Other loans RMB'000 (Note 23)	Lease liabilities RMB'000 (Note 6)	Interest payables RMB'000 (Note 24)	Non-controlling interests RMB'000 (Note 25)	Total RMB'000
<b>Balance at 1 January 2024</b>	(17,586)	739,142	2,544	65,000	3,501	154,501	438,609	1,385,711
<b>Changes from financing cash flows</b>								
Increase in restricted cash	(5,978)	-	-	-	-	-	-	(5,978)
Repayment of loans and borrowings	-	(113,927)	-	-	-	-	-	(113,927)
Proceeds from loans and borrowings	-	293,921	-	19,600	-	-	-	313,521
Repayment of principal portion of lease liabilities	-	-	-	-	(1,281)	-	-	(1,281)
Interest paid	-	-	-	-	(242)	(46,613)	-	(46,855)
<b>Total changes from financing cash flows</b>	(5,978)	179,994	-	19,600	(1,523)	(46,613)	-	145,480
The effect of change in foreign exchange rates	-	196	-	-	(69)	-	-	127
<b>Liability-related other changes</b>								
Disposal of a subsidiary	-	(15,338)	(1,788)	-	(5,453)	-	-	(22,579)
Decrease in bank overdraft	-	-	(756)	-	-	-	-	(756)
Finance costs capitalised in development properties	-	-	-	-	-	(9,301)	-	(9,301)
Finance expenses	-	-	-	-	242	55,914	-	56,156
Changes from operating activities	-	-	-	-	3,302	-	-	3,302
<b>Total liability-related other changes</b>	-	(15,338)	(2,544)	-	(1,909)	46,613	-	26,822
<b>Total equity-related other changes</b>	-	-	-	-	-	-	(106,144)	(106,144)
<b>Balance at 31 December 2024</b>	(23,564)	903,994	-	84,600	-	154,501	332,465	1,451,996

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 24. TRADE AND OTHER PAYABLES

	2025 RMB'000	2024 RMB'000
Trade payables	286,798	278,758
Accrued operating expenses	2,260	2,370
Interest payables	295,279	243,964
Retention deposits payable to contractors	20,704	21,634
Other payables (Note)	284,633	242,333
	<b>889,674</b>	<b>789,059</b>

Note: Included in the other payable balance, RMB21,300,000 (2024: Nil) was the amount due to associate. The balance is non-trade in nature, unsecured, interest-free and repayable on demand.

The Group's exposure to currency and liquidity risk related to trade and other payables are disclosed in Note 37.

### Ageing profile

The ageing profile of trade payables of the Group at the reporting date, based on invoice date, is as follows:

	2025 RMB'000	2024 RMB'000
Current	230,953	263,385
1–30 days	–	–
31–60 days	–	–
61–90 days	3,537	–
More than 90 days	52,308	15,373
	<b>286,798</b>	<b>278,758</b>

### Retention deposits payable to contractors

The retention deposits payable to contractors are ranging from 3% to 6% of the construction sum that are retained by the Group and are payable to the contractors in one year after the completion of the development projects.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 25. NON-CONTROLLING INTERESTS

The following summarises the financial information the Group's subsidiaries with material non-controlling interests ("NCI"), based on the subsidiaries' financial statements prepared in accordance with IFRS Accounting Standards.

	<b>Henan Tiandao</b>	
	<b>2025</b>	2024
	<b>RMB'000</b>	RMB'000
Percentage of ownership of NCI	<b>49%</b>	49%
Revenue	<b>281</b>	1,938
Loss for the year	<b>(4,237)</b>	(1,817)
Other comprehensive income	-	-
<b>Total comprehensive (loss)/income</b>	<b>(4,237)</b>	(1,817)
Attributable to NCI:		
– Loss for the year	<b>(2,076)</b>	(890)
– Other comprehensive income	-	-
<b>– Total comprehensive loss</b>	<b>(2,076)</b>	(890)
Non-current assets	<b>7,635</b>	11,939
Current assets	<b>428,020</b>	451,925
Non-current liabilities	-	(1,055)
Current liabilities	<b>(109,016)</b>	(108,901)
<b>Net assets</b>	<b>326,639</b>	353,908
<b>Net assets attributable to NCI</b>	<b>160,053</b>	173,415
Cash flows generated from operating activities	<b>(67)</b>	2,440
Cash flows used in investing activities	-	-
Cash flows used in financing activities (dividends to NCI: 2025: Nil; 2024: Nil)	-	-
<b>Net (decrease)/increase in cash and bank balances</b>	<b>(67)</b>	2,440

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 25. NON-CONTROLLING INTERESTS (continued)

	<b>Yizheng Hongrui</b>	
	<b>2025</b>	2024
	<b>RMB'000</b>	RMB'000
Percentage of ownership of NCI	<b>70%</b>	70%
Revenue	-	5,278
Loss for the year	<b>(9,023)</b>	(365)
Other comprehensive income	-	-
<b>Total comprehensive loss</b>	<b>(9,023)</b>	(365)
Attributable to NCI:		
– Loss for the year	<b>(6,316)</b>	(256)
– Other comprehensive income	-	-
<b>– Total comprehensive loss</b>	<b>(6,316)</b>	(256)
Non-current assets	<b>4</b>	4
Current assets	<b>206,235</b>	264,765
Non-current liabilities	-	-
Current liabilities	<b>(104,847)</b>	(122,869)
<b>Net assets</b>	<b>101,392</b>	141,900
<b>Net assets attributable to NCI</b>	<b>70,974</b>	99,330
Cash flows generated from/(used in) operating activities	<b>(18,019)</b>	27,751
Cash flows used in investing activities	-	-
Cash flows used in financing activities (dividends to NCI: 2025: Nil; 2024: Nil)	-	-
<b>Net (decrease)/increase in cash and bank balances</b>	<b>(18,019)</b>	27,751

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 25. NON-CONTROLLING INTERESTS (continued)

	<b>Yizheng Honglin</b>	
	<b>2025</b>	2024
	<b>RMB'000</b>	RMB'000
Percentage of ownership of NCI	<b>70%</b>	70%
Revenue	-	-
Loss for the year	<b>(898)</b>	(120,121)
Other comprehensive income	-	-
<b>Total comprehensive loss</b>	<b>(898)</b>	(120,121)
Attributable to NCI:		
– Loss for the year	<b>(629)</b>	(84,085)
– Other comprehensive income	-	-
<b>– Total comprehensive loss</b>	<b>(629)</b>	(84,085)
Non-current assets	<b>2</b>	499
Current assets	<b>162,050</b>	161,463
Non-current liabilities	-	-
Current liabilities	<b>(110,065)</b>	(109,077)
<b>Net assets</b>	<b>51,987</b>	52,885
<b>Net assets attributable to NCI</b>	<b>36,391</b>	37,020
Cash flows generated from operating activities	<b>34</b>	9,684
Cash flows used in investing activities	-	-
Cash flows generated from financing activities (dividends to NCI: 2025: Nil; 2024: Nil)	-	-
<b>Net increase in cash and bank balances</b>	<b>34</b>	9,684

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 25. NON-CONTROLLING INTERESTS (continued)

	<b>Zhongleng Lian</b>	
	<b>2025</b>	2024
	<b>RMB'000</b>	RMB'000
Percentage of ownership of NCI	<b>49%</b>	49%
Revenue	-	-
(Loss)/profit for the year	<b>(252)</b>	1,105
Other comprehensive income	-	-
<b>Total comprehensive (loss)/income</b>	<b>(252)</b>	1,105
Attributable to NCI:		
– (Loss)/profit for the year	<b>(123)</b>	541
– Other comprehensive income	-	-
<b>– Total comprehensive (loss)/income</b>	<b>(123)</b>	541
Non-current assets	-	-
Current assets	<b>8,016</b>	8,269
Non-current liabilities	-	-
Current liabilities	<b>(900)</b>	(901)
<b>Net assets</b>	<b>7,116</b>	7,368
<b>Net assets attributable to NCI</b>	<b>3,487</b>	3,610
Cash flows generated from operating activities	<b>(579)</b>	357
Cash flows used in investing activities	-	(20)
Cash flows generated from financing activities (dividends to NCI:2025: Nil; 2024: Nil)	-	-
<b>Net (decrease)/increase in cash and bank balances</b>	<b>(579)</b>	337

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 25. NON-CONTROLLING INTERESTS (continued)

	<b>Henan Weizhu</b>	
	<b>2025</b>	2024
	<b>RMB'000</b>	RMB'000
Percentage of ownership of NCI	<b>30%</b>	30%
Revenue	-	-
Loss for the year	<b>(1)</b>	_*
Other comprehensive income	-	-
<b>Total comprehensive loss</b>	<b>(1)</b>	_*
Attributable to NCI:		
– Loss for the year	_*	_*
– Other comprehensive income	-	-
<b>– Total comprehensive loss</b>	<b>_*</b>	_*
Non-current assets	-	-
Current assets	<b>934</b>	934
Non-current liabilities	-	-
Current liabilities	-	-
<b>Net assets</b>	<b>934</b>	934
<b>Net assets attributable to NCI</b>	<b>280</b>	280
Cash flows used in operating activities	<b>(301)</b>	_*
Cash flows from investing activities	-	-
Cash flows generated from financing activities (dividends to NCI: 2025: Nil; 2024: Nil)	-	_*
<b>Net decrease in cash and bank balances</b>	<b>(301)</b>	_*

\* Represent the amount lower than RMB1,000

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 26. REVENUE

	<b>2025</b>	2024
	<b>RMB'000</b>	RMB'000
Sales of development properties	<b>59,108</b>	43,131

The following table provide information about the nature and timing of the satisfaction of performance obligations in contracts with customers, including significant payment terms, and the related revenue recognition policies:

### Sales of development properties

<b>Nature of development properties</b>	The Group develops residential and commercial properties for sale to end customers in the PRC.
<b>When revenue is recognised</b>	Revenue is recognised at a point in time being when the customer has the ability to direct the use of the property and obtain substantially all of the remaining benefits of the property (i.e. when control of the property has been transferred to the customer).  The transfer of control is typically evidenced at the earlier of: (i) the transfer of legal title or (ii) equitable interest in the property transfers to the buyer upon signing the property handover notice. Deposits, instalments or advances received on properties sold prior to the date of revenue recognition are included in the consolidated statement of financial position under 'Contract liabilities'.
<b>Significant payment terms</b>	Payment is typically made in advance. In certain instances, payment is agreed based on an instalment schedule at the point of sale.
<b>Obligations for warranties</b>	The Group does not provide any form of warranty to end customers.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 26. REVENUE (continued)

### Disaggregation of revenue from contracts with customers

In the following table, revenue from contracts with customers is disaggregated by primary geographical markets, major products and service lines and timing of revenue recognition. The table also includes a reconciliation of the disaggregated revenue with the Group's reportable segments (see Note 36).

	Reportable segment					
	Continuing operation		Discontinued operation		Total	
	Property development		Equipment manufacturing			
	2025	2024	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
<b>Primary geographical markets</b>						
PRC	59,108	43,131	–	13,890	59,108	57,021
Singapore	–	–	–	40,581	–	40,581
Others	–	–	–	5,979	–	5,979
	<b>59,108</b>	<b>43,131</b>	<b>–</b>	<b>60,450</b>	<b>59,108</b>	<b>103,581</b>
<b>Major products/service lines</b>						
Sales of development properties	59,108	43,131	–	–	59,108	43,131
Sales of goods and installation services	–	–	–	60,450	–	60,450
	<b>59,108</b>	<b>43,131</b>	<b>–</b>	<b>60,450</b>	<b>59,108</b>	<b>103,581</b>
<b>Timing of revenue recognition</b>						
At a point in time	59,108	43,131	–	60,450	59,108	103,581

### Contract balances

The following table provides information about trade receivables, contract costs, contract assets and contract liabilities from contracts with customers.

	Note	2025	2024
		RMB'000	RMB'000
Trade receivables	12	2,390	2,700
Contract costs		268	268
Contract assets		–	214,246
Contract liabilities		(50,325)	(86,598)

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 26. REVENUE (continued)

### Contract balances (continued)

The Group has applied the practical expedient and recognised the incremental costs of obtaining contracts as an expense when incurred if the amortisation period of the assets that the Group otherwise would have recognised is one year or less.

Contract assets relate to the Group's rights to consideration for work completed or goods delivered but not billed at the reporting date.

Contract liabilities primarily relate to advances from customer for sales of development properties before the criteria for revenue recognition have been met.

### Success-based sales commissions

The Group pays sales commissions to property sales agents for securing property sales contracts for the Group on a success basis. Upon adoption of IFRS 15, the Group capitalises these incremental costs as contract costs.

Significant changes in the contract assets and the contract liabilities balances during the year are as follows.

	Contract assets		Contract liabilities	
	2025 RMB'000	2024 RMB'000	2025 RMB'000	2024 RMB'000
Revenue recognised that was included in the contract liabilities balance at the beginning of the year	-	-	16,451	25,180
Increases due to cash received, excluding amounts recognised as revenue during the year	-	-	-	(21,729)
Decrease due to disposal of a subsidiary	-	-	-	489
Decrease due to derecognition of a subsidiary due to loss of control	-	-	8,280	-
Decrease due to transfer of properties under development (Note 18)	214,246	-	-	-
Decrease due to work billed	-	-	11,542	26,354

Judgements are used to estimate these total contract costs to complete. In making these estimates, management has relied on the expertise of engineering department to determine the progress of the revenue contract and also on past experience of completed projects. The estimated total contract costs are reviewed every reporting period and adjusted where necessary, with the corresponding effect of change being recognised prospectively from the date of change.

The Group applies the practical expedient in paragraph 121 of IFRS 15 and does not disclose information about its remaining PO if the PO is part of a contract that has an original expected duration of one year or less.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 27. OTHER INCOME AND GAINS

	2025 RMB'000	2024 RMB'000
Gain on disposal of property, plant and equipment	168	4
Gain on disposal of joint venture	–	916
Gain on derecognition of a subsidiary due to loss of control	259	–
Government grants	8	3
Compensation income	127	11
Rental income	6,617	8,586
Others	141	314
	<b>7,320</b>	<b>9,834</b>

## 28. NET FINANCE COSTS

	2025 RMB'000	2024 RMB'000
Interest income	189	812
Interest expenses on loans and borrowings	(62,137)	(54,754)
Others	(45)	(75)
Finance expenses, net	(61,993)	(54,017)
Finance cost capitalised in development properties	4,450	9,301
Net finance costs recognised in profit or loss	<b>(57,543)</b>	<b>(44,716)</b>

## 29. LOSS BEFORE TAX

Loss before tax has been arrived at after charging the followings:

	2025 RMB'000	2024 RMB'000
Audit fees paid/payable	1,050	1,820
Amortisation of intangible assets	40	41
Allowance for impairment loss made on trade and other receivables and contract assets, net	220,788	18,336
Write-off of other receivable	31,997	–
Written down of development properties and prepaid costs, net	133,397	146,154
Allowance for impairment loss made on property, plant and equipment	–	110,164
Depreciation of property, plant and equipment	1,161	4,098
Property, plant and equipment written off	495	51

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 29. LOSS BEFORE TAX (continued)

	2025 RMB'000	2024 RMB'000
<b>Employee benefits expenses</b>		
Directors' fees	660	660
Salaries, bonuses and other costs	7,963	24,930
PRC statutory welfare fund	25	28
Contributions to defined contribution plan	1,429	2,253
	<b>10,077</b>	<b>27,871</b>

### Directors' and chief executive's remuneration

	Directors' fees RMB'000	Salaries, allowances and benefits in kind RMB'000	Discretionary bonuses RMB'000	Retirement scheme contributions RMB'000	Total RMB'000
<b>2025</b>					
<b>Chairman and executive director</b>					
Chen Zhiyong	-	628	-	117	745
<b>Independent non-executive directors</b>					
Dong Xincheng	200	-	-	-	200
Chan Sze Man <sup>#</sup>	200	-	-	-	200
Liu Ning	260	-	-	-	260
	<b>660</b>	<b>628</b>	<b>-</b>	<b>117</b>	<b>1,405</b>
<b>Chief executive officer</b>					
Hong Junli	-	700	-	65	765
	<b>660</b>	<b>1,328</b>	<b>-</b>	<b>182</b>	<b>2,170</b>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 29. LOSS BEFORE TAX (continued)

### Directors' and chief executive's remuneration (continued)

	Directors' fees RMB'000	Salaries, allowances and benefits in kind RMB'000	Discretionary bonuses RMB'000	Retirement scheme contributions RMB'000	Total RMB'000
<b>2024</b>					
<b>Chairman and executive director</b>					
Chen Zhiyong	–	785	–	120	905
<b>Independent non-executive directors</b>					
Dong Xincheng	200	–	–	–	200
Lam Ying Hung Andy*	150	–	–	–	150
Chan Sze Man <sup>#</sup>	50	–	–	–	50
Liu Ning	260	–	–	–	260
	660	785	–	120	1,565
<b>Chief executive officer</b>					
Hong Junli	–	762	–	64	826
	660	1,547	–	184	2,391

\* Lam Ying Hung Andy had resigned as an independent non execution director with effect from 30 September 2024.

<sup>#</sup> Chan Sze Man had been appointed as an independent non-executive director with effect from 30 September 2024.

No directors of the Company waived or agreed to waive any remuneration during the current and previous financial years. During the current and previous financial years, there were also no amounts paid or payable by the Group to the directors or any of the five highest paid individuals set out below as an inducement to join or upon joining the Group or as compensation for loss of office.

### Individuals with highest emoluments

Of the five (2024: five) individuals with the highest emoluments, there is one director (2024: one director) of the Group for the year ended 31 December 2025, whose emoluments are reflected in the analysis presented above. The aggregate of the emoluments paid and/or payable to the remaining four (2024: four) individuals are as follows:

	2025 RMB'000	2024 RMB'000
Salaries and other emoluments	2,758	2,748
Retirement scheme contributions	321	208
	3,079	2,956

An analysis of the emoluments of remaining individuals with the highest emoluments are within the following bands:

	2025	2024
Less than HKD1,000,000	4	4

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 30. INCOME TAX CREDIT

	2025 RMB'000	2024 RMB'000
<b>Continuing operations</b>		
<b>Current tax</b>		
Current year income tax	255	1,076
<b>Deferred tax</b>		
Origination and reversal of temporary differences	(3,512)	20,304
	<b>(3,512)</b>	<b>20,304</b>
<b>Land appreciation tax credit</b>		
LAT	(2,206)	(23,056)
Total tax credit	<b>(5,463)</b>	<b>(1,676)</b>
<b>Reconciliation of effective tax rate</b>		
Loss before tax	<b>(486,056)</b>	(415,061)
Tax using PRC tax rate of 25% (2024: 25%)	<b>(121,514)</b>	(103,765)
Tax effects of:		
– difference in tax rate in different jurisdictions	272	3,034
– expenses not deductible for tax purposes	<b>106,922</b>	85,142
– deferred tax asset not recognised	<b>10,511</b>	31,725
– LAT	<b>(2,206)</b>	(23,056)
– effect of tax deduction for LAT	<b>552</b>	5,244
	<b>(5,463)</b>	<b>(1,676)</b>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 30. INCOME TAX CREDIT (continued)

Singapore and PRC income tax liabilities are calculated at the applicable rates in accordance with the relevant tax laws and regulations in Singapore and the PRC.

Pursuant to a PRC Enterprise Income Tax Law promulgated on 16 March 2007, the enterprise income tax for both domestic and foreign-invested enterprises have been unified at 25% effective from 1 January 2008.

According to the Implementation Rules of the Corporate Income tax Law of PRC, the Company's subsidiaries in the PRC are levied a 10% withholding tax on dividends declared to their foreign investment holding companies arising from profit earned subsequent to 1 January 2008. In respect of dividends that are subject to the withholding tax, provision for withholding tax is recognised for the dividends that have been declared, and deferred tax liability is recognised for those to be declared in the foreseeable future.

Certain subsidiaries within the Group are paying corporate income tax on a deemed tax basis as agreed with the local tax authorities. The tax obligations are determined by applying the corporate income tax rate on the deemed profit generated. The deemed profit generated is calculated based on a deemed profit rate on the revenue generated by the subsidiaries.

LAT is levied on properties in the PRC developed for sale by the Group at progressive rates ranging from 30% to 60% on the appreciation of land value, which under the applicable regulations is calculated based on the proceeds from the sale of properties less deductible expenditures which include lease charges of land use rights, borrowing costs and all property development expenditures. The provision for LAT is based on management's best estimates according to the understanding of the requirements set forth in the relevant PRC tax laws and regulations. The actual LAT liabilities are subject to the determination by the tax authorities upon the completion of the property development projects. The Group has not finalised its LAT calculation and payments with the tax authorities for some of its property development projects. The final outcome could be different from the amounts that were initially recorded, and any differences will impact on the LAT expenses and the related provision in the period in which the difference realises.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 31. (LOSS)/EARNINGS PER SHARE

<b>From continuing and discontinued operations</b>	<b>2025</b>	<b>2024</b>
<b>Loss per share is based on</b>		
Loss for the year attributable to owners of the Company (RMB'000)	<b>(452,251)</b>	(311,294)
Weighted average number of ordinary shares ('000)	<b>196,133</b>	196,133
Basic and diluted loss per share (RMB cents)	<b>(230.58)</b>	(158.72)
<b>From continuing operations</b>		
<b>Loss per share is based on</b>		
Loss for the year attributable to owners of the Company (RMB'000)	<b>(452,251)</b>	(319,149)
Weighted average number of ordinary shares ('000)	<b>196,133</b>	196,133
Basic and diluted loss per share (RMB cents)	<b>(230.58)</b>	(162.72)
<b>From a discontinued operation</b>		
<b>Earnings per share is based on</b>		
Profit for the year attributable to owners of the Company (RMB'000)	<b>N/A</b>	7,855
Weighted average number of ordinary shares ('000)	<b>N/A</b>	196,133
Basic and diluted earnings per share (RMB cents)	<b>N/A</b>	4.00

Basic loss per share is calculated on the Group's loss for the financial year attributable to owners of the Company divided by the weighted average number of ordinary shares in issue during the financial year.

Diluted loss per share is the same as basic loss per share as the Group had no potentially dilutive ordinary shares in issue during the years ended 31 December 2025 and 2024.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 32. CAPITAL COMMITMENTS

Capital commitments contracted for as at the end of the reporting period but not recognised in the consolidated financial statements are as follows:

	2025 RMB'000	2024 RMB'000
Development expenditures authorised and contracted for	<b>106,291</b>	107,188

## 33. DISCONTINUED OPERATION

On 15 October 2024, the Company entered into sales and purchase agreements with the purchasers to dispose of its entire equity interest in a subsidiary, Eindec Corporation Limited, to the purchasers for an aggregate consideration of approximately S\$2,876,000 (equivalent to approximately RMB15,609,000). The disposal was completed in October 2024.

The operations of Eindec Corporation Limited and its subsidiaries represent the "equipment manufacturing segment" of the Group. In accordance with IFRS 5 "Non-current Assets Held for Sale and Discontinued Operations", the operating results of Eindec Corporation Limited before the disposal have been presented as a discontinued operation in the consolidated statement of profit or loss and other comprehensive income during the year ended 31 December 2024.

The results of Eindec Corporation Limited for the period are presented below:

	2024* RMB'000
Revenue	60,450
Cost of sales	(43,267)
	17,183
Other income	11,107
Administrative expenses	(18,946)
Other operating expenses	(437)
Results from operating activities	8,907
Net finance costs	(1,226)
<b>Profit before tax</b>	7,681
Income tax expense	5
<b>Profit for the period from the discontinued operation</b>	<b>7,686</b>

\* These figures represent the operating results for the period prior to the date of completion of disposal.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 33. DISCONTINUED OPERATION (continued)

The gain on disposal of a discontinued operation was determined as follows:

	2024 RMB'000
Cash consideration received	15,609
Net assets disposed of:	(37,856)
Non-controlling interests	12,584
Release of exchange reserve upon disposal	22,983
Gain on disposal of a discontinued operation	<u>13,320</u>
	2024 RMB'000
Recognised in equity	4,391
Recognised in profit/loss	<u>8,929</u>
	<u>13,320</u>

An analysis of the net outflows of cash and cash equivalents in respect of the disposal of Eindec Corporation Limited is as follows:

	2024 RMB'000
Cash consideration	15,609
Cash and cash equivalents disposed of	<u>(15,988)</u>
Net cash outflows from the disposal of a subsidiary	<u>(379)</u>

The net cash flows incurred by Eindec Corporation Limited are as follows:

	2024* RMB'000
Operating activities	2,864
Investing activities	(2,552)
Financing activities	<u>(1,635)</u>
Net cash outflow	<u>(1,323)</u>

\* These figures represent the operating results for the period prior to the date of completion of disposal.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 34. CONTINGENT LIABILITIES AND LITIGATIONS

### (a) Contingent liabilities

At the respective reporting dates, the contingent liabilities of the Group were as follows:

	2025 RMB'000	2024 RMB'000
Guarantees granted to financial institutions on behalf of purchasers of property units	<u>74,280</u>	<u>107,543</u>

The Group arranges with various domestic banks in the PRC to provide loan and mortgage facilities to purchasers of its properties prior to the transfer of land title deeds. In line with the consumer banking practices in the PRC, these banks require the Group to provide guarantees in respect of these loans including the principal, interest and other incidental costs. The Group is required to maintain certain amounts of cash in designated bank accounts which are pledged to the banks (see Note 19). If a purchaser defaults on a loan, the relevant mortgagee bank is entitled to deduct the amount repayable from the restricted cash account.

These guarantees provided by the Group to the banks would be released by the banks upon the receipt of the building ownership certificate of the respective properties by the bank from the customers when it is issued by the relevant authorities.

### (b) Litigations

Save as disclosed elsewhere in the consolidated financial statements, as at 31 December 2025 and up to the date of the consolidated financial statements, the Group has certain litigations with its business partners regarding the settlement of the overdue or outstanding trade and other payables, loans and borrowings.

The Directors have assessed the impact of the above litigation matters on the consolidated financial statements for the year ended 31 December 2025. As the Group was actively negotiating with relevant creditors and seeking various ways to resolve these litigations. The Directors consider that such litigations, individually or jointly, will not have significant adverse effects on the operating performance, cash flow and financial condition of the Group at the current stage.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 35. RELATED PARTIES

Key management personnel compensation comprises:

	2025 RMB'000	2024 RMB'000
Directors' fees paid to directors of the Company	660	660
Salaries paid to key management personnel	1,809	2,285
PRC statutory welfare fund	129	129
Contributions to defined contribution plans	64	72
	<b>2,662</b>	<b>3,146</b>
	2025 RMB'000	2024 RMB'000
Comprises amounts paid/payable to:		
– directors of the Company	1,405	1,565
– other key management personnel	1,257	1,581
	<b>2,662</b>	<b>3,146</b>

In addition to the related party information disclosed elsewhere in the consolidated financial statements, the following significant transactions between the Group and related parties took place during the year on terms agreed between the parties:

### Sale and purchase of goods and services

A number of key management personnel, or their related parties, hold positions and/or interests in other entities that result in them having control or significant influence over the financial or operating decisions of those entities.

The Group transacted with these entities in prior years. The terms and conditions of the transactions with key management personnel and their related parties were no more favourable than those available, or which might reasonably be available, or similar to third party entities and were on an arm's length basis.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 36. BUSINESS AND GEOGRAPHICAL SEGMENTS

For management purposes, the Group is organised into business units based on the products and services offered, and has two reportable operating segments as follows:

### I. Property development

Property development includes the development and sales of both commercial and residential property units, construction of resettlement houses in the PRC and the leasing of investment properties to generate rental income and to derive capital gains from the investment properties in the long term.

### II. Equipment manufacturing

A clean room provides an environment where the humidity, temperature and particles in the air are precisely controlled. Clean room equipment includes fan filter units, air showers, clean booths, pass boxes, clean hand dryers and clean benches, amongst others. Heat ventilation and air-conditioning products are essentially deflection grilles and air diffusers installed to channel and regulate the airflow into the environment within the building to ensure an even distribution of air within the confined space. Air purifiers (also referred to as air cleaners) are electrical devices that remove solid and gaseous pollutants from the air such as formaldehyde and PM2.5 which may pose adverse health risks that include breathing difficulties, asthma and allergies. Through the function of air filters or sterilising systems built into each air purifier, the concentration of dust, contaminants, fine particles and volatile organic compounds in the air are reduced to the benefit of individuals within the immediate vicinity. Integrated with air purification systems, other solution such as smart home equipment with integrated security system implementation services, renovation materials, and supply and installation of smart door and window systems have been included in this segment. During the year ended 31 December 2024, the Group disposed of its equipment manufacturing business.

The Group's Executive Chairman ("Chief Operating Decision Maker") monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements.

Income taxes are managed on a group basis and are not allocated to operating segments.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 36. BUSINESS AND GEOGRAPHICAL SEGMENTS (continued)

### Reconciliations of reportable revenues, profit or loss, assets and liabilities

	Continuing operations		Discontinued operation		Total	
	Property development		Equipment manufacturing			
	2025	2024	2025	2024	2025	2024
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Revenue:						
External customers	<b>59,108</b>	43,131	–	60,450	<b>59,108</b>	103,581
Segments results from operating activities	<b>(428,513)</b>	(370,345)	–	8,907	<b>(428,513)</b>	(361,438)
Interest income	<b>189</b>	812	–	101	<b>189</b>	913
Finance costs	<b>(57,732)</b>	(45,528)	–	(1,327)	<b>(57,732)</b>	(46,855)
Reportable segment loss before income tax					<b>(486,056)</b>	(407,380)
Income tax credit					<b>5,463</b>	1,681
Non-controlling interests					<b>28,342</b>	94,405
Loss attributable to owners of the Company					<b>(452,251)</b>	(311,294)
Reportable segment assets	<b>3,272,620</b>	3,698,149	–	–	<b>3,272,620</b>	3,698,149
Reportable segment liabilities	<b>(1,439,634)</b>	(1,389,537)	–	–	<b>(1,439,634)</b>	(1,389,537)
Loans and borrowings	<b>(992,981)</b>	(988,594)	–	–	<b>(992,981)</b>	(988,594)
Total liabilities					<b>(2,432,615)</b>	(2,378,131)
<b>Other segment information</b>						
Capital expenditure	–	–	–	3,876	–	3,876
Allowance for impairment loss made on trade and other receivables (excluding prepayments) and contract assets, net	<b>220,788</b>	18,336	–	–	<b>220,788</b>	18,336
Write-off of other receivable	<b>31,997</b>	–	–	–	<b>31,997</b>	–
Write down of development properties and prepaid costs, net	<b>133,397</b>	146,154	–	–	<b>133,397</b>	146,154
Depreciation of property, plant and equipment	<b>1,161</b>	4,098	–	1,998	<b>1,161</b>	6,096
Amortisation of intangible assets	<b>40</b>	41	–	175	<b>40</b>	216

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 36. BUSINESS AND GEOGRAPHICAL SEGMENTS (continued)

### Information about major customers

During the year ended 31 December 2025, the Group had a customer with revenue amounted to RMB7,076,000, representing 12.0% of the Group's revenue. For the year ended 31 December 2024, the Group had a number of customers and none of whom contributed 10% or more of the Group's revenue.

### Geographical segment

The Group's geographical segments are based on the location of the Group's assets. Revenue to external customers disclosed in geographical segments are based on the geographical location of its customers.

The following table presents revenue and certain non-current assets information regarding the Group's geographical segments as at and for the years ended 31 December 2025 and 2024.

	PRC RMB'000	Singapore RMB'000	Other countries RMB'000	Total RMB'000
<b>31 December 2025</b>				
Revenue				
From continuing operations	<b>59,108</b>	-	-	<b>59,108</b>
Non-current assets*	<b>440,458</b>	-	-	<b>440,458</b>
<b>31 December 2024</b>				
Revenue				
From continuing operations	43,131	-	-	43,131
From discontinued operation	13,890	40,581	5,979	60,450
	57,021	40,581	5,979	103,581
Non-current assets*	587,357	-	-	587,357

\* Excludes trade and other receivables, amount due from a related party and deferred tax assets.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 37. FINANCIAL RISK MANAGEMENT

### Overview

The Group has exposure to the following risks arising from financial instruments:

- credit risk
- liquidity risk
- market risk

This note presents information about the Group's exposure to each of the above risks, the Group's objectives, policies and processes for measuring and managing risk, and the Group's management of capital.

### Risk management framework

The Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The Board has established the Risk Management Committee, which is responsible for developing and monitoring the Group's risk management policies. The committee reports regularly to the Board of Directors on its activities.

The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Group's Audit Committee oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The Group's Audit Committee is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

### Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's trade and other receivables and contract assets from customers.

The carrying amount of financial assets and contract assets represent the Group's maximum exposure to credit risk, before taking into account any collateral held. The Group does not require any collateral in respect of their financial assets.

ECLs on financial assets and contract assets recognised/(reversed) in profit or loss were as follows:

	2025 RMB'000	2024 RMB'000
Allowance and (reversal) of allowance for ECLs made on:		
Trade receivables	600	3,091
Other receivables	211,214	11,669
Amounts due from non-controlling interests	12,313	1,088
Contract assets arising from contract with customers	<b>(3,339)</b>	2,488

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 37. FINANCIAL RISK MANAGEMENT (continued)

### Credit risk (continued)

#### Trade receivables and other receivables and contract assets

The Group's objective is to seek continual revenue growth while minimising losses incurred due to increased credit risk exposure. The Group trades only with recognised and creditworthy third parties. In addition, receivable balances are monitored on an ongoing basis and the Group's exposure to bad debts is kept to the minimal.

The Group's exposure to credit risk is influenced by the individual characteristics of each customer. However, management also considers the demographics of the Group's customer base, including the default risk associated with the industry and country in which customers operate, as these factors may have an influence on credit risk.

As at 31 December 2025, the Group held amounts due from its non-controlling interests of RMB263,816,000 (2024: RMB308,126,000), which represents 14% (2024: 33%) of trade and other receivables.

Except for these amounts, there were no other concentrations of credit risk at the Group level.

In addition, the Group is exposed to credit risk in connection with financial guarantees that it has issued. The credit risk represents the loss that would be recognised upon a default by the party for which the guarantee was issued on behalf of the subsidiaries. At the reporting date, the Group does not consider it is probable that a claim will be made against the Group entities.

A summary of the Group's exposure to credit risk for trade and other receivables (excluding prepayments) and contract assets is as follows:

	2025		2024	
	Non credit- impaired RMB'000	Credit- impaired RMB'000	Non credit- impaired RMB'000	Credit- impaired RMB'000
Trade receivables and contract assets within:				
two or more years trading history with the Group*	7,671	–	222,451	–
less than two years trading history with the Group*	295	–	2,810	–
Other receivables and deposits	2,107,084	–	894,857	–
Total gross carrying amount	2,115,050	–	1,120,118	–
Allowance for ECLs	(266,957)	–	(46,169)	–
	1,848,093	–	1,073,949	–

\* Excluding 'other receivables'

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 37. FINANCIAL RISK MANAGEMENT (continued)

### Credit risk (continued)

#### Expected credit loss assessment

Loss rates are calculated using a 'roll rate' method based on the probability of a receivable progressing through successive stages of delinquency to write-off. Roll rates are calculated separately for exposures in different geographic region.

The following table provides information about the exposure to credit risk and ECLs for trade receivables for customers as at 31 December 2025 and 2024:

	Group			
	Weighted average loss rate %	Gross carrying amount RMB'000	Impairment loss allowance RMB'000	Credit impaired
2025				
Property development segment				
Current (not past due)	0.00	-	-	N/A
1-30 days past due	0.00	-	-	N/A
31-60 days past due	0.00	-	-	N/A
61-90 days past due	0.00	-	-	N/A
More than 91 days past due	70.00	7,966	(5,576)	No
		<b>7,966</b>	<b>(5,576)</b>	
2024				
Property development segment				
Current (not past due)	0.00	-	-	N/A
1-30 days past due	0.00	-	-	N/A
31-60 days past due	0.00	-	-	N/A
61-90 days past due	0.00	-	-	N/A
More than 91 days past due	64.82	7,676	(4,976)	No
		<b>7,676</b>	<b>(4,976)</b>	

Loss rates are based on actual credit loss experience over the past two years. In calculating the ECL rates, the Group considers historical loss of their customers and adjusts to reflect current and forward-looking macroeconomic factors affecting the ability of the customers to settle the receivables over the expected life of the receivables.

Loss rates for contract assets and other receivables are calculated based on the probability of default and recovery rate of comparable PRC companies from Bloomberg.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 37. FINANCIAL RISK MANAGEMENT (continued)

### Credit risk (continued)

#### Trade receivables that are past due

As at 31 December 2025 and 2024, all of the Group's trade receivables was past due.

#### Movements in allowance for ECLs in respect of trade and other receivables (excluding prepayments) and contract assets

The movement in the allowance for ECLs in respect of trade and other receivables (excluding prepayments) and contract assets during the year were as follows:

	12-month ECL RMB'000	Lifetime ECL RMB'000	Total RMB'000
At 1 January 2024	25,097	3,968	29,065
Provision of ECLs	12,757	5,579	18,336
Less: Discontinued operation	–	(1,232)	(1,232)
At 31 December 2024 and 1 January 2025	<b>37,854</b>	<b>8,315</b>	<b>46,169</b>
Provision of ECLs	–	<b>220,788</b>	<b>220,788</b>
Transfer	<b>(37,152)</b>	<b>37,152</b>	–
At 31 December 2025	<b>702</b>	<b>266,255</b>	<b>266,957</b>

#### Non-trade amounts due from non-controlling interests

Amounts due from NCI are assumed to have low credit risk. The Group has considered qualitative and quantitative factors that are indicative of the risk of default. This includes factors such as the progress and expected performance of the development projects in the relevant subsidiaries and the financial ability of relevant subsidiaries.

### Cash and bank balances

The Group held cash and bank balances of RMB10,870,000 (2024: RMB31,220,000) as at 31 December 2025. The cash and bank balances are held with bank and financial institution counter parties with sound credit ratings.

Impairment on have been measured on the 12-month expected loss basis and reflects the short maturities of the exposures. The Group considers that its cash and bank balances have low credit risk based on the external credit ratings of the counterparties.

The Group uses a similar approach for assessment of ECLs for cash and bank balances to those used for debt investments. The amount of the allowance on cash and bank balances is negligible.

#### Guarantees

The Group's policy is to provide financial guarantees only to liabilities arising from wholly-owned subsidiaries.

The maximum exposure of the Group in respect of the intra-group financial guarantee at the reporting date is if the bank facility is drawn down by the subsidiaries in the total amounts of RMB251,231,000 (2024: RMB225,784,000). At the reporting date, the Group does not consider it probable that a claim will be made against the Group entity under the intra-group financial guarantee.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 37. FINANCIAL RISK MANAGEMENT (continued)

### Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset.

The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of bank loans. Approximately 78% (2024: 84%) of the Group's loans and borrowings will mature in less than one year based on agreed scheduled repayments set out in the loan or extension agreements.

The following are the contractual maturities of financial liabilities, including estimated interest payments based on agreed repayment schedules and excluding the impact of netting arrangements:

	Carrying amount RMB'000	Cash flows		
		Contractual cash flows RMB'000	Within 1 year RMB'000	Between 2 to 5 years RMB'000
<b>31 December 2025</b>				
<b>Non-derivative financial liabilities</b>				
Trade and other payables	(841,617)	(841,617)	(841,617)	-
Loans and borrowings	(992,981)	(969,968)	(781,040)	(188,928)
	<b>(1,834,598)</b>	<b>(1,811,585)</b>	<b>(1,622,657)</b>	<b>(188,928)</b>
<b>31 December 2024</b>				
<b>Non-derivative financial liabilities</b>				
Trade and other payables	(740,275)	(740,275)	(740,275)	-
Loans and borrowings	(988,594)	(1,049,856)	(881,278)	(168,578)
	<b>(1,728,869)</b>	<b>(1,790,131)</b>	<b>(1,621,553)</b>	<b>(168,578)</b>

### Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates, will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

### Foreign currency risk

RMB is not freely convertible into foreign currencies. All foreign exchange transactions involving RMB must take place through the People's Bank of China or other institutions authorised to buy and sell foreign exchange. The exchange rate adopted for the foreign exchange transactions are the rates of exchange quoted by the People's Bank of China that are determined largely by supply and demand. The Group is exposed to foreign currency risk primarily through purchases giving rise to cash balances that are denominated in USD, while all the other operations of the Group are mainly transacted in RMB. Changes in exchange rate affect the RMB value of purchase costs of commodities that are denominated in foreign currencies.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 37. FINANCIAL RISK MANAGEMENT (continued)

### Foreign currency risk (Continued)

#### Exposure to currency risk

The summary of quantitative data about the Group's exposure to foreign currency risk as provided to the management of the Group based on its risk management policy is as follows:

	2025 RMB'000	2024 RMB'000
<b>US Dollar</b>		
Cash and bank balances	29	–

No sensitivity analysis has been presented as, in the opinion of the Directors, the foreign exchange risk associated with the Group's financial assets and liabilities will not be significant.

### Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of the Group's financial instruments will fluctuate because of changes in market interest rates. The Group's exposure to interest rate risk arises primarily from its interest-bearing loans and receivables, and loans and borrowings. The Group's policy is to obtain the most favourable interest rates available.

#### Exposure to interest rate risk

At the reporting date, the interest rate profile of the Group's interest-bearing financial instruments, as reported to the management, was as follows:

	Carrying amount	
	2025 RMB'000	2024 RMB'000
<b>Fixed rate instruments</b>		
Amount due from a related party	11,574	12,542
Amount due from non-controlling interests	–	31,997
Other loans	(89,600)	(84,600)
	<b>(78,026)</b>	<b>(40,061)</b>
<b>Variable rate instruments</b>		
Secured loans	<b>(992,981)</b>	<b>(903,994)</b>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 37. FINANCIAL RISK MANAGEMENT (continued)

### Interest rate risk (continued)

#### *Fair value sensitivity analysis for fixed rate instruments*

The Group does not account for any fixed rate financial assets at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

#### *Cash flow sensitivity analysis for variable rate instruments*

A change of 100 basis points in interest rates at the reporting date would have (decreased)/increased profit or loss by the amounts shown below. This analysis assumes that all other variable, in particular foreign currency rates, remain constant. This analysis is performed on the same basis for 2024.

	Profit or loss	
	100 bp increase RMB'000	100 bp decrease RMB'000
<b>31 December 2025</b>		
Variable rate instruments	<b>(9,930)</b>	<b>9,930</b>
<b>31 December 2024</b>		
Variable rate instruments	(9,040)	9,040

### Capital management

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximise shareholder value.

The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes during the years ended 31 December 2025 and 2024.

The Company's PRC subsidiaries are required by the relevant laws and regulations of the PRC to contribute to and maintain a non-distributable statutory reserve fund for which the utilisation is subject to approval by the relevant PRC authorities. This externally imposed capital requirement has been complied with by the subsidiaries for the financial years ended 31 December 2025 and 2024.

The Group monitors capital using an adjusted net debt to equity ratio, which is adjusted net debt (loans and borrowings less cash and cash equivalents) divided by total equity.

	Notes	2025 RMB'000	2024 RMB'000
Loans and borrowings	23	<b>992,981</b>	988,594
Less: Cash and bank balances	19	<b>(10,870)</b>	(31,220)
Net debt		<b>982,111</b>	957,374
Total equity		<b>840,005</b>	1,320,018
Gearing ratio		<b>117%</b>	73%

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 37. FINANCIAL RISK MANAGEMENT (continued)

### Accounting classifications and fair values

The carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy are as follows. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of the fair value.

	Notes	2025 RMB'000	2024 RMB'000
<b>Financial assets at amortised cost</b>			
Trade and other receivables*	10	<b>1,848,093</b>	869,485
Cash and bank balances	19	<b>10,870</b>	31,220
		<b>1,858,963</b>	900,705
<b>Financial liabilities at amortised cost</b>			
Loans and borrowings	23	<b>(992,981)</b>	(988,594)
Trade and other payables^	24	<b>(831,617)</b>	(740,275)
		<b>(1,834,598)</b>	(1,728,869)

\* Excludes prepayment

^ Excludes other tax

### Measurement of fair values

#### (i) Valuation techniques and significant unobservable inputs

##### Financial instruments measured at fair value

See Note 7 for disclosures of the investment properties that are measured at fair value.

There were no transfers between Level 1 and 2 in 2025 and 2024.

##### Financial instruments not measured at fair value

Type	Valuation technique
Other financial liabilities*	Discounted cash flows: The valuation model considers the present value of expected payment, discounted using a risk-adjusted discount rate.

\* Other financial liabilities relate to loans and borrowings and certain other payables.

##### Other financial assets and liabilities

The carrying amounts of financial assets and liabilities with a maturity of less than one year (including trade and other receivables, cash and bank balances, and certain trade and other payables) approximate their fair values because of the short period to maturity. All other financial assets and liabilities are discounted to determine their fair values.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 38. ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Group believes the following critical accounting policies involve significant judgements and estimates used in the preparation of the consolidated financial statements.

### Key sources of estimation uncertainty

#### *Write-down of development properties*

The Group evaluates whether there is any objective evidence that the net realisable value of the development properties fall short of their carrying values. The Group estimates the net realisable value based on the Group's expectation of future selling prices, with reference to valuation reports obtained from reputable independent third party valuers or recent market transactions involving comparable properties and the estimated total project costs until the completion for each project.

The net realisable value could change significantly as a result of changes in market conditions or government property control measures. The carrying amount of these development properties are disclosed in Note 18.

#### *Valuation of investment properties*

The fair values of investment properties are estimated based on valuations carried out by an external and independent property valuer, having appropriate recognised professional qualifications and recent experience in the location and category of property being valued. In determining fair value, the valuer used the direct comparison income and capitalisation approaches, all of which involve the use of estimates. Management examined its judgement of the valuation methods adopted and the estimates used which included their assessment of the reasonableness of the estimation used taking into account the market conditions at the time. The key assumptions used to estimate the fair value of investment properties include market corroborated capitalisation rates, estimated unit selling price and expected rental rates. The carrying amount of investment properties are disclosed in Note 7.

#### *Income taxes*

Significant judgement is required in determining the tax allowances, taxability of certain income and deductibility of certain expenses during the estimate of the provision of taxes and deferred taxes.

The Group exercises significant judgement to determine the extent that it is probable that future taxable profits will be available against which temporary differences can be utilised. The Group also exercises significant judgement to determine the land appreciation tax rates to be applied to the different types of properties sold and the deductibility of expenditures due to differences in the implementation of the legislation across the respective provincial government. The carrying amount of income tax payable is disclosed in the statements of financial position.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 38. ACCOUNTING ESTIMATES AND JUDGEMENTS (continued)

### Key sources of estimation uncertainty (continued)

*Loss allowance for trade receivables and other receivables (including the amounts due from non-controlling interests and related party)*

The Group uses a provision matrix to calculate ECLs for trade receivables. The provision rate is based on days past due for groupings of various customer segments that have similar loss patterns.

The provision rate is initially based on the Group's historical observed default rates. The Group will calibrate the rates to adjust historical credit loss experience with forward-looking information. At every reporting date, historical default rates are updated and changes in the forward-looking estimates are analysed.

In determining the ECLs of other receivables (including the amounts due from non-controlling interests and related party), the management has taken into account the historical default experience and the financial positions of the debtors, adjusted for factors that are specific to the debtor and general economic conditions of the industry in which the related company and non-controlling interests operate, in estimating the probability of default of each of these financial assets occurring within their respective loss assessment time horizon, as well as the loss upon default in each case.

### *Going concern basis*

As stated in Note 2.3, the directors have prepared the consolidated financial statements for the year ended 31 December 2025 based on a going concern basis. The assessment of the going concern assumptions involves making judgement by the directors, about the future outcome of events or conditions which are uncertain. The Group's management formulated plans and measures to improve the financial position of the Group and concluded that, taking into account these plans and measures, there will be sufficient funds to finance its future operations to maintain the Group as a going concern. Accordingly, the directors consider that the Group has the capability to continue as a going concern.

### Critical judgments made in applying accounting policies

#### *Classification of investments in subsidiaries and joint venture*

The Group assessed the terms and conditions of relevant shareholder's agreement, collaboration agreement or other cooperative agreement entered into for its investment in subsidiaries and joint venture. The Group made critical judgements over its ability to exercise control or joint control over its investees. The Group's judgement included consideration of control or joint control exercised at the board of the respective investees, and their rights and obligations arising from board resolved matters as agreed with other shareholders.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 38. ACCOUNTING ESTIMATES AND JUDGEMENTS (continued)

### Critical judgments made in applying accounting policies (continued)

#### *Classification of investments in subsidiaries and joint venture (continued)*

In the Group's assessment of its ability of control over its investee companies, management considered the:

- (a) ability to exercise power over its investees;
- (b) exposure or rights to variable returns for its investments with those investees; and
- (c) ability to use its power to affect those returns.

The Group's judgement included considerations of their power exercised at the board of the respective investees and rights and obligations arising from board reserve matters as agreed with the other shareholders.

## 39. ADOPTION OF NEW/REVISED IFRS ACCOUNTING STANDARDS

The Group has adopted the following amended IFRS Accounting Standards which are effective for the Group's accounting periods beginning on or after 1 January 2025 and throughout the year ended 31 December 2025.

Amendments to IAS 21	Lack of Exchangeability
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### Amendments to IAS 21 – Lack of Exchangeability

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

## 40. STANDARDS ISSUED BUT NOT YET EFFECTIVE

The following new/revised IFRS Accounting Standards, potentially relevant to the Group's consolidated financial statements, have been issued, but are not yet effective and have not been early adopted by the Group. The Group's current intention is to apply these changes on the date they become effective:

IFRS 18	Presentation and Disclosure in Financial Statements <sup>2</sup>
IFRS 19 and its amendments	Subsidiaries without Public Accountability: Disclosures <sup>2</sup>
Amendments to IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments <sup>1</sup>
Amendments to IFRS 9 and IFRS 7	Contracts Referencing Nature-dependent Electricity <sup>1</sup>
Amendments to IFRS 10 and IAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture <sup>3</sup>
Amendments to IAS 21	Translation to a Hyperinflationary Presentation Currency <sup>2</sup>
Annual Improvements to IFRS Accounting Standards – Volume 11	Amendments to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7 <sup>1</sup>

<sup>1</sup> Effective for annual periods beginning on or after 1 January 2026

<sup>2</sup> Effective for annual periods beginning on or after 1 January 2027

<sup>3</sup> No mandatory effective date yet determined but available for adoption

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 40. STANDARDS ISSUED BUT NOT YET EFFECTIVE (continued)

Further information about those IFRS Accounting Standards that are expected to be applicable to the Group is described below.

IFRS 18 replaces IAS 1 Presentation of Financial Statements. While a number of sections have been brought forward from IAS 1 with limited changes, IFRS 18 introduces new requirements for presentation within the statement of profit or loss, including specified totals and subtotals. Entities are required to classify all income and expenses within the statement of profit or loss into one of the five categories: operating, investing, financing, income taxes and discontinued operations, and to present two new defined subtotals. It also requires disclosures about management-defined performance measures in a single note and introduces enhanced requirements on the grouping (aggregation and disaggregation) and the location of information in both the primary financial statements and the notes. Some requirements previously included in IAS 1 are moved to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors, which is renamed as IAS 8 Basis of Preparation of Financial Statements. As a consequence of the issuance of IFRS 18, limited, but widely applicable, amendments are made to IAS 7 Statement of Cash Flows, IAS 33 Earnings Per Share and IAS 34 Interim Financial Reporting. In addition, there are minor consequential amendments to other IFRS Accounting Standards. IFRS 18 and the consequential amendments to other IFRS Accounting Standards will be effective for annual periods beginning on or after 1 January 2027 with earlier application permitted. Retrospective application is required. The Group is currently analysing the new requirements and assessing the impact of IFRS 18 on the presentation and disclosure of the Group's consolidated financial statements.

IFRS 19 allows eligible entities to elect to apply reduced disclosure requirements while still applying the recognition, measurement and presentation requirements in other IFRS Accounting Standards. To be eligible, at the end of the reporting period, an entity must be a subsidiary as defined in IFRS 10 Consolidated Financial Statements, cannot have public accountability and must have a parent (ultimate or intermediate) that prepares consolidated financial statements available for public use which comply with IFRS Accounting Standards. IFRS 19 was amended in April 2025 to include IFRS Accounting Standards in the eligibility criteria for applying the standard. The standard was further amended in October 2025 to (i) remove disclosure objectives from IFRS 19; (ii) reduce the disclosure requirements relating to supplier finance arrangements and a specific class of financial liabilities; and (iii) replace disclosure requirements relating to management-defined performance measures with a cross-reference to IFRS 18 for entities that use these measures. Earlier application is permitted. As the Company is a listed company, it is not eligible to elect to apply IFRS 19 and its amendments. Some of the Company's subsidiaries are considering the application of IFRS 19 and its amendments in their specified financial statements.

Amendments to IFRS 9 and IFRS 7 clarify the date on which a financial asset or financial liability is derecognised and introduce an accounting policy option to derecognise a financial liability that is settled through an electronic payment system before the settlement date if specified criteria are met. The amendments clarify how to assess the contractual cash flow characteristics of financial assets with environmental, social and governance and other similar contingent features. Moreover, the amendments clarify the requirements for classifying financial assets with non-recourse features and contractually linked instruments. The amendments also include additional disclosure requirements for investments in equity instruments designated at FVOCI and financial instruments with contingent features. The amendments shall be applied retrospectively with an adjustment to opening retained profits (or other component of equity) at the initial application date. Prior periods are not required to be restated and can only be restated without the use of hindsight. Earlier application of either all the amendments at the same time or only the amendments related to the classification of financial assets is permitted. The amendments are not expected to have any significant impact on the Group's consolidated financial statements.

Amendments to IFRS 9 and IFRS 7 Contracts Referencing Nature-dependent Electricity clarify the application of the "own-use" requirements for in-scope contracts and amend the designation requirements for a hedged item in a cash flow hedging relationship for in-scope contracts. The amendments also include additional disclosures that enable users of financial statements to understand the effects these contracts have on an entity's financial performance and future cash flows. The amendments relating to the own-use exception shall be applied retrospectively. Prior periods are not required to be restated and can only be restated without the use of hindsight. The amendments relating to the hedge accounting shall be applied prospectively to new hedging relationships designated on or after the date of the initial application. Earlier application is permitted. The amendments to IFRS 9 and IFRS 7 shall be applied at the same time. The amendments are not expected to have any significant impact on the Group's consolidated financial statements.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 40. STANDARDS ISSUED BUT NOT YET EFFECTIVE (continued)

Amendments to IFRS 10 and IAS 28 address an inconsistency between the requirements in IFRS 10 and in IAS 28 in dealing with the sale or contribution of assets between an investor and its associate or joint venture. The amendments require a full recognition of a gain or loss resulting from a downstream transaction when the sale or contribution of assets constitutes a business. For a transaction involving assets that do not constitute a business, a gain or loss resulting from the transaction is recognised in the investor's profit or loss only to the extent of the unrelated investor's interest in that associate or joint venture. The amendments are to be applied prospectively. The previous mandatory effective date of amendments to IFRS 10 and IAS 28 was removed by the IASB. However, the amendments are available for adoption now. The amendments are not expected to have any significant impact on the Group's consolidated financial statements.

Amendments to IAS 21 Translation to a Hyperinflationary Presentation Currency require the translation from a non-hyperinflationary functional currency into a hyperinflationary presentation currency at the closing rate. The amendments also require an entity whose functional currency and presentation currency are the currency of a hyperinflationary economy to restate the comparative amounts of a foreign operation whose functional currency is that of a non-hyperinflationary economy, by applying the general price index, in accordance with paragraph 34 of IAS 29 Financial Reporting in Hyperinflationary Economies, to the foreign operation's comparative figures. The amendments introduce certain additional disclosures. Earlier application is permitted. The amendments are not expected to have any significant impact on the Group's consolidated financial statements.

Annual Improvements to IFRS Accounting Standards – Volume 11 set out amendments to IFRS 1, IFRS 7 (and the accompanying Guidance on implementing IFRS 7), IFRS 9, IFRS 10 and IAS 7.

Details of the amendments that are expected to be applicable to the Group are as follows:

- **IFRS 7 Financial Instruments: Disclosures:** The amendments have updated certain wordings in paragraph B38 of IFRS 7 and paragraphs IG1, IG14 and IG20B of the Guidance on implementing IFRS 7 for the purpose of simplification or achieving consistency with other paragraphs in the standard and/or with the concepts and terminology used in other standards. In addition, the amendments clarify that the Guidance on implementing IFRS 7 does not necessarily illustrate all the requirements in the referenced paragraphs of IFRS 7 nor does it create additional requirements. Earlier application is permitted. The amendments are not expected to have any significant impact on the Group's consolidated financial statements.
- **IFRS 9 Financial Instruments:** The amendments clarify that when a lessee has determined that a lease liability has been extinguished in accordance with IFRS 9, the lessee is required to apply paragraph 3.3.3 of IFRS 9 and recognise any resulting gain or loss in profit or loss. However, the amendments do not address how a lessee distinguishes between a lease modification as defined in IFRS 16 and an extinguishment of a lease liability in accordance with IFRS 9. In addition, the amendments have updated certain wordings in paragraph 5.1.3 of IFRS 9 and Appendix A of IFRS 9 to remove potential confusion. Earlier application is permitted. The amendments are not expected to have any significant impact on the Group's consolidated financial statements.
- **IFRS 10 Consolidated Financial Statements:** The amendments clarify that the relationship described in paragraph B74 of IFRS 10 is just one example of various relationships that might exist between the investor and other parties acting as de facto agents of the investor, which removes the inconsistency with the requirement in paragraph B73 of IFRS 10. Earlier application is permitted. The amendments are not expected to have any significant impact on the Group's consolidated financial statements.
- **IAS 7 Statement of Cash Flows:** The amendments replace the term "cost method" with "at cost" in paragraph 37 of IAS 7 following the prior deletion of the definition of "cost method". Earlier application is permitted. The amendments are not expected to have any impact on the Group's consolidated financial statements.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2025

## 41. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current year's presentation of the consolidated financial statements. Please refer to Note 10, which has restated the disclosure of gross and net amounts due from non-controlling interests (non trade) under current assets and their respective allowance for ECLs.

## 42. EVENT AFTER THE REPORTING PERIOD

Following the announcement dated 13 March 2026, the Directors proposed to change the English name of the Company from "WEIYE HOLDINGS LIMITED" to "DJSH International Holdings Limited" and the Chinese name of the Company, which is used for identification purposes only, from "偉業控股有限公司" to "鼎吉盛國際控股有限公司" (collectively, the "Proposed Change of Company Name"). The Proposed Change of Company Name is subject to the passing of a special resolution by the shareholders of the Company at general meeting of the Company approving the Proposed Change of Name; and the Accounting and Corporate Regulatory Authority of the Republic of Singapore approving the Proposed Change of Company Name by issuing a certificate of incorporation on change of name. For further information, please refer to the Company's announcement dated 13 March 2026. Except as disclosed above, there were no other significant subsequent events have been identified after the reporting period.

# ADDITIONAL INFORMATION

Year ended 31 December 2025

## LIST OF PROPERTY DEVELOPMENT PROJECTS

### Completed Projects

Location (City)	Projects Name	Location (Address)	Name of ownership	% owned	Proposed development	Completed Gross Floor Area (sq.m.)	Site area (sq.m.)	Percentage of completion	Completion Date
Zhengzhou	Weiye Ru Guo Ai	Shang Cheng East Road, North, Shang Mao Road West, Zhengzhou City, Henan Province, the PRC	Henan Weiye Construction Development Group Co., Ltd	100	High-rise apartments and commercial centre	57,908	17,922	100%	December 2008
Zhengzhou	Weiye Tiandao Tianheshuian	West of Yangqiao Road, north of Ruifeng Road, Zhongmu County, Zhengzhou, Henan Province, the PRC	Henan Tiandao Assets Management Co., Ltd.	51	High-rise apartments and small commercial centre	69,248	21,671	100%	December 2014
Zhengzhou	Weiye Tiandao International	West of Yangqiao Road, north of Ruifeng Road, Zhongmu County, Zhengzhou, Henan Province, the PRC	Henan Tiandao Assets Management Co., Ltd.	51	Offices and retail shops	110,353	20,996	100%	December 2015
Wanning	Weiye Costa Rhine	Taiyanghe Hotspring Resorts, Xinglong District, Wanning, Hainan Province, the PRC	Wanning Yingde Property Co., Ltd.	100	Apartment hotel and retail shops	32,054	49,454	100%	December 2011
Danzhou	Weiye West International Plaza	East of Lanyangbei Road, Northern District, Nada District, Danzhou, Hainan Province, the PRC	Hainan Zhongfang Investment Holdings Company Limited	100	High-rise apartments and small commercial centre	58,586	20,003	100%	December 2011
Haikou	Weiye Yehai Shangcheng	West area of Haikou City, Hainan Province, the PRC	Weiye Holdings Group (Hainan) Co., Ltd.	100	High-rise apartments and commercial centre	73,531	23,711	100%	December 2018
Zhengzhou	Weiye Shangcheng Yihaoyuan	Intersection between Xin Zhuang Road East and Jing Yi Road South, Zhengzhou City, Henan Province, the PRC	Henan Xingwei Property Co., Ltd	100	High-rise apartments	195,119	55,353	100%	June 2017

## ADDITIONAL INFORMATION

Year ended 31 December 2025

Location (City)	Projects Name	Location (Address)	Name of ownership	% owned	Proposed development	Completed Gross Floor Area (sq.m.)	Site area (sq.m.)	Percentage of completion	Completion Date
Zhengzhou	Weiyee Shangcheng Erhaoyuan	Intersection between Xin Zhuang Road East and Jing Yi Road South, Zhengzhou City, Henan Province, the PRC	Henan Xingwei Property Co., Ltd	100	High-rise apartments	80,363	23,060	100%	November 2018
Huzhou	Taihu Tiancui	Binhuman unit, Taihu Resort, Huzhou City, Zhejiang province, the PRC	Huzhou Ganghong Zhiye Co., Ltd	40	High-rise apartments and villa	137,995	57,734	100%	November 2020
Yangzhou	Yuediwan 1-18 haolou	Binjiang Xincheng, Yizheng City, Yangzhou, Jiangsu Province, the PRC	Yizheng Hongrui Property Development Co., Ltd.	30	High-rise residential buildings and bungalow	183,328	69,788	100%	December 2021
Yangzhou	Yuejiangwan 1-13 haolou	Binjiang Xincheng, Yizheng City, Yangzhou, Jiangsu Province, the PRC	Yizheng Honglin Property Co., Ltd.	30	High-rise residential buildings and bungalow	170,562	66,358	100%	December 2021
Zhengzhou	Weiyee Shangcheng Sanhaoyuan	Intersection between Xin Zhuang Road East and Jing Yi Road North, Zhengzhou City, Henan Province, the PRC	Henan Xingwei Zhuolian Property Co., Ltd	100	High-rise apartments	67,887	20,107	100%	April 2022
Huizhou	Weiyee Lanting Bay	Autou Yaqian, Huizhou City, Guangdong province, the PRC	Huizhou Dayawan Pengrun Industrial Development Co., Ltd	100	High-rise apartments and commercial centre	56,644	11,000	100%	January 2023
Hangzhou	Sunlight Mansion	Yuhang Tangqi intelligent manufacturing center, the cultural belt of the Grand Canal, Linping City, Zhejiang Province, the PRC	Hangzhou Junwei Real Estate Co., Ltd	100	High-rise residential buildings	108,128	34,868	100%	June 2023

# ADDITIONAL INFORMATION

Year ended 31 December 2025

## Properties Under Development

Location (City)	Projects Name	Location (Address)	Name of ownership	% owned	Proposed development	Completed Gross Floor Area (sq.m.)	Site area (sq.m.)	Percentage of completion	Completion Date
Wanning	Yuequan Wan Phase I	Puzhai Pou West Road, Du Guan District, Chang Feng Zhen, Haiyu East Road, Wanning City, Hainan Province, the PRC	Wanning Yingde Property Co., Ltd.	100	High-rise residential	30,130	21,588	87%	June 2027

## Properties Held for Future Development

Location (City)	Projects Name	Location (Address)	Name of ownership	% owned	Proposed development	Planned Gross Floor Area (sq.m.)	Site area (sq.m.)	Percentage of completion	Completion Date
Wanning	Yuequan Wan Phase II	Puzhai Po West Road, Du Guan District, Chang Feng Zhen, Haiyu East Road, Wanning City, Hainan Province, the PRC	Wanning Yingde Property Co., Ltd.	100	High-end residential	62,916	45,079	N/A	June 2030

# ADDITIONAL INFORMATION

Year ended 31 December 2025

## LIST OF INVESTMENT PROPERTIES

Projects Name	Location (Address)	Property Type	Gross Floor Area held for investment (sq.m.)	% owned	Expiry date of land used rights
Weiye International Square	North of Shangdu Road, east of Xinyi Road, Zhengdong New District, Zhengzhou, Henan Province, the PRC	Retail units and office units	12,591	100	9 October 2050
Weiye Ruguo Ai	No. 50 Yingxie Road, Jinshui District, Zhengzhou, Henan Province, the PRC	Retail units	2,384	100	27 August 2074
Weiye Costa Rhine	Taiyanghe Hotspring Resorts, Xinglong District, Wanning, Hainan Province, the PRC	Apartment units and retail units	8,345	100	31 December 2063
Weiye Rhine Coast	Fengjia Bay, Huiwen Town, Wenchang, Hainan Province, the PRC	Apartment hotel	15,824	100	8 September 2064



**WEIYE HOLDINGS LIMITED**  
**偉業控股有限公司\***