光大證券股份有限公司
Everbright Securities Company Limited

(A joint stock company incorporated in the People's Republic of China with limited liability)

(Stock Code: 6178)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED JUNE 30, 2026

The board of directors (the "**Board**") of Everbright Securities Company Limited (the "**Company**") hereby announces the unaudited interim results of the Company and its subsidiaries for the six months ended June 30, 2026. This announcement, containing the full text of the 2026 interim report of the Company, complies with the relevant requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited in relation to information to accompany preliminary announcements of interim results. The Company's 2026 interim report will be published on the website of Hong Kong Exchanges and Clearing Limited at www.hkexnews.hk and the website of the Company at www.ebscn.com by the end of September 2026.

By order of the Board
Everbright Securities Company Limited
Zhao Ling
Chairman

Shanghai, the PRC
August 19, 2026

As at the date of this announcement, the Board of the Company comprises Mr. Zhao Ling (Chairman, Executive Director), Mr. Liang Yi (Non-executive Director, Employee Director), Mr. Liu Qiuming (Executive Director, President), Ms. Ma Rentao (Non-executive Director), Mr. Lian Yalin (Non-executive Director), Mr. Pan Jianyun (Non-executive Director), Mr. An Xuesong (Non-executive Director), Mr. Ren Yongping (Independent Non-executive Director), Mr. Yin Junming (Independent Non-executive Director), Mr. Lau Ying Pan (Independent Non-executive Director), Ms. Chen Xuanjuan (Independent Non-executive Director) and Mr. Lv Suiqi (Independent Non-executive Director).

Contents

IMPORTANT NOTICE

I. The Board, Directors and senior management of the Company warrant that this interim report ("the Report") is true, accurate and complete and does not contain any false records, misleading statements or material omission and jointly and severally assume legal responsibility as to the contents herein.

II. The Report was reviewed and passed at the 18th meeting of the seventh session of the Board of the Company. The number of Directors that should attend the Board meeting was 12 and the number of Directors having voted at the Board meeting was 12. None of the Directors has made any objection to the Report.

III. Unless otherwise specified, the financial data disclosed in the Report are prepared in accordance with the International Financial Reporting Standards and have not been audited, but have been reviewed by KPMG. The financial data set out in the Report are denominated in RMB.

IV. Zhao Ling, the person-in-charge of the Company, Liu Qiuming, the person-in-charge of accounting affairs, and Du Jia, the head of accounting department (accounting executive), have declared that they warrant the truthfulness, accuracy and completeness of the financial statements contained in this interim report.

V. The profit distribution proposal or proposal on transfer of capital reserve into share capital approved by the Board through resolution for the Reporting Period

The Company's interim profit distribution proposal for 2026 that was considered and approved at the 18th meeting of the seventh session of the Board of the Company is: on the basis of a total share capital of 4,610,787,639 shares (comprising A Shares and H Shares) in issue as at June 30, 2026, a cash dividend of RMB0.17 (tax inclusive) per share is proposed to be distributed to all holders of A Shares and H Shares, with total cash dividend amounting to RMB783,833,898.63. The above distribution proposal will be submitted for consideration at the general meeting of the Company and will be implemented after the proposal is approved by the general meeting.

VI. Forward-looking statements included in the Report, including future plans and development strategies, do not constitute actual commitment of the Company to the investors. The investors should be reminded of the investment risk.

VII. There was no appropriation of non-operating funds of the Company by its controlling shareholders or other related parties during the Reporting Period.

VIII. The Company has not provided any external guarantees in violation of the prescribed decision-making procedures during the Reporting Period.

IX. There has been no such circumstance under which the majority of the Directors cannot warrant the authenticity, accuracy and completeness of the information contained in the interim report.

X. The Company has described in detail the risks that it may be exposed to in the Report. Please refer to the relevant statements in "V. Other Disclosures (I) Potential Risk Exposure" in "Section III Management Discussion and Analysis" in the Report for details.

XI. The Company prepared this interim report in both English and Chinese versions. In the event of any discrepancies in interpretation between the English version and Chinese version, the Chinese version shall prevail.

SECTION I DEFINITIONS

In the Report, unless the context otherwise requires, the following terms and expressions shall have the meanings set forth below:

A Shares	domestic shares of the Company, with a nominal value of RMB1.00 each, which are listed on the SSE and traded in RMB
Articles of Association	articles of association of the Company
Asset securitization, ABS	financing through issuance of tradable securities backed by specific asset portfolios or specific cash flows
AUM	assets under management
Board, Board of Directors	the board of Directors of the Company
China or PRC	the People's Republic of China excluding, for the purpose of this interim report, Hong Kong, Macau and Taiwan
collateralized stock repurchase	a transaction in which a qualified borrower pledges his shares or other securities held as collaterals to obtain financing funds from a qualified lender, and agrees to repay the funds on a future date to release the pledge
Company, our Company, the parent company or Everbright Securities	Everbright Securities Company Limited (光大證券股份有限公司)
connected transaction(s)	has the meaning ascribed to it under the Hong Kong Listing Rules currently in effect and as amended from time to time
CSRC	China Securities Regulatory Commission (中國證券監督管理委員會)
Directors	the directors of the Company
EBSI	Everbright Securities International Holdings Limited (光大證券國際控股有限公司), a wholly-owned subsidiary of the Company
ETF	exchange-traded fund
Everbright Asset Management	Shanghai Everbright Securities Asset Management Co., Ltd. (上海光大證券資產管理有限公司), a wholly-owned subsidiary of the Company
Everbright Bank	China Everbright Bank Company Limited (中國光大銀行股份有限公司)
Everbright Capital	Everbright Capital Investment Co., Ltd. (光大資本投資有限公司), a wholly-owned subsidiary of the Company
Everbright Development	Everbright Development Investment Co., Ltd. (光大發展投資有限公司), a wholly-owned subsidiary of the Company
Everbright Fortune	Everbright Fortune Investment Co., Ltd. (光大富尊投資有限公司), a wholly-owned subsidiary of the Company
Everbright Futures	Everbright Futures Co., Ltd. (光大期貨有限公司), a wholly-owned subsidiary of the Company

SECTION I DEFINITIONS

Everbright Group	China Everbright Group Ltd. (中國光大集團股份公司), the largest shareholder of the Company
Everbright Leasing	Everbright Fortune Financial Leasing Co., Ltd. (光大幸福融資租賃有限公司), a controlling subsidiary of the Company
Everbright Limited	China Everbright Limited (中國光大控股有限公司), the second largest shareholder of the Company
Everbright Pramerica	Everbright Pramerica Fund Management Co., Ltd. (光大保德信基金管理有限公司), a controlling subsidiary of the Company
Group, our Group	the Company and its subsidiaries
H Shares	foreign shares of the Company, with a nominal value of RMB1.00 each, which are listed on the Hong Kong Stock Exchange and traded in Hong Kong dollars
HK$ or Hong Kong dollars or HK dollars	Hong Kong dollars, the lawful currency of Hong Kong
Hong Kong	the Hong Kong Special Administrative Region of the People's Republic of China
Hong Kong Listing Rules	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
Hong Kong Stock Exchange	The Stock Exchange of Hong Kong Limited
Huijin Company	Central Huijin Investment Ltd.
IFRS	the International Financial Reporting Standards, which include standards, amendments and interpretations promulgated by the International Accounting Standards Board, and interpretation issued by the International Accounting Standards Committee
IPO	initial public offering
maintenance margin ratio	the ratio of the total value of all the collateral from the clients of margin financing and securities lending business (including the amount of cash and the market value of securities held in margin securities account) to the margin balance of clients (including the sum of the amount of margin loans purchased, the latest market value of securities lent and any accrued interest and fees)
margin financing and securities lending	provision of collateral by investors to securities firms to borrow funds for securities purchases (margin financing) or to borrow and sell securities (securities lending)
MOF	the Ministry of Finance of the PRC (中華人民共和國財政部)
MOM	manager of managers, an asset management investment tool
NEEQ	National Equities Exchange and Quotations (全國中小企業股份轉讓系統)
PB	prime brokerage
PBOC	People's Bank of China, the central bank of the PRC

SECTION I DEFINITIONS

PRC GAAP	the PRC Accounting Standards for Business Enterprises
related party transaction(s)	has the meaning ascribed to it under the SSE Listing Rules currently in effect and as amended from time to time, unless otherwise stated
Renminbi or RMB	RMB, the lawful currency of the PRC. Amounts are in RMB unless otherwise indicated in the Report
Reporting Period	the first half of 2026 (January 1, 2026 to June 30, 2026)
Sci-tech Innovation Board	the science and technology innovation board launched by the Shanghai Stock Exchange
SFC	the Securities and Futures Commission of Hong Kong
SFO	the Securities and Futures Ordinance of Hong Kong (Chapter 571 of the Laws of Hong Kong)
SSE	Shanghai Stock Exchange
SSE Listing Rules	Shanghai Stock Exchange Listing Rules
SZSE	Shenzhen Stock Exchange
treasury share	has the meaning ascribed to it under the Hong Kong Listing Rules

In this interim report, some total figures may be slightly deviated in the last digit from the sum of direct aggregation of all amounts. Such discrepancy is due to the rounding up calculation of decimal places; the last digits of the percentages of change of the amounts under the same item may vary slightly, which is due to the difference of units.

SECTION II COMPANY PROFILE AND KEY FINANCIAL INDICATORS

I. Company Information

Chinese name of the Company	光大證券股份有限公司
Short name of the Company in Chinese	光大證券
English name of the Company	Everbright Securities Company Limited
Abbreviated name of A Shares of the Company in English	EBSCN
Abbreviated name of H Shares of the Company in English	EB SECURITIES
Legal representative of the Company	Mr. Liu Qiuming
General manager of the Company	Mr. Liu Qiuming
Secretary to the Board	Ms. Zhu Qin
Company Secretary	Dr. Ngai Wai Fung
Authorized representatives	Mr. Zhao Ling and Dr. Ngai Wai Fung

Registered capital and net capital of the Company

Unit: RMB

	As at June 30, 2026	As at December 31, 2025
Registered capital	**4,610,787,639.00**	4,610,787,639.00
Net capital	**49,210,627,499.26**	46,035,649,773.62

Qualification of each of the businesses of the Company

Business scope of the Company includes securities brokerage, securities investment consulting, financial advisory relating to securities trading and securities investment, securities underwriting and sponsorship, proprietary trading of securities, intermediary introduction business for futures companies, proxy sale of securities investment funds, margin financing and securities lending business, proxy sale of financial products, market making of stocks and options, securities investment fund custody business and other businesses approved by the CSRC. (For projects subject to approval in accordance with the law, the operating activities may only be carried out after obtaining approval from relevant authority(ies), and specific projects for operation shall be based on approval documentations or licenses issued by relevant authorities)

The Company is also a member of the Securities Association of China, SSE, SZSE, Beijing Stock Exchange, China Association of Public Companies, Listed Companies Association of Shanghai and Shanghai Gold Exchange, clearing participant of China Securities Registration and Settlement Co., Ltd. and member of Asset Management Association of China, etc. For details about other qualifications of each of the businesses of the Company and its controlling subsidiaries, please refer to "II. Qualifications of Each of the Businesses of the Company and Its Controlling Subsidiaries" under "Section VIII Information Disclosure of Securities Companies" of the Report.

II. Contact Person and Information

	Secretary to the Board, Representative of Securities Affairs
Name	Ms. Zhu Qin
Contact address	No. 1508 Xinzha Road, Jing'an District, Shanghai, the PRC
Telephone	021-22169914
Facsimile	021-22169964
Email address	ebs@ebscn.com

SECTION II COMPANY PROFILE AND KEY FINANCIAL INDICATORS

III. Changes in Basic Information

Registered address of the Company	No. 1508, Xinzha Road, Jing'an District, Shanghai, the PRC
Historical changes of registered address of the Company	In 1996, the Company was established, and its registered address was Everbright Building, No. 6 Fuxingmenwai Avenue, Xicheng District, Beijing, the PRC; In 1997, the registered address of the Company was changed to Shanghai Stock Exchange Building, No. 528 South Pudong Road, Pudong New Area, Shanghai, the PRC; In 2007, the registered address of the Company was changed to No. 1508 Xinzha Road, Jing'an District, Shanghai, the PRC
Office address of the Company	No. 1508, Xinzha Road, Jing'an District, Shanghai, the PRC
Postal code of the office address of the Company	200040
Company website	http://www.ebscn.com
E-mail address	ebs@ebscn.com
E-mail address of independent Directors	independentdirector@ebscn.com
Principal place of business of the Company in Hong Kong	12/F, Everbright Centre, 108 Gloucester Road, Wan Chai, Hong Kong
Enquiry index of changes during the Reporting Period	No change during the Reporting Period

IV. Brief Introduction to Information Disclosure and Change of Place of Inspection

Media designated by the Company for information disclosure	China Securities Journal: https://www.cs.com.cn Shanghai Securities News: https://www.cnstock.com Securities Times: http://www.stcn.com Securities Daily: http://www.zqrb.cn
Website for publication of the interim report	Shanghai Stock Exchange: http://www.sse.com.cn Hong Kong Stock Exchange: http://www.hkexnews.hk
Place where the interim report of the Company is available for inspection	No. 1508, Xinzha Road, Jing'an District, Shanghai, the PRC
Enquiry index of changes during the Reporting Period	No change during the Reporting Period

V. Information on the Company's Shares

Type of shares	Places of listing	Stock name	Stock code
A Share	Shanghai Stock Exchange	Everbright Securities	601788
H Share	The Stock Exchange of Hong Kong Limited	EB SECURITIES	6178

SECTION II COMPANY PROFILE AND KEY FINANCIAL INDICATORS

VI. Key Accounting Information and Financial Indicators of the Company

(I) Key accounting information and financial indicators

(Unless otherwise stated, the accounting information and financial indicators contained in the Report are prepared in accordance with the International Accounting Standards)

Item	January to June 2026 (RMB'000)	January to June 2025 (RMB'000)	Variance as compared to the last corresponding period
Operating results			
Revenue and other income	8,725,398	7,480,828	16.64%
Profit before income tax	2,796,692	2,039,905	37.10%
Net profit attributable to shareholders of the Company	2,229,090	1,682,932	32.45%
Net cash generated from/(used in) operating activities	(10,771,369)	(2,659,423)	(305.03)%
	(RMB/share)	(RMB/share)	
Earnings per share			
Basic earnings per share	0.44	0.32	37.50%
Diluted earnings per share	0.44	0.32	37.50%
Index of profitability			
Weighted average returns on net assets (%)	3.28%	2.50%	Increased by 0.78 percentage points

Item	June 30, 2026 (RMB'000)	December 31, 2025 (RMB'000)	Variance as compared to the end of the last corresponding period
Scale indices			
Total assets	350,482,031	318,113,926	10.18%
Total liabilities	275,111,522	245,311,388	12.15%
Accounts payable to brokerage clients	126,045,831	104,674,532	20.42%
Equity attributable to shareholders of the Company	74,470,707	71,923,516	3.54%
Total equity of owners	75,370,509	72,802,538	3.53%
Total share capital ('000 shares)	4,610,788	4,610,788	–
Net assets per share attributable to shareholders of the Company (RMB/share)[Note 1]	13.33	13.21	0.91%
Gearing ratio (%)[Note 2]	66.42%	65.89%	Increased by 0.53 percentage points

SECTION II COMPANY PROFILE AND KEY FINANCIAL INDICATORS

Note 1: Net assets per share is calculated based on owners' equity attributable to shareholders of the listed company less other equity instruments.

Note 2: Gearing ratio = (Total liabilities – Accounts payable to brokerage clients)/(Total assets – Accounts payable to brokerage clients)

Note 3: The net profit and the net assets attributable to shareholders of the listed company for the comparable periods as disclosed in the financial reports prepared in accordance with the International Accounting Standards are consistent with those prepared in accordance with the PRC GAAP.

(II) Net capital and risk control indicators of the parent company

Item	**As at June 30, 2026 RMB**	As at December 31, 2025 RMB
Core net capital	**40,560,627,499.26**	38,835,649,773.62
Subordinate net capital	**8,650,000,000.00**	7,200,000,000.00
Net capital	**49,210,627,499.26**	46,035,649,773.62
Net assets	**72,024,246,588.91**	69,658,625,372.38
Provisions for risk capital	**15,218,291,797.21**	14,282,893,763.26
On-balance sheet and off-balance sheet assets	**205,728,489,835.20**	191,278,749,175.49
Risk coverage ratio (%)	**323.36**	322.31
Capital leverage ratio (%)	**20.90**	21.57
Liquidity coverage ratio (%)	**146.03**	210.39
Net stable funding ratio (%)	**149.42**	167.43
Net capital/Net assets (%)	**68.33**	66.09
Net capital/Liabilities (%)	**34.34**	34.05
Net assets/Liabilities (%)	**50.26**	51.53
Value of proprietary trading of equity securities and equity derivatives/Net capital (%)	**9.44**	6.67
Value of proprietary trading of non-equity securities and non-equity derivatives/Net capital (%)	**212.63**	211.83

Note: The core risk control indicators of the parent company were in compliance with the relevant provisions of the Administrative Measures on the Risk Control Indicators of Securities Companies《證券公司風險控制指標管理辦法》issued by the CSRC.

The above data were prepared on the parent company basis in accordance with the Administrative Measures on the Risk Control Indicators of Securities Companies《證券公司風險控制指標管理辦法》issued by the CSRC and the PRC GAAP.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

I. Description of the Industry in which the Company Operated and its Principal Businesses during the Reporting Period

(I) Market and Industry Description for the Reporting Period

In the first half of 2026, under the strong leadership of the Party Central Committee, China's economy effectively responded to external risks and challenges, withstood pressures and operated within a reasonable range, recording an economic growth of 4.7% for the first half of the year and achieving new results in high-quality development. Emerging industries such as integrated circuits, intelligent robots, and innovative drugs recorded accelerated growth, steering the economic structure toward innovation and optimization. New growth drivers, represented by high-end manufacturing, the digital economy, and modern services, contributed to over 40% of the economic growth in the first half of the year. The transition from old to new growth drivers accelerated, further demonstrating economic resilience and development vitality.

The Central Financial Work Conference pioneered the proposal to strive to forge a path of financial development with Chinese characteristics, and the Fourth Plenary Session of the 20th CPC Central Committee explicitly proposed that financial institutions should "focus on their main businesses, improve corporate governance, and pursue differentiated development", providing clear guidance and direction for financial work. Focusing on functionality, the securities industry has continuously enhanced its capability to serve scientific and technological innovation and precisely empowered sci-tech innovation enterprises, injecting strong momentum into cultivating new quality productive forces and consolidating and strengthening the foundation of the real economy. A virtuous cycle of "technology-industry-finance" is gradually taking shape. The building of first-class investment banks is accelerating, and mergers, acquisitions and restructurings have become a key path for the transformation and upgrading of the securities industry.

(II) The Company's principal business and business model

Wealth management business segment: The Company provides brokerage and investment consulting services for retail clients to earn fee and commission, holds cash on behalf of clients to earn interest income, and sells financial products developed by the Company and other financial institutions to earn commission fee; and earns interest income from margin financing and securities lending, collateralized stock repurchase transactions, securities transactions under repurchase agreement and financing for stock option exercise with respect to share incentive schemes of listed companies.

Corporate financing business segment: The Company provides one-stop direct financing services for corporate customers and government customers, such as equity financing, debt financing, merger and acquisition financing, the NEEQ and structured financing, Asset securitization and financial advisory services, to earn fee and commission.

Institutional customer business segment: The Company earns fees and commissions by providing integrated services such as investment research, custody, customized financial products and package solutions and bond distribution to institutional clients.

Investment trading business segment: On the premise of value investing and steady operation, the Company engages in investment in and trading of a wide variety of portfolio of instruments including stocks, bonds and derivatives to earn investment income.

Asset management business segment: The Company provides institutional and individual clients with various securities asset management services and fund asset management services to earn management and advisory fees.

Equity investment business segment: The Company generates income from private equity investment financing and alternative investment.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

II. Discussion and Analysis on Business Operation

In the first half of 2026, under the strong leadership of the Party Committee and the Board, the Company fully followed the guiding principles of the Central Financial Work Conference and the Central Economic Work Conference, maintained the strategic positioning and highlighted the functional positioning, to deepen business transformation and consolidate the foundation of development. As of the end of June 2026, the Company recorded accumulated revenue and other income of RMB8.73 billion, representing a year-on-year increase of 17%, and net profit attributable to shareholders of the listed company of RMB2.23 billion, representing a year-on-year increase of 32%.

The Company's main business includes wealth management business segment, corporate financing business segment, institutional customer business segment, investment trading business segment, asset management business segment and equity investment business segment.

Unit: RMB'000

Item	January to June 2026				January to June 2025			
	Segment revenue		Segment expenses		Segment revenue		Segment expenses	
	Amount	Percentage	Amount	Percentage	Amount	Percentage	Amount	Percentage
Wealth management business	**5,809,397**	**67%**	**3,421,632**	**57%**	4,377,534	59%	2,681,961	49%
Corporate financing business	**298,555**	**3%**	**237,216**	**4%**	395,429	5%	249,599	5%
Institutional customer business	**887,764**	**10%**	**209,577**	**3%**	621,952	8%	219,712	4%
Investment trading business	**858,955**	**10%**	**300,779**	**5%**	1,091,495	15%	511,264	9%
Asset management business	**525,243**	**6%**	**388,741**	**6%**	529,144	7%	368,588	7%
Equity investment business	**(183,197)**	**(2)%**	**93,782**	**2%**	(20,763)	0%	109,259	2%

1. Wealth management business segment

The wealth management business segment of the Company mainly comprises retail business, margin financing and securities lending, stock pledge business, futures brokerage business and overseas wealth management and brokerage business.

In the first half of 2026, the business segment achieved revenue of RMB5.8 billion, accounting for 67% of the Group's total revenue.

Market environment

In the first half of 2026, major indices in the A-share market experienced a comprehensive rally, with the SSE Composite Index rising 3.16%, the SZSE Component Index rising 19.82%, and the ChiNext Index rising 35.58%. In terms of trading volume, overall trading in the A-share market was active in the first half of the year, with total turnover amounting to RMB318 trillion.

As of the end of June 2026, the balance of margin financing and securities lending in the whole market amounted to RMB3,020.396 billion, representing an increase of 18.88% from the end of last year. In particular, the balance of margin financing amounted to RMB2,997.093 billion, representing an increase of 18.74% from the end of last year, and the balance of securities lending amounted to RMB23.303 billion, representing an increase of 41.01% from the end of last year.

According to statistics from the China Futures Association, from January to June 2026, the accumulated trading volume in the national futures market reached 5.401 billion lots, representing a year-on-year increase of 27.15%; and the accumulated turnover reached RMB482.61 trillion, representing a year-on-year increase of 42.21%.

In the first half of 2026, the Hong Kong Hang Seng Index declined by 10.73%; the Hang Seng TECH Index declined by 18.92%. In terms of market activity, the average daily turnover of the Hong Kong Stock Exchange was HK$283 billion in the first half of 2026, representing a year-on-year increase of 18%.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

Operational measures and performance

(1) Retail business

In the first half of 2026, the retail business of the Company followed the "customer-asset-revenue" business logic, further consolidated its customer and workforce foundation, and drove steady enhancement of business quality and efficiency. Focusing on "incremental growth", the Company seized market opportunities, broadened diversified customer acquisition channels, and focused on the expansion of new customers, strengthening of service coverage, and optimization of asset retention. Focusing on "high quality", the Company adhered to a "customer-centric" approach and continuously improved professional services for its customers. In respect of team building, the Company focused on specialization and echelon formation to consolidate the foundation for talent development. Through multi-party synergies, the Company established a "red" investor education model, strengthened the building of its investor education brand, and expanded its brand effect. In the first half of the year, the Company conducted 1,370 investor education events and received 8 social recognition awards.

As of the end of June 2026, the total number of customers of the Company was 7.504 million, representing an increase of 5% from the end of last year; 0.373 million new accounts were opened; and customers' total assets were RMB1.71 trillion, representing an increase of 4% from the end of last year.

In the first half of 2026, the Company anchored its wealth management transformation layout on the dual-engine drive of "allocation services + trading services", systematically promoted the improvement of quality and efficiency in its distribution and investment advisory businesses, and facilitated the stable preservation and appreciation of clients' assets through professional services.

Focusing on industries and sectors that serve national strategies for its rigorous selection of products, the Company continuously optimized its "fundamental – preferred – scenario-based" layers product matrix with a core focus on investor returns. As of the end of June 2026, the non-monetary fund assets under management amounted to RMB71.222 billion, representing an increase of 10.03% as compared with the end of the previous year. In the first half of 2026, the revenue from the distribution of financial products increased by 59.06% year-on-year.

The Company comprehensively advanced its strategic transformation towards buy-side investment advisory. Under its "Golden Sunshine Investment Consultant" brand, the Company has deepened its professional service capabilities and continuously refined the three major product systems of "portfolio, information, and tools". The Company newly launched the diagnostic tool-based service brand "Golden Prism (金棱鏡)". With technology empowerment as its core focus, the Company established a full-lifecycle and tiered diagnostic service system covering all clients, providing investors with professional and intelligent support for position management and decision-making in on-exchange securities trading. Customer assets under management exceeded RMB120 billion, and revenue increased by 144% year-on-year. "Golden Sunshine Investment Consultant" was awarded the 2026 Best Wealth Management Brand of the "Wealth Management • Huazun Award" by Cailian Press. As of the end of the Reporting Period, the scale of fund investment advisory recorded a year-on-year growth of 47%, and the average holding period was 371 days, effectively guiding investors to establish rational and long-term investment concepts.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

(2) *Margin financing and securities lending business*

In the first half of 2026, the margin financing and securities lending business focused on functional development, expanded the customer development base, and optimized the customer service level to promote the high-quality and sustainable development of the business. The Company continuously optimized business mechanisms, deepened the refined operation of customer segments, and launched conditional orders for margin financing and securities lending to meet customers' demands for intelligent trading, achieving positive results in customer acquisition and realizing growth in both the scale and revenue of the margin financing and securities lending business. Strictly implementing regulatory requirements and closely monitoring market dynamics, the Company continuously strengthened counter-cyclical risk prevention and control to fully ensure compliant and steady business operations. As of the end of June 2026, the Company's balance of margin financing and securities lending amounted to RMB61.007 billion, representing an increase of 12.17% compared with the end of the previous year, and the overall maintenance margin ratio was 284.83%.

(3) *Stock pledge business*

In the first half of 2026, the Company engaged in stock pledge business while ensuring that risks were controllable. As of the end of June 2026, the Company's stock pledge balance amounted to RMB1.937 billion, of which the balance of the Company's stock pledge with own funds amounted to RMB370 million, remaining unchanged from the end of the previous year. The weighted average performance guarantee ratio of the Company's stock pledge self-funded projects to be performed was 306.21%.

(4) *Futures brokerage business*

The Company mainly conducts futures brokerage business through its wholly-owned subsidiary, Everbright Futures. In the first half of 2026, Everbright Futures seized market development opportunities, focused on its principal responsibilities and businesses, continuously deepened the expansion of internet business channels, deeply cultivated industry services, implemented multiple measures to stimulate the vitality of its traditional brokerage business, and achieved steady and orderly growth. Everbright Futures' average daily margin for the first half of 2026 was RMB52.289 billion, and its market share in trading volume was 1.28%. The cumulative stock options trading volume of Everbright Futures represented 1.48% of the total trading volume of stock options on the SSE, ranking No. 6 in trading volume among futures companies engaged in stock options business.

Everbright Futures has consistently adhered to leveraging the unique functions of futures, staying true to its original aspiration of serving the real economy, actively responding to the national rural revitalization strategy, and earnestly fulfilling its corporate social responsibilities as a central financial enterprise. In the first half of 2026, Everbright Futures continued to participate in targeted assistance project, serve national strategies, continuously advance the implementation of "insurance + futures" projects, and provide solid professional assistance and management tools to physical enterprises, farmers, and agricultural enterprises.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

(5) *Overseas wealth management and brokerage business*

The Company mainly conducts overseas wealth management and brokerage business through its Hong Kong subsidiary. As of the end of June 2026, the Hong Kong subsidiary's brokerage business had a total of 143 thousand customers, with the total assets of retail customers of approximately HK$64.6 billion. The number of wealth management products reached more than 3,687, representing an increase of 47 products as compared to the end of the previous year. In the first half of 2026, the Hong Kong subsidiary won multiple awards, including the "Securities Company of the Year 2026 – Excellence Award" and the "2026 Wealth Management Platform – Excellence Award" by the Bloomberg Businessweek (Chinese Version) and the "Best Securities Investment Service" Award by Sing Tao Daily.

Outlook for the second half of 2026

In the second half of 2026, the Company's retail business will adhere to a value-oriented approach, continue to focus on the fundamental development of customers and teams, and consolidate its business fundamentals. Focusing on "incremental growth and high quality", it will continue to prioritize new customer expansion, strengthen online traffic diversion and customer acquisition channels, enhance refined management, and adopt multiple measures to expand the customer base; further strengthen investor education and promotion, expand the brand's social influence, and fulfill the role of finance in serving the people. By adhering to the "customer-centric" principle, it will continuously enrich its product matrix and tool-based securities investment advisory products and deepen the transformation towards a buy-side investment advisory model. Emphasis will be placed on building the "Anxin Tou (安心投)" asset allocation brand centered on investor returns, thereby promoting the in-depth and solid transformation of the Company's wealth management business. The margin financing and securities lending business will consistently implement the "customer-asset-revenue" business development logic, continuously consolidate its customer base, refine customer services, strengthen financial technology empowerment, closely monitor market dynamics, effectively execute counter-cyclical management, solidify risk management and control, and make every effort to safeguard the risk bottom line. The stock pledge business will strictly comply with regulatory requirements, adhere to the purpose of serving the real economy, and continue to leverage the value of comprehensive services. The futures business will rely on the development of internet and innovative businesses to seek a transformational breakthrough in its brokerage business. It will continuously accelerate the integration of internal resources, deepen the reform of branches, optimize the talent echelon structure, and fortify risk prevention mechanisms, aiming to consolidate the fundamental base for the full-year development through solid performance breakthroughs. The overseas wealth management and brokerage business will continue to consolidate the fundamental base of its wealth management operations, fully leveraging its distinctive business features and full-license advantages. It will enhance brand influence and platform enablement capabilities, optimize precise resource allocation, enhance client stickiness, focus on driving the growth of the insurance and family office businesses, and strengthen tiered and graded services for long-tail and high-net-worth clients.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

2. Corporate financing business segment

Our corporate financing business segment mainly includes equity financing business, debt financing business, overseas investment banking business and financial leasing business.

In the first half of 2026, the business segment achieved revenue of RMB0.3 billion, accounting for 3% of the Group's total revenue.

Market environment

In the first half of 2026, driven by the dual factors of the normalization of issuances and an active secondary market, the A-share equity financing market presented a differentiated landscape. The IPO market recovered, with 75 enterprises across the market completing their issuances, raising total funds of RMB95.363 billion. The scale of refinancing contracted to some extent, with funds raised from additional issuances amounting to RMB321.084 billion. Monetary policy was moderately loose and market liquidity was ample, leading to an overall downward fluctuation in bond issuance interest rates. Structural differentiation in the bond market was evident; the volume of industrial bonds expanded steadily, and the issuance scale of thematic bonds such as science and technology innovation bonds increased significantly. Conversely, supervision over urban investment bonds tightened, resulting in a contraction in supply and putting net financing under pressure. Regulators continued to guide financial resources to flow into the real economy, and actively supported the innovative implementation of various structured financing instruments. The total amount of bonds underwritten by securities companies amounted to RMB8.57 trillion. A total of 87 companies were newly listed on the Hong Kong market through IPOs, representing a year-on-year increase of 98%. HK$210.2 billion was raised through IPOs, representing a year-on-year increase of 92%.

Operational measures and performance

(1) Equity financing business

In the face of a new policy environment and a challenging market environment, the Company strengthened its functional capabilities in the equity financing business, closely focused on national strategic industries, deepened research into key industrial sectors, further enhanced its ability to serve modern industries, and fully promoted the efficient implementation of projects. The Company continued to increase the efforts in the coordinated business expansion, constantly deepened and consolidated the project pipeline, actively expanded business channels, and strived to better serve its customers and help to meet the financing needs of real economy enterprises.

In the first half of 2026, the Company completed two private placement projects on the NEEQ with a financing size of RMB103 million, and completed one listing project on the NEEQ. The business reserves grew steadily. In the first half of 2026, the Company recorded six newly accepted IPO projects and 12 IPO projects under review, with its rankings rising to 14th and 13th, respectively.

(2) Debt financing business

In the first half of 2026, the debt financing business of the Company upheld the political and people-centric nature of financial work, stayed anchored to its fundamental purpose of serving the real economy, and precisely addressed the financing needs of real economy enterprises. In the first half of the year, the aggregate financing scale for serving real economy enterprises amounted to RMB27.821 billion, of which the financing scale for supporting the technology industry was RMB9.112 billion, the financing scale for supporting the green industry was RMB6.558 billion, and the financing scale for supporting the rural revitalization industry was RMB849 million, thereby efficiently empowering the transformation and upgrading of key industries.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

The debt financing business closely aligned with major national strategies and continued to develop benchmark innovative projects, establishing multiple market highlights. The Company successfully completed projects including the nation's first capital metropolitan area science and technology innovation bond, the nation's first local state-owned enterprise rural revitalization-themed asset-backed debt financing instrument, and the SZSE's first shelf-registered green sci-tech innovation power battery ABS. The Company has been awarded multiple industry honors, such as the "Most Cohesive Institution of the Year 2025" by the Beijing Financial Assets Exchange Co. Ltd., as well as the "Best Green Bond Underwriter of the Year" and the "Best Asset-backed Securities Underwriter" by Wind.

In the first half of 2026, the accumulated number of underwriting projects for bonds was 468 (excluding local government bonds), and the underwriting amount of bonds was RMB138.497 billion, with a market share of 2.32%. Among them, the underwriting amount of asset-backed securities was RMB22.111 billion, with a market share of 2.34%, ranking 9th in the industry.

The underwriting amount and number of issuance projects for major types of bonds of the Company

Type of bonds	Underwriting amount (RMB100 million)	Number of issuance projects (piece)
Non-policy financial bonds	607.94	70
Corporate bonds	298.14	132
Interbank products (including short-term financing bonds, medium-term notes, and private placement notes)	257.79	69
Asset-backed securities	221.11	197

(3) *Overseas investment banking business*

The Company mainly conducts its overseas investment banking business through its Hong Kong subsidiary. In the first half of 2026, the Hong Kong subsidiary completed a total of 2 equity underwriting projects of IPOs and 3 compliance advisory projects.

(4) *Financial leasing business*

The Company mainly conducts its financial leasing business through Everbright Leasing, a controlling subsidiary of the Company. In the first half of 2026, Everbright Leasing continued to strengthen project management and asset recovery and optimize the debt structure.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

Outlook for the second half of 2026

In the second half of 2026, the equity financing business will focus on accelerating the expansion of project reserves and further improving the quality and efficiency of serving the real economy and private enterprises. It will deepen its research and layout in hard technology fields such as artificial intelligence, semiconductors, and biomedicine, continuously deepen cooperation with investment institutions, expand business channels, and improve the full-chain synergistic service system of "investment + investment banking + investment research", so as to assist real economy enterprises in realizing their financing needs with higher quality and efficiency. The debt financing business will continuously deepen its cultivation of national strategic sectors, and improve the quality and efficiency for serving the financing of the real economy. Adhering to innovation-driven development, it will continue to build benchmark featured projects. Focusing on the development characteristics of key regions, it will rely on diversified financing instruments to optimize corporate debt structures, deepen internal and external synergistic mechanisms, and consolidate the foundation for high-quality development. At the same time, it will actively explore the integrated comprehensive service model of "commercial banking + investment banking + investment", fully unleash synergistic advantages, and strive to build a highly recognizable and competitive investment banking service brand with Everbright characteristics. The overseas investment banking business will further leverage its direct financing platform function, continuously strengthen cooperation with strategic clients, deepen the layout of capital market business undertakings, increase project reserves, and promote integrated development at home and abroad.

3. Institutional customer business segment

Institutional customer business segment mainly comprises investment research business, asset custody and outsourcing business, financial innovation business and overseas institutional trading business.

In the first half of 2026, the business segment achieved revenue of RMB0.9 billion, accounting for 10% of the Group's total revenue.

Market environment

In the first half of 2026, with the full completion of mutual fund fee rates reform, the total trading commissions of mutual funds decreased, continually intensifying industry competition. The securities firms accelerate the transformation of their institutional business, enhance research quality, and strengthen comprehensive service capabilities to cope with industry competition and meet the needs of institutional customers. According to the statistics from the website of the Asset Management Association of China, as of the end of June 2026, the number of private securities investment fund managers was 7,309, representing a decrease of 222 as compared to the end of 2025; the number of newly filed products was 7,994, representing an increase of over 43% compared to the same period last year; the total scale of private securities investment funds increased to RMB8.03 trillion, representing a year-on-year increase of over 44%.

Operational measures and performance

(1) Investment research business

In the first half of 2026, for the investment research business, the Company was dedicated to conducting policy analysis and economic research and judgment, with a focus on the economic situation and market hotspots, so as to frequently convey the voice of Everbright. It accelerated the promotion of the building of professional research team to continuously enhance its ability to serve clients and the market through distinctive and in-depth research. In the first half of 2026, the Company held a total of 1 exchange conference for major listed companies and 243 phone meetings, published 2,136 research reports, conducted 10,465 roadshows and reverse roadshows and 644 joint researches. As of the end of June 2026, the Company researched and monitored 682 A-share listed companies and 223 overseas listed companies, with its market influence continuing to increase.

(2) *Asset custody and outsourcing business*

In the first half of 2026, the Company adopted various measures to expand its asset custody and outsourcing business by deepening internal business line synergies and broadening external business channels. Building on a solid foundation of compliance and risk management, the Company utilized technology empowerment to enhance operational quality and efficiency, efficiently responded to the pressures from active market and business growth, and ensured the smooth and orderly operation of its overall business. As of the end of June 2026, the Company's scale of mutual and private fund custody amounted to RMB98.294 billion, representing a year-on-year increase of 80.61%. The scale of private fund outsourcing amounted to RMB156.052 billion, representing a year-on-year increase of 19.65%.

(3) *Financial innovation business*

In the first half of 2026, the Company actively implemented regulatory policy requirements, closely tracked changes in the market environment, continuously improved the compliance management and risk control mechanisms for its innovative financial businesses, and steadily carried out return swaps, OTC options, and income receipts business. The Company continuously strengthened its system development and functional enhancements to further enhance its overall service capabilities for institutional customers' asset allocation and risk management needs. During the Reporting Period, the Company steadily expanded its market-making business scope, continued to deepen its business cooperation with leading fund management companies, and added numerous ETF fund market making subjects. As of the end of June 2026, the Company continued to maintain its market making business coverage over all ETF option products on the Shanghai and Shenzhen Stock Exchanges and the index option products on the China Financial Futures Exchange. The number of fund market making targets increased by 96% as compared to the end of last year. The liquidity provision capability as well as the quality and efficiency of market making services were continuously enhanced, effectively fulfilling its market maker obligations to the exchanges.

(4) *Overseas institutional trading business*

The Company mainly conducts its overseas institutional trading business through its Hong Kong subsidiary. As of the end of June 2026, the overseas institutional trading business developed steadily, with multiple measures adopted to accelerate the strategic layout of the financial innovation business.

Outlook for the second half of 2026

In the second half of 2026, the investment research business will focus on market demands, enhance its forecasting capabilities in respect of policies and industries, seize opportunities in global asset allocation, and expand research depth of overseas and macroeconomic strategy. It will accelerate the practical implementation of "AI + Research", reshape the research production and delivery model, deepen synergistic collaboration, and promote the efficient application of research outcomes across diversified scenarios, thereby continuously creating value for customers through differentiated and forward-looking services. The asset custody and outsourcing business will closely monitor the developments of industry regulatory policies, fully leverage the advantages of extensive customer coverage and accumulated operational big data, accurately identify the diversified business needs of asset management institutions, empower the expansion of institutional customers with integrated comprehensive services, and strive to establish a new collaborative business development model of "custody + investment research + product innovation" to achieve multidimensional value creation. The financial innovation business will continue to focus on regulatory guidance and market demand, continuously improve its product system, steadily expand the business subjects, enhance trading execution and risk hedging capabilities, and further improve the client management system to better meet customers' needs for diversified asset allocation and risk management. For the market making business, the Company will steadily expand the scope of market making subjects, continuously optimize technical support capabilities, improve the quality of liquidity provision and the level of market making services, and further strengthen its business competitiveness. The overseas institutional trading business will leverage the synergies between the sales and trading and research and advisory functions, facilitate the collaboration between wealth management and corporate finance, and achieve coordinated development of the overall business.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

4. Investment trading business segment

The investment trading business segment includes the proprietary equity investment business and the proprietary fixed income investment business.

In the first half of 2026, the business segment achieved revenue of RMB0.9 billion, accounting for 10% of the Group's total revenue.

Market environment

In the first half of 2026, the major indices of the domestic equity market recorded an upward trend, while individual stocks exhibited a K-shaped divergence, presenting a complex investment environment. Yields in the bond market trended downward, exhibiting an overall market fluctuation at low levels. Credit divergence intensified, coupon yields remained low, capital gains were difficult to capture, and the market evolved rapidly, leading to a transformation in the bond market ecosystem.

Operational measures and performance

(1) Proprietary equity investment business

In the first half of 2026, the Company's proprietary equity investment business adhered to an absolute return-oriented strategy and strictly upheld the bottom line of risk control. By continuously optimizing the strategy system, enriching diversified asset allocation and strengthening dynamic portfolio management, the business effectively achieved its multifaceted goals during the period: generating absolute returns, steadily scaling up the investment size, ensuring risks remained controllable, and delivering a significant year-on-year improvement in performance.

(2) Proprietary fixed income investment business

In the first half of 2026, the Company's proprietary fixed income investment business consistently adhered to an absolute return-oriented objective, opportunely expanded its business scale through refined management, continuously diversified investment and trading strategies, and maintained stringent risk controls across the board. It has steadily built a multi-dimensional research framework encompassing macroeconomics, monetary policy, credit spreads, and derivatives pricing, thereby continuously consolidating its investment and research foundation in the fixed-income sector. Navigating the challenges of a low-interest-rate market environment and market volatility, the Company pursued progress while maintaining stability and demonstrated resilient performance. By optimizing the asset mix, diversifying investment and trading strategies, and opportunely adjusting the investment size, it actively smoothed out the impact of market volatility on our earnings, and the overall operational results were in line with expectations.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

Outlook for the second half of 2026

In the second half of 2026, the proprietary equity investment business will continue to adhere to an absolute return-oriented approach, continuously consolidate its multi-asset and multi-strategy layout, further enhance the diversity and flexibility of trading strategies, strengthen the talent team building, steadily expand the investment size, and strive to enhance value contribution. The proprietary fixed income investment business will continue to adhere to an absolute return-oriented approach. We will continuously strengthen our investment and research capabilities, consolidate our foundational investment research, and elevate our investment trading capabilities. By enhancing market forecasting and closely tracking market dynamics, we will continuously diversify our investment strategies, enrich our investment trading categories and increase our investment in bonds issued by real-economy entities.

5. Asset management business segment

The asset management business segment includes the asset management business, the fund management business and the overseas asset management business.

In the first half of 2026, the business segment achieved revenue of RMB0.5 billion, accounting for 6% of the Group's total revenue.

Market environment

In the first half of 2026, the capital market maintained steady and active operation, with market structure continuing to improve and the risk appetite of investors recovering simultaneously. According to public data of the Asset Management Association of China, as of the end of June 2026, the industry scale of the private asset management products of securities companies and their asset management subsidiaries was RMB6.47 trillion, representing an increase of 11.6% from the beginning of the year. Industry differentiation has continued to intensify, and the development of investment and research capabilities, synergy across the entire business chain, and the differentiated market positioning have become key drivers for building core competitiveness. According to the data of the Asset Management Association of China, as of the end of June 2026, the AUM of mutual funds amounted to RMB39.67 trillion, representing an increase of RMB1.96 trillion, or 5.20%, as compared with the end of 2025.

Operational measures and performance

(1) Asset management business

The Company mainly conducts asset management business through its wholly owned subsidiary, Everbright Asset Management. In the first half of 2026, capitalizing on its own resource advantages, Everbright Asset Management vigorously explored the market, made efforts to identify customer needs, proactively created diversified categories of products and enriched the product matrix, further optimizing its business structure and customer structure. As of the end of June 2026, the AUM of Everbright Asset Management was RMB252.983 billion.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

(2) *Funds management business*

The Company mainly conducts funds management business through its controlling subsidiary, Everbright Pramerica. In the first half of 2026, Everbright Pramerica continued to strengthen cooperation with various distribution channels, issued and established the Everbright Pramerica Shuangxin Income Bond Securities Investment Fund (光大保德信雙鑫收益債券型證券投資基金) and the Everbright Pramerica Beijing Stock Exchange 50 Index Securities Investment Fund (光大保德信北證 50 成份指數型證券投資基金), with a total fundraising scale of RMB798 million. It continued to promote the development of its investment research system, gradually expanded its research team, strived to improve the breadth and depth of research support for investment, and create high-performance products. As of the end of June 2026, the total AUM of Everbright Pramerica amounted to RMB120.521 billion, among which, the AUM of mutual funds amounted to RMB105.730 billion, and the size of mutual funds excluding currency wealth management amounted to RMB55.161 billion. Everbright Pramerica managed 87 mutual funds, 28 products for special accounts, and 13 products of its asset management subsidiaries.

(3) *Overseas asset management business*

The Company conducts its overseas asset management business mainly through its Hong Kong subsidiary. As of the end of June 2026, the Hong Kong subsidiary continued to optimize investment management, effectively captured market opportunities, and enhanced the returns of the investment portfolio.

Outlook for the second half of 2026

In the second half of 2026, Everbright Asset Management will anchor to high-quality development, refine its core investment management capabilities, cultivate and enrich high-quality investment strategies, and improve its multi-asset and multi-strategy product spectrum. At the same time, it will continuously expand and deepen its customer base, strengthen synergy and refined management across the entire business chain, and continuously enhance its comprehensive capabilities to serve the real economy and household wealth management. Everbright Pramerica will adhere to an investor-centric approach, focusing on risk prevention and promoting high-quality development, continuously optimizing the layout of equity products, leveraging the advantages of multi-strategy fixed-income business, providing excellent services to channels and institutional customers, in a bid to fulfill its mission of inclusive finance. The overseas asset management business will actively promote the launch of new products, further strengthen strategic cooperation with fund companies, and continuously expand the areas of business cooperation.

6. Equity investment business segment

The equity investment business segment includes private fund investment and financing business and alternative investment business.

In the first half of 2026, the business segment achieved revenue of negative RMB0.2 billion.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

Market environment

In the first half of 2026, the private equity investment market rebounded. In the fundraising market, government investment funds, local state-owned platforms, financial institutions, insurance funds, AICs and others remained active in making capital contributions. In terms of investment, the key & core technology sector attracted high market attention. The investment activity in sectors such as IT, semiconductors, biotechnology/healthcare, and machinery manufacturing ranked among the top, while niche sectors including AI, GPUs, innovative drugs, and smart manufacturing experienced high popularity. In terms of exits, driven by the recovery of the IPO and M&A markets, the number of exit cases of investee companies via IPOs and M&As increased year-on-year.

Operational measures and performance

(1) Private fund investment and financing business

The Company mainly conducts private fund investment and financing business through its wholly-owned subsidiaries, Everbright Capital and Everbright Development. In the first half of 2026, Everbright Capital continued to rectify and standardize direct investment projects and existing funds in accordance with regulatory requirements, strengthened post-investment management of the existing investment projects, and properly facilitated risk addressing and mitigation. In the first half of 2026, Everbright Development effectively implemented its plans, achieving the orderly resolution and asset recovery of legacy projects, with no new risk management or compliance risks emerging. Furthermore, it strengthened post-investment management and information disclosure for the funds under its management, ensuring the steady advancement of its projects.

(2) Alternative investment business

The Company mainly conducts proprietary capital alternative investment business through its wholly-owned subsidiary, Everbright Fortune. In the first half of 2026, Everbright Fortune deepened its engagement in key sectors, driving high-quality development and industrial upgrading, while steadily advancing its direct equity investment and IPO co-investment, strategic placements on the Beijing Stock Exchange, and private placements for domestic listed companies. During the Reporting Period, Everbright Fortune actively expanded diversified forms of investment, continuously optimized its business structure, strengthened project pipeline and screening, and enhanced the refinement and professionalism of post-investment management, achieving steady development.

Outlook for the second half of 2026

In the second half of 2026, Everbright Capital will continuously strengthen risk control and compliance management, adhere to prudent and stable operation, and ensure effective performance in post-investment management of existing direct investment and fund business. Everbright Development will continue to intensify its efforts in the recovery and resolution of existing projects. It will maintain comprehensive control over all risk categories, ensuring that the work proceeds in a steady and prudent manner. Everbright Fortune will continue to serve the real economy and national strategies, vigorously expand new businesses such as private placements for listed companies and strategic placements on the Beijing Stock Exchange, and steadily advance the IPO co-investment businesses and actively expand equity investment and other businesses; it will focus on "specialized and sophisticated enterprises that produce new and unique products", and concentrate on growth and innovation enterprises.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

III. Analysis on Core Competitive Strengths during the Reporting Period

(I) Upholding Party building as the guiding principle, and firmly grasping the direction of high-quality development

The Company has consistently adhered to the centralized and unified leadership of the CPC Central Committee in financial work, integrating Party leadership into all aspects and throughout the entire process of corporate governance, and effectively turning the guidance of the CPC Central Committee into concrete actions for high-quality development. Everbright Group, the controlling shareholder of the Company, was promoted and established by the MOF and Huijin Company. It has a complete set of financial service licenses and featured businesses related to people's livelihood, and special advantages in comprehensive finance, synergy of industry and finance, and cross-border operations. As the only core subsidiary of the Group with securities licenses, the Company strengthens Party building as the guiding principle, adheres to steady progress, and guides its cadres and employees to firmly establish correct views on performance, power, and career. By continuously improving its service capabilities, it effectively transforms the political and organizational advantages of the Party into its core competitiveness and governance effectiveness.

(II) Focusing on its principal responsibilities and businesses, and practicing the political and people-oriented nature of financial work

The Company consistently takes serving national strategies, the real economy, and social livelihood as the starting point and ultimate objective of its work. It leverages its role as a bridge between the capital market and the real economy, fully practices the political and people-centric nature of financial work, earnestly advances the "five major priorities" of finance, and continuously enhances the quality and efficiency of direct financing services. During the Reporting Period, focusing on the national strategies of sci-tech innovation and green development, the Company continuously optimized its debt financing product and service system. It assisted Hubei International Trade Group Co., Ltd. (湖北國際貿易集團有限公司) in issuing the nation's first rural revitalization-themed asset-backed debt financing instrument for local state-owned enterprises, and assisted Wuhan Weineng Battery Asset Co., Ltd. (武漢蔚能電池資產有限公司) in issuing the first shelf-registered green sci-tech innovation power battery ABS on the SZSE, thereby fulfilling its mission of serving the nation through finance with practical actions.

(III) Strengthening synergistic development and leveraging the Group's advantages in the complete set of financial services licenses

By fully leveraging the synergistic advantages of Everbright Group, and deepening the synergistic concept of "One Customer, One Everbright, and Integrated Service", the Company actively built a multi-dimensional business ecosystem of "financial-to-financial synergies and the integration of industry and finance". During the Reporting Period, in close collaboration with Everbright Bank, the Company assisted Beijing Enterprises Group Company Limited in issuing the nation's first themed bond serving the development of the capital metropolitan area, precisely directing financial resources to support major regional strategies. Furthermore, the Company continuously deepened its presence in the green finance sector and successively assisted Everbright Environment and its subsidiaries in successfully launching multiple green bond projects, effectively channeling funds towards the low-carbon transition sector. On this basis, the Company further enhanced the depth of its synergistic services and, through comprehensive solutions combining standardization and customization, steadily promoted the conversion of synergistic achievements into incremental business, thereby injecting sustained momentum into the establishment of a distinctive and value-sharing synergistic ecosystem.

(IV) Cultivating a Distinctive Culture to Lay a Solid Foundation for Steady and Long-Term Development

Deeply practice the financial culture with Chinese characteristics and promote the in-depth integration of Party building and culture. Actively draw upon the essence of fine traditional Chinese culture and deeply integrate cultural concepts into operational management and business practices. Regularly conduct cultural advocacy, the selection of role models, warning education, as well as campaigns on integrity and legal compliance, thereby ensuring the principles of the "Five Musts and Five Must-Nots (五要五不)" take deep root in people's minds. Accumulate reputational capital, strengthen the guidance of positive public opinion, and continuously cultivate a sound atmosphere of integrity, uprightness, and entrepreneurial dedication. By leveraging cultural soft power, inject robust momentum into the high-quality development of the Company, and build a cultural brand with the distinct characteristics of Everbright Securities.

(V) Technology-driven innovation to build new competitive advantages in digital finance

Grasping the opportunities presented by the digital economy development, the Company deepens the integration of technologies such as big data and artificial intelligence with its business, actively explores the application of AI and large models in fields such as customer service and operational optimization, and constructs a user – and scenario-centric integrated digital financial service system. Relying on technological support to accelerate business transformation and upgrading, the Company continuously enhances its capabilities in product research and innovation, improves its product and service chains, and more precisely satisfies the diversified and personalized comprehensive financial needs of its customers. Through the "business + technology" dual-wheel drive, the Company comprehensively elevates its operational and management efficiency, and continuously shapes its differentiated competitiveness.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

IV. Key Business Operation for the Reporting Period

(I) Analysis on main businesses

1. Major items of the consolidated statement of profit or loss

Table 1 Major revenue items

Unit: RMB'000

Item	January to June 2026 Amount	January to June 2026 Percentage	January to June 2025 Amount	January to June 2025 Percentage	Increase/decrease Amount	Increase/decrease Percentage
Fee and commission income	**4,548,179**	**52%**	3,532,924	47%	1,015,255	29%
Interest income	**2,598,123**	**30%**	2,471,353	33%	126,770	5%
Net investment gains	**1,368,322**	**16%**	1,233,933	16%	134,389	11%
Other income and gains	**210,774**	**2%**	242,618	3%	(31,844)	(13)%
Total revenue and other income	**8,725,398**		7,480,828		1,244,570	17%

In the first half of 2026, total revenue and other income of the Company amounted to RMB8.73 billion, representing a year-on-year increase of 17%.

In particular, fee and commission income amounted to RMB4.55 billion, representing a year-on-year increase of 29%, which was mainly due to an increase in fee and commission income from brokerage business.

Interest income amounted to RMB2.60 billion, representing a year-on-year increase of 5%, which was mainly due to an increase in interest income from margin financing and securities lending and from deposits with financial institutions, partially offset by a decrease in interest income from other debt investments.

Net investment gains amounted to RMB1.37 billion, representing a year-on-year increase of 11%, which was mainly due to the Company's adherence to an absolute return orientation and continuous optimization of its strategic framework, and the enrichment of its diversified asset allocation.

Other income and gains amounted to RMB0.21 billion, representing a year-on-year decrease of 13%, which was mainly due to a year-on-year decrease in exchange gains for the period.

Table 2 Major expenditure items

Unit: RMB'000

Item	January to June 2026 Amount	January to June 2026 Percentage	January to June 2025 Amount	January to June 2025 Percentage	Increase/decrease Amount	Increase/decrease Percentage
Fee and commission expenses	**1,407,877**	**23%**	1,007,986	18%	399,891	40%
Interest expenses	**1,328,549**	**22%**	1,388,959	25%	(60,410)	(4)%
Staff costs	**2,157,044**	**36%**	2,018,884	37%	138,160	7%
Depreciation and amortization expenses	**292,132**	**5%**	328,216	6%	(36,084)	(11)%
Tax and surcharges	**39,160**	**1%**	29,609	1%	9,551	32%
Other operating expenses	**739,392**	**12%**	650,754	12%	88,638	14%
Accrued liabilities	**(32,457)**	**(1)%**	0	0%	(32,457)	N/A
Asset impairment losses	**13**	**0%**	400	0%	(387)	(97)%
Provision (reversal) of credit impairment loss	**63,678**	**1%**	59,121	1%	4,557	8%
Total	**5,995,388**		5,483,929		511,459	9%

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

In the first half of 2026, total expenses amounted to RMB6.00 billion, representing a year-on-year increase of 9%.

In particular, fee and commission expenses amounted to RMB1.41 billion, representing a year-on-year increase of 40%, which was mainly due to a year-on-year increase in fee and commission expenses for brokerage business;

Interest expenses amounted to RMB1.33 billion, representing a year-on-year decrease of 4%, which was mainly due to a decrease in interest expenses arising from financial assets sold under repurchase agreement, partially offset by an increase in interest expenses arising from bonds payable and placements from other financial institutions;

Staff costs amounted to RMB2.16 billion, representing a year-on-year increase of 7%, which was mainly due to an increase in performance-related staff costs;

Depreciation and amortization expenses amounted to RMB290 million, representing a year-on-year decrease of 11%, which was mainly due to a decrease in depreciation of property and equipment and right-of-use assets;

Reversal of accrued liabilities amounted to RMB30 million, mainly representing the reversal of provision for pending litigation expenses made in previous years;

Provision for credit impairment loss expenses amounted to RMB60 million, representing a year-on-year increase of 8%, which was mainly due to the reversal of impairment loss on dividends receivable in the corresponding period of the previous year, whereas no such reversal was recorded for the period;

Other operating expenses amounted to RMB0.74 billion, representing a year-on-year increase of 14%, which was mainly due to the year-on-year increase in fund sales and custody fees, electronic equipment operation fees, stock exchange management fees and annual seat fees of the Company for the period.

2. *Cash flow*

In the first half of 2026, the cash and cash equivalents of the Company recorded a net increase of RMB4.906 billion, of which:

Net cash used in operating activities amounted to RMB10.771 billion, mainly due to an increase in financial instruments at fair value through profit or loss and margin accounts receivable, partially offset by a decrease in financial assets held under resale agreements.

Net cash generated from investing activities amounted to RMB12.127 billion, mainly due to the changes of financial assets for investment purpose at fair value through other comprehensive income, other investments, and interest income from financial assets at fair value through other comprehensive income.

Net cash generated from financing activities amounted to RMB3.551 billion, mainly due to the proceeds received from the issuance of short-term debt instruments and long-term bonds during the current period, which was partially offset by the repayment of short-term debt instruments and long-term bonds.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

3. *Analysis on principal components of consolidated statement of financial position*

Unit: RMB'000

Item	June 30, 2026 Amount	June 30, 2026 Percentage	December 31, 2025 Amount	December 31, 2025 Percentage	Increase/decrease Amount	Increase/decrease Percentage
Non-current assets	**76,420,801**		71,110,008		5,310,793	7.47%
Property and equipment	**763,568**	**0.22%**	766,162	0.24%	(2,594)	(0.34)%
Right-of-use asset	**554,751**	**0.16%**	648,220	0.20%	(93,469)	(14.42)%
Investment properties	**9,514**	**0.00%**	9,911	0.00%	(397)	(4.01)%
Goodwill	**513,516**	**0.15%**	533,415	0.17%	(19,899)	(3.73)%
Other intangible assets	**195,677**	**0.06%**	224,385	0.07%	(28,708)	(12.79)%
Interest in associates and joint ventures	**1,093,325**	**0.31%**	1,086,544	0.34%	6,781	0.62%
Financial assets measured at amortised cost	**399,018**	**0.11%**	416,132	0.13%	(17,114)	(4.11)%
Investment in equity instruments at fair value through other comprehensive income	**12,112,086**	**3.46%**	4,642,043	1.46%	7,470,043	160.92%
Investment in debt instruments at fair value through other comprehensive income	**37,858,842**	**10.80%**	44,605,459	14.02%	(6,746,617)	(15.13)%
Refundable deposits	**19,963,156**	**5.70%**	15,356,809	4.83%	4,606,347	30.00%
Deferred income tax assets	**2,718,997**	**0.78%**	2,548,928	0.80%	170,069	6.67%
Receivables arising from finance lease and sale-and-leaseback arrangements	**20,000**	**0.01%**	20,000	0.01%	0	0.00%
Other non-current assets	**218,351**	**0.06%**	252,000	0.08%	(33,649)	(13.35)%
Current assets	**274,061,230**		247,003,918		27,057,312	10.95%
Accounts receivable	**2,596,364**	**0.74%**	1,992,401	0.63%	603,963	30.31%
Receivables arising from finance lease and sale-and-leaseback arrangements	**23,357**	**0.01%**	89,246	0.03%	(65,889)	(73.83)%
Other receivables and prepayments	**1,199,361**	**0.34%**	1,030,155	0.32%	169,206	16.43%
Margin accounts receivable	**62,528,877**	**17.84%**	55,625,565	17.49%	6,903,312	12.41%
Investment in debt instruments at fair value through other comprehensive income	**2,356,960**	**0.67%**	12,650,308	3.98%	(10,293,348)	(81.37)%
Financial assets measured at amortized cost	**879,494**	**0.25%**	1,398,124	0.44%	(518,630)	(37.09)%
Financial assets held under resale agreements	**750,161**	**0.21%**	6,715,752	2.11%	(5,965,591)	(88.83)%
Financial assets at fair value through profit or loss	**74,578,320**	**21.28%**	60,498,085	19.02%	14,080,235	23.27%
Derivative financial assets	**1,320,714**	**0.38%**	1,088,780	0.34%	231,934	21.30%
Clearing settlement funds	**1,385,427**	**0.40%**	1,819,700	0.57%	(434,273)	(23.87)%
Cash held on behalf of brokerage clients	**108,763,321**	**31.03%**	91,541,231	28.78%	17,222,090	18.81%
Cash and bank deposits	**17,678,874**	**5.04%**	12,554,571	3.95%	5,124,303	40.82%
Total assets	**350,482,031**		318,113,926		32,368,105	10.18%

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

Item	June 30, 2026 Amount	June 30, 2026 Percentage	December 31, 2025 Amount	December 31, 2025 Percentage	Increase/decrease Amount	Increase/decrease Percentage
Current liabilities	**251,544,449**		221,082,586		30,461,863	13.78%
Loans and borrowings	**1,504,273**	**0.55%**	777,867	0.32%	726,406	93.38%
Short-term debt instruments issued	**11,143,453**	**4.05%**	7,366,022	3.00%	3,777,431	51.28%
Placements from other financial institutions	**16,981,981**	**6.17%**	13,862,332	5.65%	3,119,649	22.50%
Financial liabilities at fair value through profit or loss	**3,551,549**	**1.29%**	628,661	0.26%	2,922,888	464.94%
Accounts payable to brokerage clients	**126,045,831**	**45.82%**	104,674,532	42.67%	21,371,299	20.42%
Employee benefits payable	**3,400,125**	**1.24%**	2,723,379	1.11%	676,746	24.85%
Other payables and accruals	**13,637,058**	**4.96%**	9,717,315	3.96%	3,919,743	40.34%
Income tax payable	**269,261**	**0.10%**	509,236	0.21%	(239,975)	(47.12)%
Financial assets sold under repurchase agreements	**46,243,756**	**16.81%**	51,852,569	21.14%	(5,608,813)	(10.82)%
Derivative financial liabilities	**2,462,651**	**0.90%**	1,441,118	0.59%	1,021,533	70.88%
Lease liabilities due within one year	**194,585**	**0.07%**	219,979	0.09%	(25,394)	(11.54)%
Contract liabilities	**16,365**	**0.01%**	7,801	0.00%	8,564	109.78%
Long-term bonds due within one year	**26,093,561**	**9.48%**	27,301,775	11.13%	(1,208,214)	(4.43)%
Net current assets	**22,516,781**		25,921,332		(3,404,551)	(13.13)%
Total assets less current liabilities	**98,937,582**		97,031,340		1,906,242	1.96%
Non-current liabilities	**23,567,073**		24,228,802		(661,729)	(2.73)%
Loans and borrowings	**826,166**	**0.30%**	1,310,331	0.53%	(484,165)	(36.95)%
Long-term bonds	**21,802,599**	**7.93%**	21,844,605	8.90%	(42,006)	(0.19)%
Deferred tax liabilities	**20,821**	**0.01%**	20,759	0.01%	62	0.30%
Accrued liabilities	**513,992**	**0.19%**	548,260	0.22%	(34,268)	(6.25)%
Lease liabilities	**377,422**	**0.14%**	466,944	0.19%	(89,522)	(19.17)%
Other non-current liabilities	**26,073**	**0.01%**	37,903	0.02%	(11,830)	(31.21)%
Total liabilities	**275,111,522**		245,311,388		29,800,134	12.15%
Net assets	**75,370,509**		72,802,538		2,567,971	3.53%

Non-current assets: As of June 30, 2026, the non-current assets of the Company amounted to RMB76.4 billion, representing an increase of 7% as compared with that of the beginning of the year, which was mainly due to the increase of investment in equity instruments at fair value through other comprehensive income and refundable deposits, which were partially offset by the decrease of investment in debt instruments at fair value through other comprehensive income.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

Current assets: As of June 30, 2026, the current assets of the Company amounted to RMB274.1 billion, representing an increase of 11% as compared with that of the beginning of the year, which was mainly due to the increase of cash held on behalf of brokerage clients, financial assets at fair value through profit or loss and margin accounts receivable, which were partially offset by the decrease of investment in debt instruments at fair value through other comprehensive income.

Current liabilities: As of June 30, 2026, the current liabilities of the Company amounted to RMB251.5 billion, representing an increase of 14% as compared with that of the beginning of the year, which was mainly due to the increase of accounts payable to brokerage clients, short-term debt instruments issued and other payables and accruals.

Non-current liabilities: As of June 30, 2026, the non-current liabilities of the Company amounted to RMB23.6 billion, representing a decrease of 3% as compared with that of the beginning of the year, which was mainly due to the decrease in loans and borrowings.

Overseas assets

In particular, the overseas assets of the Company amounted to RMB17.483 billion, representing 4.99% of the total assets.

Borrowings and bond financing

Unit: RMB'000

Item	**June 30, 2026**	December 31, 2025
Loans and borrowings	**2,330,439**	2,088,198
Short-term debt instruments issued	**11,143,453**	7,366,022
Long-term bonds	**47,896,160**	49,146,380
Total	**61,370,052**	58,600,600

For details of interest rate and maturity profiles of borrowings and bonds financing, please refer to Notes 43, 44 and 51 to the consolidated financial statements.

As at June 30, 2026, the Company's gearing ratio was 66.42%, borrowings due within one year, short-term debt instruments issued and bonds amounted to RMB38.7 billion, and the Company's net current assets, net of the above liabilities, amounted to RMB235.2 billion. Therefore, the liquidity risk exposure of the Company was not material.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

(II) Analysis on investments

1. *Overall analysis on external equity investment*

As of the end of the Reporting Period, the long-term equity investment of the Company amounted to RMB1.093 billion, representing an increase of RMB7 million or 0.62% as compared with that of the beginning of the year, which was mainly due to the share of investment gains of associates calculated through the equity method. For details, please refer to the disclosure in the consolidated financial statements.

(1) Significant equity investment

The Company did not have any significant equity investment during the Reporting Period.

(2) Significant non-equity investment

The Company did not have any significant non-equity investment during the Reporting Period.

(III) Material disposal of assets and equity interests

There was no significant disposal of assets and equity interests during the Reporting Period.

(IV) Analysis on principal controlled subsidiaries and companies with equity interest

Unit: RMB100 million

Company name	Company type	Main businesses	Shareholding percentage	Registered capital	Total assets	Net assets	Revenue	Profits	Net profits
Everbright Futures Co., Ltd.	Subsidiary	Commodity futures brokerage, financial futures brokerage, futures investment consultation, asset management and distribution of publicly offered securities investment funds.	100%	15	531.95	32.83	3.73	1.46	1.11
Shanghai Everbright Securities Asset Management Co., Ltd.	Subsidiary	Securities asset management business.	100%	2	26.03	23.11	2.60	1.02	0.77
Everbright Capital Investment Co., Ltd.	Subsidiary	Investment management, asset management, equity investment and investment consultation.	100%	40	14.55	(11.81)	(0.86)	(0.90)	(0.57)
Everbright Fortune Investment Co., Ltd.	Subsidiary	Financial products investment, etc.	100%	20	20.01	18.39	(0.08)	(0.13)	(0.08)
Everbright Securities International Holdings Limited [1]	Subsidiary	Investment holding and financial services.	100%	HK$7.4 billion	174.83	29.30	4.16	1.55	1.34
China Everbright Securities International Company Limited [2]	Subsidiary	Wealth management, corporate financing, institutional business, and asset management.	100%	HK$158 million	HK$8.406 billion	HK$3.433 billion	HK$671 million	HK$198 million	HK$175 million

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

Company name	Company type	Main businesses	Shareholding percentage	Registered capital	Total assets	Net assets	Revenue	Profits	Net profits
Everbright Development Investment Co., Ltd.	Subsidiary	Equity investment, equity investment management, investment management, asset management, project investment and investment consultation.	100%	5	11.28	4.42	(1.24)	(1.29)	(1.31)
Everbright Fortune Financial Leasing Co., Ltd.	Subsidiary	Financial leasing and leasing business, etc.	85%[3]	10	13.18	12.68	0.14	0.04	0.03
Everbright Pramerica FundManagement Co., Ltd.	Subsidiary	Fund raising, fund sales, asset management.	55%	1.6	17.80	15.52	2.70	0.63	0.48
Dacheng Fund Management Co., Ltd.	Company with equity interest	Fund raising, fund sales, asset management.	25%	2	67.58	40.84	15.34	3.49	2.57

Notes:

1. The registered capital of EBSI is denominated in Hong Kong dollars, while total assets, net assets, revenue, profits and net profits are presented in RMB amounts converted in accordance with the PRC GAAP.

2. China Everbright Securities International Company Limited is the main operating and management platform of EBSI. Its financial data is presented in Hong Kong dollars according to international standards.

3. 50% and 35% of the equity interests are held by EBSI and Everbright Capital. Among them, the 35% equity interest held by Everbright Capital is frozen due to the impact of the MPS risk incident. For details, please refer to the announcements No. Lin 2019-037 and No. Lin 2022-009 published by the Company on the website of SSE, as well as the announcements dated May 31, 2019 and March 16, 2022 published by the Company on the website of the Hong Kong Stock Exchange.

(V) Structured entities under the control of the Company

As of June 30, 2026, the Company consolidated certain structured entities, including asset management plans and partnerships. For asset management plans for which the Company acts as manager and partnerships for which the Company acts as general partner or investment manager, the Company is of the view that it has control over certain asset management plans and partnerships taking into account various factors including the rights of making decision on investment and the exposure to variable returns, and has included them into the scope of consolidation. As at June 30, 2026, the net assets of the above structured entities within the scope of consolidation amounted to RMB22.5 billion.

V. Other Disclosures

(I) Potential Risk Exposure

1. Summary of risk management

By adhering to the sound risk management culture, the Company continued to commit itself to establishing the comprehensive risk management system that matches the Company's strategic and development objectives, improving its risk management system, upgrading its risk management information system and strengthening its professional risk management so as to effectively manage various risks faced during the Company's operations and promote the healthy and sustainable development of the Company's businesses. During the Reporting Period, the Company continued to establish and improve its risk management system, and continuously enhanced its level of risk prevention and resolution. All core risk control indicators maintained sound performance, various risks were generally under control, and no material risk events occurred.

2. Risk management structure

The Company's risk management organizational structure consists of the Board of Directors and its risk management committee, the management and its subordinate professional committees, the risk management functional departments, and various departments, branches and subsidiaries.

The Board of Directors shall undertake ultimate responsibility for comprehensive risk management and be responsible for advancing the construction of risk culture; considering and approving risk management strategies of the Company; considering and approving the basic system of the comprehensive risk management of the Company; considering and approving the risk preference, risk tolerance and significant risk limit of the Company; considering the regular risk assessment report of the Company; and establishing a direct communication mechanism with the chief risk officer, etc. The Board of Directors may authorize its subordinate Risk Management Committee to fulfill some of its comprehensive risk management duties.

The management of the Company shall undertake primary responsibility for comprehensive risk management, actively promote the finance culture with Chinese characteristics, industry culture and the Company's risk culture, formulate risk management strategies and be responsible for establishing and making timely adjustment to risk management system; establishing a healthy operation management structure for the Company's comprehensive risk management, clarifying the duty division of comprehensive risk management among risk management functions, business departments and other departments, and establishing a working mechanism that features effective check and balance and good coordination among the departments; establishing the specific execution plans on risk preference, risk tolerance and significant risk limit and ensuring the effective implementation of the plans; monitoring its progress, analyzing its reasons in a timely manner and handling it according to the authorizations granted by the Board; regularly assessing the overall risk of the Company and various types of material risk management conditions, resolving problems that are found in risk management and reporting the same to the Board; establishing a performance assessment system for all staff that demonstrates the effectiveness of risk management; and establishing a complete IT system and data quality control mechanism, etc. The management of the Company has set up various subordinate professional committees that are responsible for some of risk management functions within the scope of their respective duties.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

The departments which have risk management functions of the Company include risk management and internal control department, legal and compliance department, internal audit department, information technology headquarters, financial technology development department, treasury management department, operations management headquarters, board office, investment banking quality control headquarters, investment banking internal audit office, and so on. Each functional department shall identify, monitor, evaluate and report various risks of the Company, and assist, instruct and inspect the corresponding risk management work of each department, branch and subsidiary of the Company in accordance with the authorization of the Company.

Each person in charge of the Company's business departments, branches and subsidiaries shall undertake direct responsibility for risk management within their respective business fields. Each of the Company's business departments, branches and subsidiaries is responsible for carrying out businesses strictly within the scope of authorizations granted according to the Company's authorization management system. Unauthorized activities are strictly prohibited and business activities are managed and controlled effectively by way of establishing rules, procedures and systems.

3. Measures against various risks

(1) Market risk

Market risk exposure to the Company refers to the loss in value of its financial instruments resulting from changes in their market prices, i.e. interest rate, exchange rate, share price, commodity price, etc.

In terms of market risk, the Company adheres to the principle of proactive management and quantitative orientation and establishes a risk limit system incorporated with various procedures for market risk tolerance and business risk limit based on the risk preferences of the Company. Risks are controlled by a combination of investment portfolios, mark-to-market measures, hedging and mitigation measures during the business expansion. The general meeting of the Company determines the annual scale of proprietary trading business, the Board of Directors of the Company determines market risk loss tolerance, and the management of the Company and its committees determine the breakdown scale of proprietary trading business and the management mechanism for market risk tolerance and limit, break down the market risk loss tolerance, review and approve limits for specific business, and specify the early warning standards, over-limit standards and countermeasures for various indicators. Among them, the business risk limit system and various risk indicators include value at risk (VaR), net exposure value, Greek letters, concentration, basis point value, etc. Stress testing is an integral part of the Company's market risk management, and therefore the Company has established and improved its stress testing mechanism to conduct regular or irregular tests on the corresponding investment portfolios in accordance with business development and market changes, evaluate the Company's potential losses under stress scenarios and make risk recommendations to provide basis for the business departments and management's operational decisions. For risk management of over-the-counter derivatives business, the Company has insisted on market neutral strategy as the core, and established risk management measures such as access to the underlying pool, margin management, pre-approval of counterparties, in-market surveillance and post-collateral risk disposal, and set up risk limits such as Greek letter exposure, underlying concentration and stress test loss to carry out market risk management.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

The Company has overseas businesses and may be exposed to foreign exchange risks. In terms of sources and use of proceeds, the Company's potential foreign exchange risks are mainly arising from investment in foreign currency assets through onshore RMB financing and investment in RMB assets through foreign currency financing. As of the end of the Reporting Period, the Company has not commenced any of the above businesses. Proceeds from foreign currency financing by offshore subsidiaries were all specifically used for investment in the local market to achieve natural hedging of foreign exchange risks. Looking forward, the Company will mitigate foreign exchange risks through a range of hedging measures based on the actual situation so as to support its overseas business development.

During the Reporting Period, the Company reviewed and optimized its risk limit indicator management system, conducted special stress tests on over-the-counter derivatives, strengthened the risk management and control of trading and investment businesses, and refined valuation and model management. The overall market risk of the Company was generally controllable, and investments with its own funds cumulatively realized a profit.

(2) Credit risk

Credit risk refers to potential losses resulting from default of a financing party, counterparty or issuer under a contract, mainly due to default risk arising from bond issuers or over-the-counter derivatives counterparties, and risks arising from the failure of full repayment as agreed by clients of financing businesses such as collateralized stock repurchase transactions, security transactions with repurchase agreement and margin financing and securities lending.

In terms of bond investment business, the Company controls the credit risk exposure by setting the internal credit rating, unified credit extension management, concentration limit management and the lower limit for debt investment rating, and closely monitoring the operating position and credit status of the bond issuers. For the financing business, the credit risk is managed and controlled through conducting risk education, credit investigation, credit extension, mark-to-market measures, risk alert, forced liquidation and judicial recourse for or against the clients, as well as establishing stringent standards for the scope and discount rate of collaterals, margin deposit ratios, and maintenance margin ratios. For the OTC derivatives business, the Company conducts due diligence, credit rating and scale control on the counterparties and applies the mark-to-market measures, collaterals supplement and disposal of collaterals to control the credit risk exposure from the counterparties.

During the Reporting Period, the Company strictly implemented credit approvals, formulated and issued the annual credit risk assessment and credit guidelines, and strengthened the risk assessment and control of key businesses. The credit risk of the Company was generally controllable.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

(3) *Operational risk*

The operational risk exposure to the Company refers to the potential losses arising from flawed or defective internal procedures, human resources, IT system and external events.

Following the principle of "all employees in the whole process, collaborative management, prudent response and prevention and foresight", the Company has strictly controlled operational risks through formulating administrative measures for the operational risk and implementation rules for three tools and specifying the governance structure of the operational risk and the responsibilities and duties for managing each defense line. The Company continues to promote the improvement of the operational risk management system, formulate operational risk preference, strictly implement the self-assessment of operational risk and control, strengthen the monitoring and reporting of operational risk indicators, collect and analyze internal and external loss data of operational risk, conduct operational risk stress testing and capital measurement and optimize and promote the construction of operational risk management system. The Company integrates operational risk management and internal control, reinforces the corresponding system such as monitoring of internal control, authorization management and new business assessment and strengthens the vision and effectiveness of operational risk management. The Company focuses on strengthening advocacy and training of operational risk management, and enhances the awareness of all employees in management responsibility of operational risk, so as to ensure that the overall operational risk faced by the Company is controllable and tolerable.

During the Reporting Period, the Company reviewed and optimized its key risk indicators, consolidated its contingency management mechanism, enhanced the management of authorization and business scope, and continuously improved its operational risk management level. The Company's operational risk management and internal control mechanisms operated smoothly, and no material operational risk loss events occurred.

(4) *Liquidity risk*

Liquidity risk refers to the potential risk of the Company's failure to obtain sufficient funds in a timely manner at a reasonable cost to repay debts as they come due, perform its other payment obligations and satisfy the capital requirements for its normal business operations.

The Company has authorized the treasury management department to take charge of the overall liquidity risk management within the consolidation scope, implement overall control over the financing management of the Company, set up a capital desk to centrally manage short-term trading financing instruments, coordinate to satisfy the capital requirements of each department, and carry out the daily liquidity management. The risk management and internal control department of the Company is responsible for monitoring the implementation of limit system for overall liquidity risk of the Company.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

For the purpose of preventing the liquidity risk prudently, the Company has formulated and issued Administrative Measures for the Liquidity Risk of Everbright Securities Company Limited, specified the objective, principle, organizational structure, identification and evaluation procedures, risk control indicator system and risk response solutions relating to the liquidity risk management, and actively carried out liquidity risk consolidation management to ensure that the overall liquidity risk within the consolidation scope is controllable.

Under assets and liabilities management and overall risk management policies, the Company persistently adheres to the strategy of robust risk management. The Company has adopted a proactive management and dynamic adjustment approach, and developed a tolerance and distribution management mechanism for the liquidity risks covering parent company and subsidiaries pursuant to the overall risks management policies. It has gradually improved the management framework for the differentiated liquidity risk of subsidiaries. In addition, the Company has also established differentiated fund management patterns according to the liquidity characteristics of different businesses, and set up the corresponding liquidity risk limit management, monitoring and early warning system. The Company centralized the management of short-term trading financing and strictly prevented daytime liquidity risks. The Company continued to reasonably measure liquidity risk management costs, and incorporated liquidity factors into the Company's capital pricing system.

In terms of risk response, the Company has formulated a liquidity risk emergency plan, which clarifies the level of liquidity risk, criteria of triggering, response methods, and reporting path in detail. Through methods including having reasonable reserve of high-quality liquid assets and emergency channel, prudent and dynamic management of the asset and liability maturity structure, the Company adhered to the bottom line of non-occurrence of liquidity risk. The Company also carried out regular emergency drills to test the effectiveness of the risk response mechanism. In addition, the Company also actively expanded financing channels and financing methods, maintained a good cooperative relationship with external institutions, reserved sufficient external financing credits, to ensure the Company's sustainable and stable source of funds.

During the Reporting Period, the Company continued to optimize its limit indicators, strengthen intraday high-frequency calculations and capital usage monitoring, and enhance the regular and comprehensive management of key capital-intensive businesses. The overall liquidity position of the Company remained sound, and its liquidity reserves were maintained at an adequate level.

SECTION III MANAGEMENT DISCUSSION AND ANALYSIS

(5) Information technology risk

Information technology risk refers to the risk of loss due to human errors, software and hardware defects or failures, natural disasters, etc. affecting the network and information system or data, resulting in abnormal service capability of the network and information system or data damage or leakage.

With the extensive application of the new information technology in the financial field, scientific and technological innovation makes the risk increasingly hidden, sudden and contagious, and the information technology risk becomes more and more complicated. Focused on the strategic vision of digitalization, platformization and intelligentization of technology, the Company continued to deepen information technology reform, strengthened information system security construction and quality control, improved information system operation and protection mechanism, enhanced information technology operation and maintenance management by using big data, cloud computing, artificial intelligence and other technologies, continuously optimized and improved emergency plans for cybersecurity incidents, and further improved information technology risk monitoring and emergency disposal capabilities through regular emergency drills to ensure the safe, reliable and stable operation of its system. No significant information technology risk events have occurred during the Reporting Period.

During the Reporting Period, the Company continued to establish and improve the cybersecurity protection system for its information systems, enhanced its monitoring and safeguarding capabilities for information technology resources, and implemented the safeguard requirements for safe and stable operation. The Company did not experience any material cybersecurity incidents, and all key information systems maintained continuous and stable operation.

(6) Reputational risk

Reputational risk refers to the risk of the negative public perceptions of the Company from the Company's shareholders, employees, investors, issuers, third-party partners, regulators, self-regulatory organization, the public, media and others due to the Company's operation, management, other actions or external events or actions conducted by the Company's staff in violation of anti-corruption requirements, professional ethics, business code of conduct and industry rules, thus impairing the Company's brand value, prejudicing the Company's normal operation and even affecting the stability of the market and society.

In order to effectively control reputational risk, the Company continued to carry out appropriate and effective reputational risk management, and has established a standardized management system, a scientific organizational structure and a sound management and control system. The Company has also successively formulated and revised the Management Measures on Reputational Risk and Public Opinion Work, the Implementation Rules for Reputational Risk and Public Opinion Work, the Measures for the Management of Information Release, and other related measures.

The Company has a leading group for reputational risk and public opinion, which has realized the coordination and unity among the Company, the departments, the subsidiaries and sub-branches in reputation risk management, and improved employee reputational risk awareness and reputational risk management capabilities through system promotion, training, emergency drills, etc. In addition, the Company has set dedicated positions responsible for public opinion monitoring and addressing and the management of media relations, and at the same time, the Company has also engaged third-party companies and law firms to assist the Company in managing its reputational risk. At present, the Company has achieved full coverage of the subsidiaries' reputational risk prevention and control system.

During the Reporting Period, the Company routinely implemented a 24/7 comprehensive public sentiment monitoring and tiered assessment mechanism, organized and conducted special inspections on reputational risks, conducted in-depth reviews on the evolution patterns of typical public sentiment incidents within the industry, systematically carried out reputational stress tests, and formulated contingency plans for emerging public sentiment events. The overall public sentiment regarding the Company remained within the expected scope of control, and no material public sentiment incidents occurred.

(7) Compliance risk

Compliance risk refers to the risk of the Company being investigated for legal responsibility in accordance with laws, being subject to regulatory measures, being given disciplinary action, or losing property or business reputation, due to violations of laws, regulations and guidelines by the Company or its staff in operation and management and practice.

In order to effectively control compliance risk, the Company has established a compliance management system and defined the compliance management requirements through the system. The Company intensified full-process management and control on compliance management: in the pre-event stage, the Company carries out compliance review on key systems, significant businesses and innovative businesses of the Company through compliance review, compliance consulting and other measures. In the in-process stage, the Company conducts on-going monitoring and inspection on the practices of practitioners and Chinese walls to prevent illicit trading, the leakage of sensitive information, benefit transfer and other behaviors. In the post-event stage, the Company spots problems and identifies risks through compliance inspections and urges relevant entities to rectify immediately, and continues to improve accountability mechanisms, refine accountability standards and promote precise accountability. Through normalized alarming publicity and alarming with cases, the Company urges all staff to recognize red lines and bottom lines, and creates a clean and upright development atmosphere.

During the Reporting Period, according to the changes in the external regulatory requirements and the actual work situation of the Company, the Company further improved the compliance system and consolidated the performance of various compliance functions. In addition, the Company strengthened the construction of compliance culture, actively incorporated the construction of compliance culture into the Company's corporate culture construction, and highlighted the characteristics of Everbright culture. The compliance management of the Company was stable and orderly on the whole without material compliance risk events or material regulatory penalties.

SECTION IV CORPORATE GOVERNANCE, ENVIRONMENT AND SOCIETY

I. Changes of Directors and Senior Management of the Company

Name	Position	Change	Reason	Description
An Xuesong	Non-executive Director	Elected	Other	On February 27, 2026, Mr. An Xuesong was elected as a Non-executive Director of the seventh session of the Board at the 2026 first extraordinary general meeting of the Company.
Qin Xiaozheng	Non-executive Director	Resigned	Other	The Board of the Company received a letter of resignation from Mr. Qin Xiaozheng, a Non-executive Director, on June 24, 2026. Mr. Qin Xiaozheng resigned as a Non-executive Director of the Company due to work-related adjustments.
Yin Yanwu	Non-executive Director	Resigned	Other	The Board of the Company received a letter of resignation from Mr. Yin Yanwu, a Non-executive Director, on January 6, 2026. Mr. Yin Yanwu resigned as a Non-executive Director of the Company due to work-related adjustments.
Jiang Qi	Business Director	Appointed	Other	On February 12, 2026, the Company appointed Mr. Jiang Qi as the Business Director at the fourteenth meeting of the seventh session of the Board.
Wang Cuiting	Senior Expert	Resigned	Retired	The Board of the Company received a letter of resignation from Ms. Wang Cuiting, a senior expert, on April 3, 2026. Due to retirement, Ms. Wang Cuiting tendered her resignation as a senior expert of the Company.

Description of changes about Directors and senior management of the Company

During the Reporting Period, the number of Directors and senior management members who were appointed or departed from office was 3, accounting for approximately 15% of the total number of Directors and senior management members at the beginning of the Reporting Period.

As of the date of the Report, the Board of the Company comprises Mr. Zhao Ling (Chairman, Executive Director), Mr. Liang Yi (Non-executive Director, Employee Director), Mr. Liu Qiuming (Executive Director, President), Ms. Ma Rentao (Non-executive Director), Mr. Lian Yalin (Non-executive Director), Mr. Pan Jianyun (Non-executive Director), Mr. An Xuesong (Non-executive Director), Mr. Ren Yongping (Independent Non-executive Director), Mr. Yin Junming (Independent Non-executive Director), Mr. Lau Ying Pan (Independent Non-executive Director), Ms. Chen Xuanjuan (Independent Non-executive Director) and Mr. Lv Suiqi (Independent Non-executive Director).

II. Significant Changes in Directors' Information

According to the requirements of Rule 13.51B of the Hong Kong Listing Rules, there were no material changes to the relevant information in respect of the Directors during the Reporting Period.

From the date of publication of the Company's 2025 annual results announcement up to the date of the Report, other changes in the positions held by the existing Directors of the Company are as follows:

Mr. An Xuesong, a non-executive Director of the Company, has ceased to be a non-executive and non-independent Director of Ying Li International Real Estate Limited (a company listed on the Singapore Exchange, stock code: 5DM) since June 2026;

Mr. Ren Yongping, an independent non-executive Director of the Company, has served as an independent Director of Shenwan Hongyuan Securities Co., Ltd. since June 2026;

Mr. Yin Junming, an independent non-executive Director of the Company, has served as an independent Director of Jiangsu Yawei Machine Tool Co., Ltd. (a company listed on the Shenzhen Stock Exchange, stock code: 002559) since May 2026.

III. Service Contracts of Directors

The Company entered into contracts with each of the Directors during the Reporting Period in respect of, among others, compliance with the relevant laws and regulations and observing the Articles of Association and the provisions on arbitration. Save as disclosed above, the Company has not entered, and does not propose to enter, into any service contracts with any Directors of the Company in their respective capacities as Directors (except for contracts which expire within one year or may be terminated by the employer within one year without payment of compensation (other than statutory compensation)).

IV. Compliance with Model Code for securities transactions by Directors

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") set out in Appendix C3 to the Hong Kong Listing Rules as the code of conduct for Directors regarding transactions of the Company's securities. Upon specific enquiries to the Directors, all Directors confirmed that they had been in strict compliance with the standard set out in the Model Code during the Reporting Period. The Company has also set up guidelines, which are no less strict than the Model Code, on transactions of the Company's securities for relevant employees (as defined in the Hong Kong Listing Rules). During the Reporting Period, the Company has not found any employee violating the said guidelines.

SECTION IV CORPORATE GOVERNANCE, ENVIRONMENT AND SOCIETY

V. Staff and Remuneration Policy

(I) Information about the staff

As of June 2026, the Company had a total of 7,729 employees (including 987 brokers), of which the parent company had 5,897 employees, and the wholly-owned and controlling subsidiaries had 1,832 employees.

(II) Remuneration policy

The Company has always been committed to establishing a long-term remuneration management mechanism that is dynamically adapted to its operating performance, business characteristics, individual contributions, compliance and risk control levels, and cultural environment. Upholding the fundamental tenet of serving the country through finance and serving the people, the Company internalizes the core essence of the financial culture with Chinese characteristics into all aspects of its remuneration management. Meanwhile, the Company strictly adheres to the bottom line of comprehensive risk management and compliant operation, and coordinates the balance between the performance of its functions and the pursuit of profitability, so as to safeguard the steady operation of the Company. The Company adheres to the dual benchmarking of remuneration levels against market performance and makes scientific reference to industry standards, ensuring a close linkage between the remuneration system and performance appraisal results, with resource allocation actively weighted towards key core positions and frontline employees. Furthermore, in accordance with regulatory requirements, the Company continuously optimizes mechanisms that balance short-term and long-term incentives and constraints, as well as deferred payment, stop payment, and clawback mechanisms that place equal emphasis on returns and risks. The Company strictly implements such mechanisms to effectively leverage the comprehensive role of remuneration in both providing positive incentives and penalizing non-compliance.

(III) Status of training

In the first half of 2026, the Party Committee of the Company carried out in-depth learning and education on establishing and practicing the correct outlook on performance, resolutely implemented the Party's organisational line in the new era, and focused on building a team characterised by "strong political commitment, strong professional capabilities and strong work discipline". Through a tiered and systematic training framework tailored to different employee groups, the Company continued to cultivate a high-calibre and professional team of financial cadres and talents, and supported the high-quality development of the Company through high-quality training. Firstly, the Company focused on strengthening political guidance and implemented theoretical education for the "key minority". Closely aligned with two core political tasks — studying the spirit of the Fourth Plenary Session of the 20th CPC Central Committee and the learning and education on establishing and practicing the correct outlook on performance, the Company conducted special rotational training for cadres at different levels. Secondly, the Company further improved its tiered talent development system and strengthened the foundation of its talent pipeline. The Company continuously strengthened full-lifecycle talent cultivation and implemented the "Shining Future (光耀未來)" growth plan for new campus recruits; established an internal trainer cultivation system and advanced the "Torchlight Program (炬光計劃)" in-house lecturer training camp; and regularly carried out industry-specific professional capability enhancement to continuously advance training courses on financial technology and financial investment. Thirdly, the Company strengthened its commitment to serving employees and further improved its long-term employee care mechanism. Closely following the working requirement that "bringing benefits to the people is the greatest political achievement", the Company formulated and implemented the "Sunflower•Mental Energy (向日葵•心能量)" special employee care program, and carried out a series of mental health training by levels and categories.

SECTION IV CORPORATE GOVERNANCE, ENVIRONMENT AND SOCIETY

VI. Profit Distribution

(I) The profit distribution proposal implemented during the Reporting Period

According to the 2025 profit distribution proposal considered and approved at the 2025 annual general meeting of the Company held on June 30, 2026, based on the total share capital of A Shares and H Shares of the Company in issue as of December 31, 2025 (i.e.: 4,610,787,639 shares), as well as the audited financial information, the aggregate cash dividend proposed to be distributed for the year amounted to RMB1,307,158,295.66. After deducting a cash dividend of RMB504,881,246.47 distributed in the interim period of 2025, the final cash dividend proposed to be distributed amounted to RMB802,277,049.19, representing a cash dividend of RMB0.1740 (tax inclusive) per share to all holders of A Shares and H Shares. Cash dividends are denominated and declared in RMB and paid to holders of A Shares in RMB, and to holders of H Shares in Hong Kong dollars or RMB with currency option. Holders of H Shares are entitled to elect to receive the 2025 final dividend (whereas HKSCC Nominees Limited may elect entirely or partially) in HK dollars or in RMB. The actual amount of the dividend on H Shares to be distributed in Hong Kong dollars shall be calculated based on the average benchmark exchange rate of RMB against Hong Kong dollars published by the PBOC for the week prior to the annual general meeting of the Company (including the date of the annual general meeting).

The Company published relevant announcements in relation to the 2025 profit distribution proposal on the websites of the SSE and the Hong Kong Stock Exchange, and the Company's 2025 profit distribution proposal will be completed in August 2026.

(II) Profit distribution proposal and proposal for conversion of capital reserve fund into share capital

The Company's interim profit distribution proposal for 2026 that was considered and approved at the 18th meeting of the seventh session of the Board of the Company is: on the basis of a total issued share capital of 4,610,787,639 shares (comprising A Shares and H Shares) as at June 30, 2026, a cash dividend of RMB0.17 (tax inclusive) per share was proposed to be distributed to all holders of A Shares and H Shares, with total cash dividend amounting to RMB783,833,898.63. The above distribution proposal will be submitted for consideration at the general meeting of the Company and will be implemented after the proposal is approved by the general meeting. The aforesaid proposal complies with the requirements under the Articles of Association and the consideration process, which fully safeguards the legitimate rights and interests of small and medium-sized investors.

Cash dividends are denominated and declared in RMB and paid to holders of A Shares in RMB, and to holders of H Shares in Hong Kong dollars or RMB with currency option. Holders of H Shares are entitled to elect to receive the 2026 interim dividend (whereas HKSCC Nominees Limited may elect entirely or partially) in HK dollars or in RMB. The actual amount of the dividend on H Shares to be distributed in Hong Kong dollars shall be calculated based on the average benchmark exchange rate of RMB against Hong Kong dollars published by the PBOC for the week prior to the general meeting of the Company (including the date of the general meeting).

The Company will announce in due course the date of the general meeting, and the period during which the register of members of the Company will be closed for the purpose of determining the eligibility of the Shareholders to attend and vote at the forthcoming general meeting. The Company will publish separate announcements on the record date and book closure period for the distribution of the dividends to the holders of H Shares, as well as the record date and the date for the payment of the dividends to holders of A Shares.

SECTION IV CORPORATE GOVERNANCE, ENVIRONMENT AND SOCIETY

VII. Investor Relations

The Company attaches great importance to investor relations management, and has developed relatively comprehensive policies and systems such as the "Investor Relations Management System of Everbright Securities Company Limited", and fully implements the people-oriented principle in financial work to effectively strengthen investor protection and has established effective communication channels with shareholders and investors. In addition to information disclosure channels required by laws, the Company has also established an investor relations management platform incorporating on-site, telephone, online and other communication channels and covering the general meetings, performance briefing, roadshow, reception of investor research visits, company website, investor hotline, e-mail, e-mail address of independent Directors and other communication methods; the Company actively enhanced its interaction and communication with investors, improved the transparency of the Company, and ensured that investors could obtain timely, accurate and comprehensive information about the Company through proactively participating in "SSE e-Interaction" and investor collective reception day activities, attending investment strategy conferences held by securities firms or investment forums and other means. The Company has always categorized and analyzed the questions raised by investors and analysts to continuously improve the professionalism, standardization and effectiveness of investor relations management work, continuously enhance the quality of investor relations management work, maintain sound relationships with the capital market and effectively facilitate the transmission function of the capital market.

The Company continued to implement the "investor-oriented" philosophy and has developed the "Measures for Market Value Management of Everbright Securities Company Limited" to fully practice the principle of people-oriented nature in an all-round manner and tell good stories of Everbright Securities for its stronger market influence. During the Reporting Period, the Company successfully held the 2025 annual results briefing and communicated with investors in respect of the Company's operations and addressed issues of concern to investors at the SSE Roadshow Center. The Company addressed over 200 investor inquiries through various channels, including general meetings, investor hotline, e-mail, and SSE e-Interaction platform in the first half of 2026. The Company hosted 8 meetings with analysts and investors.

SECTION IV CORPORATE GOVERNANCE, ENVIRONMENT AND SOCIETY

VIII. Particulars of Consolidating and Expanding Poverty Alleviation Achievements, Rural Revitalization and Other Work

Since 2026, the Company has thoroughly studied and implemented the spirit of General Secretary Xi Jinping's important speeches and instructions on "agriculture, rural areas and farmers", and fully implemented the relevant requirements of the Opinions of the Central Committee of the Communist Party of China and the State Council on Anchoring the Modernization of Agriculture and Rural Areas and Solidly Promoting Comprehensive Rural Revitalization. Based on the practical work requirements, the Company solidly advanced rural revitalization and designated assistance initiatives, with a focus on the modernization of agriculture and rural areas and on improving rural industrial development, rural development and rural governance. During the Reporting Period, the Company actively leveraged the advantages of comprehensive financial services of Everbright Group. By aligning with the "Five Major Areas" (五篇大文章) and serving the coordinated regional development of the country, the Company leveraged the specialised strengths of Everbright Futures and other subsidiaries in serving "agriculture, rural areas and farmers", to carry out regular and targeted assistance through multiple measures.

In terms of fund assistance, the Company maintained capital investment and formulated an annual plan for the use of donated funds, with coordination of the donation of RMB7.0 million targeted assistance funds to help Xintian County in Hunan Province consolidate its poverty alleviation achievements continuously. The Company also completed external donations to 3 industrial, ecological, and public welfare assistance projects in Xiji County in Ningxia and Ruijin City in Jiangxi Province (an old revolutionary base area), which are paired assistance targets. In terms of consumption assistance, the Company actively organized trade unions at all levels and mobilized cadres and employees to purchase agricultural and specialty products from national former poverty – stricken areas such as Guzhang County, Xinhua County and Xintian County in Hunan Province and Xinghe County in Inner Mongolia. In terms of talent assistance, the Company continued to dispatch outstanding cadres to take temporary posts in Xintian County and Ruijin City, to support rural revitalization efforts, providing support in terms of policies, funds, and talent. In terms of financial assistance, leveraging the Company's investment banking business advantages, funds were raised for county enterprises in paired assistance areas and other former poverty-stricken counties through methods such as issuing bonds and asset-backed securities, supporting the development of industries that enrich people in these counties. This included underwriting four interbank and exchange-traded rural revitalization bonds and two corporate bonds from former poverty-stricken counties. The Company also continued to optimize and improve the "insurance + futures" service model, expanding the scope of assistance to help large-scale farmers in agricultural breeding and cultivation to enhance their ability to withstand price fluctuation risks. The Company carried out three "insurance + futures" projects, providing risk management services for agricultural products with a total of 27,100 tons, securing a total coverage value of agricultural products amounting to RMB147 million, covering over 5,000 farmer households and involving Hunan Province, Yunnan Province, and the Xinjiang Uygur Autonomous Region.

SECTION V SIGNIFICANT EVENTS

I. Performance of Undertakings

(I) Undertakings of de facto controllers, shareholders, related parties, purchasers, the Company and other undertaking-related parties made and/or remaining effective during the Reporting Period

Background	Type of undertaking	Undertaking party	Content of undertaking	Date of undertaking	Any deadline for performance or not	Strictly performed in a timely manner or not
Undertaking in relation to the initial public offering	Other	China Everbright Group Ltd.	A non-competition undertaking was made in favor of the Company during the listing of A Shares of the Company on the Shanghai Stock Exchange and the listing of H Shares on the Hong Kong Stock Exchange.	August 2009, August 2016	No	Yes

II. Particulars of Appropriation of Funds for Non-operating Purposes by the Company's Controlling Shareholders and Other Related Parties during the Reporting Period

There was no appropriation of funds for non-operating purposes by the Company's controlling shareholders and other related parties during the Reporting Period.

III. Guarantees in Violation of Regulations

During the Reporting Period, the Company had no guarantees in violation of regulations.

IV. Appointment and Dismissal of Accounting Firms

At the 15th meeting of the seventh session of the Board and the 2025 annual general meeting, the "Resolution on Re-appointment of External Auditor for the year 2026" was considered and approved to re-appoint KPMG Huazhen LLP as the domestic external auditor of the Company for the year 2026 and KPMG as the overseas external auditor of the Company for the year 2026.

V. Material Litigation and Arbitration Matters

During the Reporting Period, the Company was not involved in any material litigation and arbitration involving claims of over RMB10 million and accounting for more than 10% of the absolute value of the Company's latest audited net assets, which shall be disclosed in accordance with the requirements under the SSE Listing Rules. For the particulars of other litigations and arbitrations of the Company, please refer to "X. Description of Other Significant Events" in this section.

VI. Suspected Non-Compliance with Laws and Regulations by and Penalties Imposed on the Listed Company, Its Directors, Senior Management, Controlling Shareholders, De Facto Controller as well as Relevant Rectifications

During the Reporting Period, neither the Company nor any of its Directors, members of senior management, controlling shareholders or de facto controller had been subject to any administrative penalties.

During the Reporting Period, the Company was subject to the following administrative regulatory measures, or disciplinary or self-regulatory sanctions:

On May 12, 2026, Shanghai Regulatory Bureau of CSRC issued the Decision on Issuing a Warning Letter to Everbright Securities Company Limited (Hu Zheng Jian Jue [2026] No. 143) 《關於對光大證券股份有限公司採取出具警示函措施的決定》(滬證監決[2026]143 號)), which identified the following issues of the Company: (i) failure to carry out collective deliberation procedures at the Company level for relevant proposals concerning overseas subsidiaries, and failure to obtain written compliance review opinions from the compliance officer; and (ii) failure to effectively prevent conflicts of interest between the publication of securities research reports and other securities business activities. In response to the issues identified in the regulatory letter, the Company has organized relevant units to review each issue, conduct in-depth analysis, formulate and implement targeted rectification measures, and ensure that all regulatory requirements are communicated and implemented effectively. Going forward, the Company will continue to consolidate the effectiveness of rectification efforts and learn from this experience to prevent similar occurrences. The Company will further strengthen internal management and optimize processes across various dimensions – including institutional development, process control, and personnel conduct – while continuously enhancing the compliance awareness of all employees to ensure the effective operation of all internal control mechanisms.

VII. Explanation of Integrity of the Company, Its Controlling Shareholders and De Facto Controllers during the Reporting Period

During the Reporting Period, the Company and its controlling shareholders were not involved in any circumstances where they failed to fulfill the obligations specified in legal instruments of effective court judgments or pay off debts overdue with a relatively large amount.

VIII. Material Related Party Transactions/Connected Transactions

(I) Related party transactions/connected transactions relating to daily business

Everbright Group is a controlling shareholder of the Company and hence a connected person of the Company.

Exempt continuing connected transactions

In the Group's daily operation, the Company and certain of its subsidiaries in China have entered into certain trademark license agreements with Everbright Group. Everbright Group has granted non-exclusive, non-transferable and royalty-free licenses to the Company and its subsidiaries, pursuant to which the Company and its subsidiaries are permitted to use certain trademarks owned by Everbright Group in China.

The transactions provided under abovementioned agreements are fully exempt continuing connected transactions in accordance with Chapter 14A of the Hong Kong Listing Rules and are exempt from the reporting, announcement, independent shareholders' approval and annual review requirements under Chapter 14A of the Hong Kong Listing Rules.

SECTION V SIGNIFICANT EVENTS

In addition, the Group shall set a maximum daily deposit balance limit on the deposits of the Group's proprietary funds and client funds deposited at Everbright Bank. The Company has made its application to the Hong Kong Stock Exchange for a waiver from strict compliance with a maximum daily balance limit as required by Rule 14A.53 of the Hong Kong Listing Rules and has obtained a waiver letter from the Hong Kong Stock Exchange, waiving the Company from the obligation of setting a maximum daily deposit balance limit on the deposits of its proprietary funds and client funds deposited at Everbright Bank.

Non-exempt continuing connected transactions

Property Leasing Framework Agreement

In the ordinary and usual course of business of the Group, the Group leases certain properties from Everbright Group and its associates for its offices and business uses. On the other hand, Everbright Group and its associates lease certain properties from the Group mainly for their business operations.

Reference is made to the announcement dated October 30, 2024 published by the Company on the website of the Hong Kong Stock Exchange. The Company entered into a property leasing framework agreement with Everbright Group (the "2024 Everbright Group Property Leasing Framework Agreement") for a renewed term of three years commencing from January 1, 2025 to December 31, 2027.

The principal terms of the 2024 Everbright Group Property Leasing Framework Agreement are as follows: (1) the rental shall be determined based on the market rent applicable to the leased property; (2) the Company or its subsidiaries and Everbright Group or its related associates shall enter into specific transaction agreements to set out the specific terms and conditions in respect of the specific leased property following the principles and scopes under the 2024 Everbright Group Property Leasing Framework Agreement; (3) the Company or its subsidiaries and Everbright Group and its associates are entitled to lease additional floor area from and among the available properties owned by the other party during the term of the 2024 Everbright Group Property Leasing Framework Agreement and adjust rent accordingly; and (4) based on the relevant stipulations in the specific transaction agreement, either party to that agreement may issue a notice to the other party to terminate the provision of a transaction within a reasonable time (if a shorter notice period is the market practice for such transaction, the market practice shall prevail).

In accordance with the 2024 Everbright Group Property Leasing Framework Agreement, the annual caps for the rental income from Everbright Group and its associates for the leased properties were expected to be RMB4.0 million, RMB5.0 million and RMB5.0 million in 2025, 2026 and 2027, respectively; and the annual caps for the rental expenses to be paid/the total value of right-of-use assets for the properties rented from Everbright Group and its associates were expected to be RMB105.0 million, RMB105.0 million and RMB317.0 million in 2025, 2026 and 2027, respectively. In the first half of 2026, the actual amount of rental income from the properties leased to Everbright Group and its associates was RMB1.83 million, and the rental expenses paid/the total value of right-of-use assets for the properties rented from Everbright Group and its associates were RMB0.07 million.

Under the 2024 Everbright Group Property Leasing Framework Agreement, (i) the highest applicable percentage ratio for the annual caps of the lease transactions (expenditure-related) for the three financial years ending December 31, 2027 exceeds 0.1% but is less than 5%; therefore, such continuing connected transactions are subject to the reporting, announcement and annual review requirements under Chapter 14A of the Hong Kong Listing Rules, but are exempted from the independent shareholders' approval requirements; (ii) the applicable percentage ratios for the annual caps of the lease transactions (revenue-related) for the three financial years ending December 31, 2027 are all below 0.1%; therefore, such transactions are fully exempted from the requirements for connected transaction under Chapter 14A of the Hong Kong Listing Rules.

For the details of the 2024 Everbright Group Property Leasing Framework Agreement, please refer to the announcement dated October 30, 2024 published by the Company on the website of the Hong Kong Stock Exchange.

SECTION V SIGNIFICANT EVENTS

Non-financial Miscellaneous Services Framework Agreement

In the ordinary and usual course of the operations, Everbright Group and its associates (on one hand), and the Group (on the other hand) provide certain non-financial miscellaneous services to each other. The non-financial miscellaneous services provided by Everbright Group and its associates to the Group include, but are not limited to, information technology and Internet network services, conference services, title sponsor services, network maintenance, printing and publication, books and audio/video products, renovation, training, medical care, corporate travel management, advertising and promotion, property management, consultancy services, labor outsourcing related services and other non-financial miscellaneous services. The non-financial miscellaneous services to be provided by the Group to Everbright Group and its associates include, but are not limited to, information technology and Internet network services, lease of advertising space, logistics, warehouse, consultancy services, labor outsourcing and other non-financial miscellaneous services.

Reference is made to the announcement dated October 30, 2024 published by the Company on the website of the Hong Kong Stock Exchange. The Company entered into a non-financial miscellaneous services agreement with Everbright Group (the "2024 Everbright Group Non-financial Miscellaneous Services Framework Agreement") for a term of three years commencing from January 1, 2025 to December 31, 2027.

In accordance with the 2024 Everbright Group Non-financial Miscellaneous Services Framework Agreement, the annual caps for the income from providing non-financial miscellaneous services by the Group to Everbright Group and its associates were expected to be RMB1.0 million, RMB1.0 million and RMB1.0 million in 2025, 2026 and 2027, respectively; and the annual caps for the expenses to be paid by the Group for non-financial miscellaneous services provided by Everbright Group and its associates were expected to be RMB91.0 million, RMB99.0 million and RMB107.0 million in 2025, 2026 and 2027, respectively. In the first half of 2026, the actual amount of income received by the Group from provision of non-financial miscellaneous services to Everbright Group and its associates was RMB0.6 million, and the expenses paid for the non-financial miscellaneous services provided by Everbright Group and its associates were RMB18.33 million.

Under the 2024 Everbright Group Non-financial Miscellaneous Services Framework Agreement, (i) the highest applicable percentage ratio for the annual caps of the proposed non-financial miscellaneous service transactions (expenditure-related) for the three financial years ending December 31, 2027 exceeds 0.1% but is less than 5%; therefore, such continuing connected transactions are subject to the reporting, announcement and annual review requirements under Chapter 14A of the Hong Kong Listing Rules, but are exempted from the independent shareholders' approval requirements; (ii) the applicable percentage ratios for the annual caps of the proposed non-financial miscellaneous service transactions (revenue-related) for the three financial years ending December 31, 2027 are all below 0.1%; therefore, such transactions are fully exempted from the requirements for connected transaction under Chapter 14A of the Hong Kong Listing Rules.

For the details of the 2024 Everbright Group Non-financial Miscellaneous Services Framework Agreement, please refer to the announcement dated October 30, 2024 published by the Company on the website of the Hong Kong Stock Exchange.

Financial Products and Services Framework Agreement

In the ordinary and usual course of the Group's operations, the Group enters into securities and financial products transactions with Everbright Group and its associates on normal commercial terms from time to time, and they provide securities and financial services to each other.

References are made to the announcement dated October 30, 2024 and the circular dated December 2, 2024 published by the Company on the website of the Hong Kong Stock Exchange. The Company entered into a financial products and services framework agreement with Everbright Group (the "2024 Everbright Group Financial Products and Services Framework Agreement") for a term of three years commencing from January 1, 2025 to December 31, 2027.

SECTION V SIGNIFICANT EVENTS

A. Securities and Financial Products

The transactions of securities and financial products include (a) securities products with fixed income; (b) fixed income related derivative products; (c) equity products; (d) financing transactions; and (e) other securities and financial products permitted to be transacted under applicable laws and regulations.

The securities and financial products transactions are conducted through the PRC interbank bond market and the PRC exchange bond market, exchanges (including stock exchanges, futures exchanges, Shanghai Gold Exchange and China Foreign Exchange Trade System) and the fund market. Such transactions are and will continue to be carried on according to the ordinary and usual course of the Group's business and with high frequency. Pricing should be based on current market rates or prices, or determined through fair negotiation based on market rates or prices generally applicable to independent counterparties for similar products or transaction types.

In accordance with the 2024 Everbright Group Financial Products and Services Framework Agreement, the annual caps for cash inflow from the transactions of securities and financial products shall be RMB380,000 million, RMB440,000 million and RMB510,000 million in 2025, 2026 and 2027, respectively; and the annual caps for cash outflow from the transactions of securities and financial products shall be RMB370,000 million, RMB420,000 million and RMB490,000 million in 2025, 2026 and 2027, respectively. In the first half of 2026, the actual cash inflow from the transactions of securities and financial products was RMB93,978 million; and the actual cash outflow from the transactions of securities and financial products was RMB147,900 million.

B. Securities and Financial Services

The securities and financial services to be provided by the Group to Everbright Group and its associates include (a) underwriting and sponsorship services; (b) other investment banking services; (c) brokerage services; (d) proxy sale of financial products services; (e) entrusted asset management services; (f) fund investment advisory services, other financial and securities advisory and consulting services and commodity services; (g) public-private partnership financial services; (h) financial leasing services and factoring financial services; (i) derivative services related to fixed income products and equity products; (j) custody and outsourcing services; (k) insurance brokerage and consultancy services; and (l) other types of securities and financial services permitted by the applicable laws and regulations. The securities and financial services to be provided by Everbright Group and its associates to the Group include (a) deposit services; (b) proxy sale of financial products services; (c) deposits management and custody services; (d) loan services; (e) other financial and securities advisory and consulting services, currency brokerage services, commodity services, etc.; (f) other investment banking services; (g) insurance services; (h) financial leasing services and factoring financial services; (i) derivative services related to fixed income products and equity products; and (j) other types of securities and financial services permitted by the applicable laws and regulations.

The price of such securities and financial services shall be determined through fair negotiation and by referring to the prevailing market price, industry practice, the interest rate of deposit and loan as determined and published by the PBOC, and independent third party's price.

SECTION V SIGNIFICANT EVENTS

In accordance with the 2024 Everbright Group Financial Products and Services Framework Agreement, the annual caps for the revenue gained by the Group for the securities and financial services provided to Everbright Group and its associates shall be RMB385.0 million, RMB385.0 million and RMB385.0 million in 2025, 2026 and 2027, respectively; and the annual caps for the expenses paid by the Group for the securities and financial services provided by Everbright Group and its associates shall be RMB152.0 million, RMB152.0 million and RMB152.0 million in 2025, 2026 and 2027, respectively. In the first half of 2026, the actual revenue gained by the Group for the securities and financial services provided to Everbright Group and its associates was RMB122.76 million, and the expenses paid by the Group for the securities and financial services provided by Everbright Group and its associates were RMB62.44 million.

As the highest applicable percentage ratio in respect of the relevant annual caps of the proposed securities and financial products transactions under the 2024 Everbright Group Financial Products and Services Framework Agreement exceeds 5% on an annual basis, these transactions are subject to the reporting, announcement, annual review and independent shareholders' approval requirements under Chapter 14A of the Hong Kong Listing Rules. The highest applicable percentage ratio in respect of the annual caps for the securities and financial services (other than deposit services) transactions for the three financial years ending December 31, 2027 exceeds 0.1% but is less than 5%; therefore, such continuing connected transactions are subject to the reporting, announcement and annual review requirements, but are exempted from the independent shareholders' approval requirements.

Details of the 2024 Everbright Group Financial Products and Services Framework Agreement are set out in the announcement dated October 30, 2024 and the circular of the 2024 second extraordinary general meeting dated December 2, 2024 published by the Company on the website of the Hong Kong Stock Exchange.

The Company had made its application to the Hong Kong Stock Exchange for a waiver from strict compliance with setting a maximum daily deposit balance limit as required by Rule 14A.53 of the Hong Kong Listing Rules and had obtained a waiver letter from the Hong Kong Stock Exchange, waiving the Company from the obligation to set a maximum daily deposit balance limit under the 2024 Everbright Group Financial Products and Services Framework Agreement. For details of the reasons for the Company to apply for such waiver, please refer to the announcement dated October 30, 2024 and the circular in relation to the 2024 second extraordinary general meeting dated December 2, 2024 published by the Company on the website of the Hong Kong Stock Exchange.

SECTION V SIGNIFICANT EVENTS

(II) Non-exempt connected transactions

Lease Agreements

As the leases for the office premises of Hong Kong subsidiaries of the Company expired in April 2026, to ensure normal daily operations and smooth conduct of business, China Everbright Securities International Company Limited ("CEBSI"), a wholly-owned subsidiary of the Company (as the lessee), has exercised its renewal option under the Lease Agreements and renewed the Lease Agreements with Everbright Centre Company (光大中心公司) (as the lessor), a non-wholly owned subsidiary of Everbright Group. The renewed leases will extend the lease term for three years commencing from May 1, 2026 to April 30, 2029 (both days inclusive) with the rent of approximately HK$2.95 million per month (exclusive of rent-free period concessions, service charges, government rates and other outgoings).

Everbright Centre Company is a non-wholly owned subsidiary of Everbright Group. Accordingly, Everbright Centre Company, being an associate of Everbright Group, is a connected person of the Company.

In accordance with HKFRS 16 "Leases", the Group has recognized a right-of-use asset in 2023 in respect of the leased properties under the Lease Agreement at a value of approximately HK$278.4 million, which was measured by reference to the present value of the aggregated lease payments for the total maximum lease period (i.e., ten years) under the Lease Agreement. Such lease was recognized as an acquisition of right-of-use assets, and the Company had also complied with the relevant requirements under Chapter 14A of the Hong Kong Listing Rules when entering into the Lease Agreements. In accordance with HKFRS 16 "Leases", the exercise of the renewal option under the Lease Agreements and the renewal of the Lease Agreement will not result in the recognition of a new right-of-use asset. For further details, please refer to the announcements dated January 19, 2023, November 30, 2023 and April 30, 2026 published by the Company on the website of the Hong Kong Stock Exchange.

Save as disclosed above, neither the Company nor any of its subsidiaries were a party to any significant transaction, arrangement or contract in which the controlling shareholder of the Company or any of its related entities had a material interest, whether directly or indirectly, during the Reporting Period.

(III) Related Party Transactions referred to in the Consolidated Financial Statements and Connected Transactions under the Hong Kong Listing Rules

Save as disclosed above, there were no related party transactions or continuing related party transactions referred to in Note 61 to the consolidated financial statements of the Report that falls into the category of connected transactions or continuing connected transactions that need to be disclosed under the Hong Kong Listing Rules. The Company has complied with the disclosure requirements under Chapter 14A of the Hong Kong Listing Rules with respect to the connected transactions and continuing connected transactions of the Company.

IX. Material Contracts and their Performance

1. Significant guarantees performed or outstanding guarantees during the Reporting Period

Unit: 100 million Currency: RMB

External guarantees provided by the Company (excluding guarantees for subsidiaries)	
Total amount of guarantees provided during the Reporting Period (excluding guarantees for subsidiaries)	–
Total balance of guarantees as at the end of the Reporting Period (A) (excluding guarantees for subsidiaries)	–
Guarantees for subsidiaries provided by the Company	
Total guarantees for subsidiaries during the Reporting Period	–
Total balance of guarantees for subsidiaries as at the end of the Reporting Period (B)	25.40
Total guarantees provided by the Company (including guarantees for subsidiaries)	
Total guarantees (A+B)	25.40
Ratio of total guarantees to net assets of the Company (%)	3.37
Among which:	
Guarantees for shareholders, de facto controller and their related parties (C)	–
Debt guarantee provided directly or indirectly for companies with gearing ratio over 70% (D)	–
Amount of total guarantees in excess of 50% of the net assets (E)	–
Total amount of the above three types of guarantees (C+D+E)	–
Description of outstanding guarantees subject to joint and several liabilities	
Details of guarantees	1. During the Reporting Period, the Company has provided the following major guarantee: the net capital guarantee for its wholly-owned subsidiary Everbright Asset Management. As of June 30, 2026, the balance of such guarantee was approximately RMB2.238 billion. The guarantees of the Company's controlling subsidiaries mainly include: EBSI and its subsidiaries provided loan guarantees, financing guarantees and business guarantees for their subsidiaries, to facilitate their subsidiaries' business operation. As of June 30, 2026, the balance of such guarantees was approximately RMB302 million. 2. The guarantee amount incurred was the amount increased during the year, excluding the amount decreased during the year.

SECTION V SIGNIFICANT EVENTS

X. Description of Other Significant Events

1. Accounting-related Information

Analysis and explanation of causes and effects of changes in terms of accounting policies, accounting estimates or accounting methods by the Board

During the Reporting Period, the details of the changes in the Company's principal accounting policies are set forth in the Note "4. Changes in accounting policies" of the condensed consolidated financial statements.

Analysis and explanation of the causes and effects of corrections of significant errors in the previous period by the Board

During the Reporting Period, there was no matter in relation to corrections of significant errors in the previous period of the Company.

2. Review by the Audit and Related Party Transaction Control Committee

The Audit and Related Party Transaction Control Committee of the Board has reviewed and confirmed the Company's report on Review of Interim Financial Statements which is disclosed in accordance with the International Accounting Standards for the six months ended June 30, 2026, and has no objection against matters including the accounting policies and practices adopted by the Company.

3. Corporate Governance

During the Reporting Period, the Company strictly complied with the Corporate Governance Code in Appendix C1 to the Hong Kong Listing Rules, fully complied with all applicable provisions of the Corporate Governance Code, and met the requirements of the vast majority of the recommended best practices set out in the Corporate Governance Code.

4. Relevant information on branches

In order to further optimize the Company's branch network, the Company closed down the securities brokerage branches at Hongxing Road, Meishan and Jinkeqiao Avenue, Keqiao, Shaoxing. As of the date of the Report, the Company had 209 securities brokerage branches.

5. Litigations with subsequent developments during and after the Reporting Period

In April 2021, Shanghai Everbright Fortune Jinghui Investment Center (Limited Partnership) (上海光大富尊璟琿投資中心(有限合夥)), a limited partnership fund managed by a subsidiary of the Company, Everbright Fortune Evertop Investment Management (Shanghai) Co., Ltd. (光大富尊泰鋒投資管理(上海)有限公司), and its offshore subsidiary QUANTUM CAPITAL RESOURCES LIMITED filed an arbitration to Hong Kong International Arbitration Centre with Shenzhen Guangqi Hezhong Technology Co., Ltd. (深圳光啓合眾科技有限公司) and ASEAN TELECOMMUNICATIONS LIMITED as the respondents (the "Guangqi Party"), on disputes over the breach of the purchase agreement. The amount involved in the case was approximately RMB835 million. For details, please refer to the Company's 2021 interim report, 2024 annual report, 2025 interim report and 2025 annual report. Currently, the Higher People's Court of Guangdong Province has dismissed the appeal on jurisdictional objection filed by the Guangqi Party.

In June 2023, the Company filed a lawsuit against persons including a person surnamed Ma, and relevant intermediaries on a dispute over fraudulent issuance of bonds and misrepresentation by Kangmei Pharmaceutical Co., Ltd. (康美藥業股份有限公司), involving an amount of approximately RMB93.0474 million. For details, please refer to the Company's 2023 interim report. At present, a first-instance judgment has been received for the case, ruling that a person surnamed Ma and others, as well as the relevant intermediaries, shall bear the corresponding compensation liability for the loss of RMB14.8 million. Certain defendants have appealed against the judgment.

SECTION V SIGNIFICANT EVENTS

In December 2023, Everbright Securities Investment Services (HK) Limited filed a lawsuit against Yongxi Greater China Fund Independent Portfolio Company (雍熙大中華基金獨立投資組合公司) and a person surnamed Yan due to a dispute over margin financing, and the amount involved was approximately US$4.7811 million plus interest. For details, please refer to the Company's 2023 annual report, 2024 interim report, 2024 annual report, 2025 interim report and 2025 annual report. A person surnamed Lin, a non-party to the said case, filed a lawsuit of objection to enforcement. Currently, the court has ruled to dismiss the person surnamed Lin's lawsuit of objection to enforcement.

In May 2024, Everbright Pramerica Assets Management Co., Ltd. (Manager of Fuzeng No. 4 (富增 4 號)) submitted a dispute over an asset management contract to the Shanghai Arbitration Commission for arbitration against a person surnamed Wu, a person surnamed Zhou and a person surnamed Yu as the respondents, and the amount involved was approximately RMB177 million. For details, please refer to the Company's 2024 interim report. At present, a ruling has been rendered in respect of the case, ordering the respondents to pay Fuzeng No. 4 a shortfall compensation of approximately RMB33.8294 million.

In May 2024, Yiwu Xiangcheng Investment Partnership (Limited Partnership) (義烏市翔程投資合夥企業(有限合夥)) submitted a dispute over an asset management contract to the Shanghai Arbitration Commission for arbitration against Everbright Pramerica Assets Management Co., Ltd. (Manager of Fuzeng No. 4) as the respondent, and the amount involved was approximately RMB55.5 million. For details, please refer to the Company's 2024 interim report. At present, the applicant of the case has withdrawn the application for arbitration.

In September 2024, Shanxi Lingqiu Rural Commercial Bank Co., Ltd. (山西靈丘農村商業銀行股份有限公司) filed a lawsuit against the Company (as a joint lead underwriter) and others due to disputes over liability related to Huaxin debt securities (華信債證券), and the amount involved was approximately RMB80.3146 million. For details, please refer to the Company's 2024 annual report and 2025 annual report. Currently, the court has ruled to suspend the proceedings of the case.

In February 2025, Everbright Fortune filed a lawsuit against a person surnamed Li, a person surnamed Hou and another person surnamed Li over investment contract disputes. The amount involved was approximately RMB35.2519 million. For details, please refer to the Company's 2024 annual report, 2025 interim report and 2025 annual report. Currently, the judgment of the second instance for the case has been received, dismissing all the appeal claims of the opposing party.

In February 2025, a person surnamed Zheng filed a lawsuit against Everbright Asset Management (with Everbright Securities as a third party) over labor contract disputes. The amount involved was approximately RMB23.569 million. For details, please refer to the Company's 2024 annual report and 2025 annual report. At present, the plaintiff in the said case has filed an appeal.

The Company filed fourteen lawsuits with the People's Court of Jing'an District of Shanghai and the Shanghai Financial Court due to the disputes over margin financing and securities lending transactions, and the total amount involved in the above fourteen cases was approximately RMB435 million. For details, please refer to the Company's 2020 annual report, 2021 interim report, 2022 interim report, 2022 annual report, 2023 interim report, 2023 annual report, 2024 interim report, 2025 interim report and 2025 annual report. Except for two cases in which enforcement proceedings have been terminated, first-instance judgments in favour of the Company have been obtained in the remaining 12 cases, and applications for enforcement have been submitted in respect of all such cases.

SECTION V SIGNIFICANT EVENTS

6. Additional litigations and relevant matters during and after the Reporting Period

In June 2026, Shanghai Everbright Sports & Culture Equity Fund (Limited Partnership) (上海光大體育文化投資合夥企業(有限合夥)) filed an arbitration application with the Shanghai Arbitration Commission against a person surnamed Liu as the respondent arising from a dispute over an equity transfer agreement, involving an amount of approximately RMB33.2982 million. Currently, the case has been accepted by the Shanghai Arbitration Commission.

7. Significant events in relation to wholly-owned subsidiaries

The Company previously disclosed the litigations and arbitrations of Everbright Capital in relation to MPS, and please refer to the 2023 annual report, 2024 interim report, 2024 annual report, 2025 interim report, 2025 annual report of the Company and the overseas regulatory announcement of the Company dated April 3, 2026 published on the website of the Hong Kong Stock Exchange for details. In particular, in the infringement liability dispute case filed by Yingtan Langtaosha Investment Management Partnership (Limited Partnership) (鷹潭浪淘沙投資管理合夥企業(有限合夥)) ("Yingtan Langtaosha") against Everbright Capital, Everbright Capital has applied for a retrial. Yingtan Langtaosha applied to add Everbright Securities as a person subject to enforcement, and the Shanghai Financial Court has ruled to dismiss the application of Yingtan Langtaosha. In the infringement liability dispute case filed by Shenzhen Hengxiang Equity Investment Fund LLP (limited partnership) (深圳恒祥股權投資基金企業(有限合夥)) against Everbright Capital, the judgment of second instance has been received, which dismissed the appeal and upheld the original judgment. In the lawsuit filed by Shanghai Longqian Yingshen Investment Center (Limited Partnership) (上海隆謙迎申投資中心(有限合夥)) against Everbright Capital for infringement liability, the judgment of second instance has been received, which dismissed the appeal and upheld the original judgment.

XI. EVENTS SUBSEQUENT TO THE REPORTING PERIOD

Save as disclosed in Note 62 to the consolidated financial statements of the Report, the Company had no material events subsequent to June 30, 2026 and up to the date of the Report.

XII. SIGNIFICANT INVESTMENTS HELD, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES AND FUTURE PLANS FOR MATERIAL INVESTMENTS OR ADDITIONS OF CAPITAL ASSETS

Save as disclosed in the Report, there were no significant investments held (each individual investment held by the Company did not constitute 5% or above of the total assets of the Group as at June 30, 2026), nor were there material acquisitions or disposals of subsidiaries, associates or joint ventures by the Company during the Reporting Period, and there were no material investments or additions of capital assets authorized by the Directors as at the date of the Report.

SECTION VI CHANGES IN SHARES AND PARTICULARS ABOUT SHAREHOLDERS

I. Changes in Share Capital

During the Reporting Period, there were no changes in the total number of the Company's shares and the structure of share capital.

As of June 30, 2026, the number of the Company's shares in issue amounted to 4,610,787,639, including 3,906,698,839 A Shares and 704,088,800 H Shares. As of June 30, 2026, no treasury shares were held by the Company.

II. Particulars of Shareholders

(I) Total number of shareholders:

As of the end of the Reporting Period, the total number of shareholders of ordinary shares was 169,046.

(II) Shareholding of top ten shareholders, top ten holders of tradable shares (or holders of shares without selling restrictions) as of the end of the Reporting Period

Unit: Shares

Shareholdings of the top ten shareholders (excluding shares lent through refinancing)							
					Pledged, marked or frozen shares		
Name of shareholders (Full name)	Changes in the number of shares during the Reporting Period	Number of shares held as of the end of the Reporting Period	Percentage (%)	Number of shares held with selling restrictions	Status of shares	Number of shares	Nature of shareholders
China Everbright Group Ltd.	0	1,159,456,183	25.15	–	Nil	–	State-owned legal person
China Everbright Limited	0	956,017,000	20.73	–	Nil	–	Foreign legal person
HKSCC Nominees Limited	600	703,731,090	15.26	–	Unknown	–	Unknown
Hong Kong Securities Clearing Company Limited	21,480,317	64,651,714	1.40	–	Nil	–	Others
China Construction Bank Corporation – Guotai CSI All Share Securities Company Exchange Traded Fund	6,200,149	59,898,357	1.30	–	Nil	–	Others
China Construction Bank Corporation – Huabao CSI All Share Securities Company Exchange Traded Fund	1,142,308	38,547,207	0.84	–	Nil	–	Others
Lin Yiqin	0	12,203,100	0.26	–	Nil	–	Domestic natural person
China Construction Bank Corporation – E Fund CSI 300 Non-Bank Financial Exchange Traded Fund	(886,604)	12,189,814	0.26	–	Nil	–	Others
Guotai Haitong Securities Co., Ltd. – Tianhong CSI All Share Securities Company Exchange Traded Fund	1,822,600	11,477,400	0.25	–	Nil	–	Others
China Merchants Bank Co., Ltd. – Yinhua CSI All Share Securities Company Exchange Traded Fund	174,400	10,064,100	0.22	–	Nil	–	Others

SECTION VI CHANGES IN SHARES AND PARTICULARS ABOUT SHAREHOLDERS

Shareholdings of the top ten shareholders without selling restrictions (excluding shares lent through refinancing)

Name of shareholders	Number of tradable shares held without selling restrictions	Type and number of shares	
		Type	Number
China Everbright Group Ltd.	1,159,456,183	RMB ordinary shares	1,159,456,183
China Everbright Limited	956,017,000	RMB ordinary shares	956,017,000
HKSCC Nominees Limited	703,731,090	Overseas listed foreign shares	703,731,090
Hong Kong Securities Clearing Company Limited	64,651,714	RMB ordinary shares	64,651,714
China Construction Bank Corporation – Guotai CSI All Share Securities Company Exchange Traded Fund	59,898,357	RMB ordinary shares	59,898,357
China Construction Bank Corporation – Huabao CSI All Share Securities Company Exchange Traded Fund	38,547,207	RMB ordinary shares	38,547,207
Lin Yiqin	12,203,100	RMB ordinary shares	12,203,100
China Construction Bank Corporation – E Fund CSI 300 Non-Bank Financial Exchange Traded Fund	12,189,814	RMB ordinary shares	12,189,814
Guotai Haitong Securities Co., Ltd. – Tianhong CSI All Share Securities Company Exchange Traded Fund	11,477,400	RMB ordinary shares	11,477,400
China Merchants Bank Co., Ltd. – Yinhua CSI All Share Securities Company Exchange Traded Fund	10,064,100	RMB ordinary shares	10,064,100
Description of the related party relationships or action in concert between the above shareholders	China Everbright Limited is a controlling subsidiary of China Everbright Holdings Company Limited, a wholly-owned subsidiary of China Everbright Group Ltd. Save for the above, the Company is unaware of any related party relationships or action in concert among the above shareholders.		

Note 1: As of the end of the Reporting Period, the total number of holders of ordinary shares was 169,046, of which 168,911 were holders of A Shares and 135 were registered holders of H Shares.

Note 2: Among the H shareholders of the Company, HKSCC Nominees Limited held the H Shares on behalf of the non-registered shareholders.

Note 3: Hong Kong Securities Clearing Company Limited is the nominee holder of the Shanghai-Hong Kong Stock Connect shares of the Company.

SECTION VI CHANGES IN SHARES AND PARTICULARS ABOUT SHAREHOLDERS

III. Changes in Shareholding of the Directors and chief executives of the Company and equity incentives

During the Reporting Period, none of the Directors and senior management of the Company held shares of the Company. There were no changes in the shareholding. The Directors and senior management of the Company were not granted any equity incentives by the Company.

IV. Substantial Shareholders and Other Persons' Interests and Short Positions in the Shares and Underlying Shares

As of June 30, 2026, so far as the Directors, having made reasonable enquiries, are aware, the following parties (other than the Directors or chief executive of the Company) had an interest or short position in the shares or underlying shares, which is required to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO and has been entered in the register kept by the Company according to section 336 of the SFO:

No.	Name of substantial shareholders[7]	Type of share	Nature of interests	Number of corresponding shares of the Company held (share)	Percentage of total issued shares of the Company[6] (%)	Percentage of total issued A Shares/ H Shares of the Company[6] (%)	Long position/ short position
1.	Central Huijin Investment Ltd. (中央匯金投資有限責任公司)	A Share	Interests in controlled corporation[1]	2,115,473,183	45.88	54.15	Long Position
2.	China Everbright Group Ltd. (中國光大集團股份公司)	A Share	Beneficial owner	1,159,456,183	25.15	29.68	Long Position
		A Share	Interests in controlled corporation[2]	956,017,000	20.73	24.47	Long Position
				2,115,473,183	45.88	54.15	Long Position
3.	China Everbright Holdings Company Limited (中國光大集團有限公司)	A Share	Interests in controlled corporation[2]	956,017,000	20.73	24.47	Long Position
4.	Datten Investments Limited	A Share	Interests in controlled corporation[2]	956,017,000	20.73	24.47	Long Position
5.	Honorich Holdings Limited	A Share	Interests in controlled corporation[2]	956,017,000	20.73	24.47	Long Position
6.	China Everbright Limited (中國光大控股有限公司)	A Share	Beneficial owner	956,017,000	20.73	24.47	Long Position
7.	China State Shipbuilding Corporation Limited (中國船舶集團有限公司)	H Share	Interests in controlled corporation[3]	144,608,800	3.14	20.54	Long Position
8.	China Shipbuilding Industry Company Limited (中國船舶工業集團有限公司)	H Share	Interests in controlled corporation[3]	144,608,800	3.14	20.54	Long Position
9.	CSSC INTERNATIONAL HOLDING COMPANY LIMITED	H Share	Beneficial owner[3]	144,608,800	3.14	20.54	Long Position
10.	Guangdong Hengjian Investment Holding Co., Ltd (廣東恒健投資控股有限公司)	H Share	Interests in controlled corporation[4]	131,344,200	2.85	18.65	Long Position
11.	Hengjian International Investment Holding (Hong Kong) Limited (恒健國際投資控股(香港)有限公司)	H Share	Beneficial owner	131,344,200	2.85	18.65	Long Position
12.	China State Construction Engineering Corporation (中國建築集團有限公司)	H Share	Interests in controlled corporation[5]	104,622,400	2.27	14.86	Long Position
13.	China State Construction Engineering Corporation Limited	H Share	Interests in controlled corporation[5]	104,622,400	2.27	14.86	Long Position
14.	CSCEC Capital (Hong Kong) Limited	H Share	Beneficial owner[5]	104,622,400	2.27	14.86	Long Position
15.	E Fund Management Co., Ltd. (易方達基金管理有限公司)	H Share	Investment manager	48,293,400	1.05	6.86	Long Position

SECTION VI CHANGES IN SHARES AND PARTICULARS ABOUT SHAREHOLDERS

Notes:

1. Central Huijin Investment Ltd. held a 63.16% interest in China Everbright Group Ltd. Accordingly, Central Huijin Investment Ltd. is deemed to be interested in China Everbright Group Ltd.'s interest in the Company under the SFO.

2. Honorich Holdings Limited and Everbright Investment and Management Limited (光大投資管理有限公司) held 49.386% and 0.358% of the total issued share capital in China Everbright Limited, respectively; Datten Investments Limited held 100% of the total issued share capital in Honorich Holdings Limited; China Everbright Holdings Company Limited held 100% of the total issued share capital in Datten Investments Limited and Everbright Investment and Management Limited; China Everbright Group Ltd. held 100% of the total issued share capital in China Everbright Holdings Company Limited. Accordingly, each of China Everbright Group Ltd., China Everbright Holdings Company Limited, Datten Investments Limited and Honorich Holdings Limited is deemed to be interested in China Everbright Limited's interests in the Company under the SFO.

3. In order to realize the internal integration of China State Shipbuilding Corporation, China Shipbuilding Capital Limited (中國船舶資本有限公司) entered into a bulk transaction with CSSC INTERNATIONAL HOLDING COMPANY LIMITED, and completed the equity transfer of the shares held in the Company. China Shipbuilding Industry Company Limited (中國船舶工業集團有限公司) held 100% of the total issued share capital in CSSC INTERNATIONAL HOLDING COMPANY LIMITED; China State Shipbuilding Corporation Limited (中國船舶集團有限公司) held 100% of the total issued share capital in China Shipbuilding Industry Company Limited. Accordingly, China Shipbuilding Industry Company Limited and China State Shipbuilding Corporation Limited are deemed to be interested in CSSC INTERNATIONAL HOLDING COMPANY LIMITED's interests in the Company under the SFO.

4. Guangdong Hengjian Investment Holding Co., Ltd held 100% of the total issued share capital in Hengjian International Investment Holding (Hong Kong) Limited. Accordingly, Guangdong Hengjian Investment Holding Co., Ltd. is deemed to be interested in Hengjian International Investment Holding (Hong Kong) Limited's interest in the Company under the SFO.

5. China State Construction Engineering Corporation Limited held 100% of the total issued share capital in CSCEC Capital (Hong Kong) Limited; China State Construction Engineering Corporation held 57.70% of the total issued share capital in China State Construction Engineering Corporation Limited. Accordingly, China State Construction Engineering Corporation Limited and China State Construction Engineering Corporation are deemed to be interested in CSCEC Capital (Hong Kong) Limited's interests in the Company under the SFO.

6. As of June 30, 2026, the total issued shares of the Company were 4,610,787,639, of which 3,906,698,839 were A Shares and 704,088,800 were H Shares.

7. Under Part XV of the SFO, disclosure of interest forms shall be submitted by shareholders of the Company upon satisfaction of certain conditions. If there are changes in the shareholders' shareholdings in the Company, shareholders are not required to inform the Company and the Hong Kong Stock Exchange, except where certain conditions have been satisfied. Therefore, there could be a difference between the substantial shareholders' latest shareholdings in the Company and the information on their shareholdings submitted to the Hong Kong Stock Exchange. Information set out in the above table is based on the disclosure of interest forms submitted by the relevant shareholders.

Save as disclosed above, as of June 30, 2026, the Company was not aware of any other person (other than the Directors and chief executive of the Company) having any interests or short positions in the shares or underlying shares of the Company which are required to be recorded in the register pursuant to Section 336 of the SFO.

SECTION VI CHANGES IN SHARES AND PARTICULARS ABOUT SHAREHOLDERS

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

As at June 30, 2026, according to the information obtained by the Company and to the knowledge of the Directors, none of the Directors or chief executive of the Company had any interests and/or short positions in the shares, underlying shares or debentures of the Company or any associated corporations (within the meaning of Part XV of the SFO) which shall be notified to the Company and the Hong Kong Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and/or short positions which are taken or deemed to be held under such provisions of the SFO), or which would be required, pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers contained in Appendix C3 to the Hong Kong Listing Rules to be notified to the Company and the Hong Kong Stock Exchange or which would be required, pursuant to section 352 of the SFO, to be recorded in the register referred to therein. At no time was the Company, its holding company, any of its subsidiaries or fellow subsidiaries a party to any arrangements during the Reporting Period to enable the Directors of the Company, including their spouses and children under 18 years of age, to acquire any interests by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

VI. Repurchase, Sale or Redemption of the Listed Securities of the Company and Its Subsidiaries

Save as disclosed in the Report, during the Reporting Period, neither the Company nor any of its subsidiaries had repurchased, sold or redeemed any listed securities of the Company or its subsidiaries (including sale of treasury shares). As of the end of the Reporting Period, no treasury shares were held by the Company.

VII. Relevant Information on Preference Shares

During the Reporting Period, the Company did not have any matters relating to preference shares.

SECTION VII RELEVANT INFORMATION ON BONDS

I. Corporate Bonds and Debt Financing Instruments of Non-financial Enterprises

(I) Corporate bonds

1. Overview of corporate bonds

Unit: 100 million Currency: RMB

Bond name	Abbreviation	Code	Issue date	Value date	Latest sell-back date after August 31, 2026	Maturity date	Balance of bonds	Interest rate (%)	Principal and interest payment method	Places of transaction	Lead underwriter	Trust manager	Arrangements for investors' appropriateness	Trading mechanism	Any risk of termination of listing and trading or not
23G4 EBS Public Offering Corporate Bonds targeted at Professional Investors (Fourth Tranche)	23 EVERBRIGHT SECURITIES G4	115976	September 12, 2023	September 14, 2023	-	September 14, 2026	28	2.98	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities[1], China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
21G9 EBS Public Offering Corporate Bonds targeted at Professional Investors (Fifth Tranche) (Type 2)	21 EVERBRIGHT G9	188763	September 14, 2021	September 16, 2021	-	September 16, 2026	10	3.5	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	China Merchants Securities, Galaxy Securities, CSC	China Merchants Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
23G5 EBS Public Offering Corporate Bonds targeted at Professional Investors (Fifth Tranche)	23 EVERBRIGHT G5	240017	September 19, 2023	September 21, 2023	-	September 21, 2026	18	2.9	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
25F3 EBS Public Offering Corporate Bonds targeted at Professional Investors (Third Tranche)	25 EVERBRIGHT F3	280218	September 22, 2025	September 24, 2025	-	October 14, 2026	21	1.79	Principal repayable and accrued interest payable upon maturity	Fixed-income products platform of the SSE	Industrial Securities, Galaxy Securities	Industrial Securities	Targeted at professional investors	Click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26S3 EBS Public Offering Short-term Corporate Bonds targeted at Professional Investors (Second Tranche) (Type 2)	26 EVERBRIGHT S3	244637	January 27, 2026	January 29, 2026	-	October 22, 2026	34	1.68	Principal repayable and accrued interest payable upon maturity	Fixed-income products platform of the SSE	Industrial Securities, Galaxy Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No

1 "Industrial Securities" refers to "Industrial Securities Co., Ltd.". "Galaxy Securities" refers to "China Galaxy Securities Co., Ltd.". "China Merchants Securities" refers to "China Merchants Securities Co., Ltd.". "CSC" refers to "CSC Financial Co., Ltd.". "Orient Securities" refers to "Orient Securities Company Limited (東方證券股份有限公司)". "CITIC Securities" refers to "CITIC Securities Co., Ltd.". "SDIC Securities" refers to "SDIC Securities Co., Ltd. (國投證券股份有限公司)". "Guotai Haitong Securities" refers to "Guotai Haitong Securities Co., Ltd. (國泰海通證券股份有限公司)". "Shenwan Hongyuan Securities" refers to "Shenwan Hongyuan Securities Co., Ltd. (申萬宏源證券有限公司)"; the same applies throughout this section.

SECTION VII RELEVANT INFORMATION ON BONDS

Bond name	Abbreviation	Code	Issue date	Value date	Latest sell-back date after August 31, 2026	Maturity date	Balance of bonds	Interest rate (%)	Principal and interest payment method	Places of transaction	Lead underwriter	Trust manager	Arrangements for investors' appropriateness	Trading mechanism	Any risk of termination of listing and trading or not
24G4 EBS Public Offering Corporate Bonds targeted at Professional Investors (Fourth Tranche) (Type 1)	24 EVERBRIGHT G4	241943	November 12, 2024	November 14, 2024	–	November 14, 2026	40	2.08	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
2111 EBS Public Offering Corporate Bonds targeted at Professional Investors (Sixth Tranche) (Type 2)	21 EVERBRIGHT 11	188886	December 21, 2021	December 23, 2021	–	December 23, 2026	10	3.35	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	China Merchants Securities, Galaxy Securities, CSC	China Merchants Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26F1 EBS Non-Public Offering Corporate Bonds targeted at Professional Investors (First Tranche)	26 EVERBRIGHT F1	281353	January 13, 2026	January 15, 2026	–	January 22, 2027	30	1.77	Principal repayable and accrued interest payable upon maturity	Fixed-income products platform of the SSE	Industrial Securities, Galaxy Securities	Industrial Securities	Targeted at professional investors	Click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26S5 EBS Public Offering Short-term Corporate Bonds targeted at Professional Investors (Third Tranche) (Type 2)	26 EVERBRIGHT S5	244705	February 6, 2026	February 9, 2026	–	February 4, 2027	16	1.68	Principal repayable and accrued interest payable upon maturity	Fixed-income products platform of the SSE	Industrial Securities, Galaxy Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
22Y1 EBS Public Offering Perpetual Subordinated Bonds targeted at Professional Investors (First Tranche)	22 EVERBRIGHT Y1	185407	February 17, 2022	February 21, 2022	–	February 21, 2027	20	3.73	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	CITIC Securities, SDIC Securities	CITIC Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
22Y2 EBS Public Offering Perpetual Subordinated Bonds targeted at Professional Investors (Second Tranche)	22 EVERBRIGHT Y2	185445	March 10, 2022	March 14, 2022	–	March 14, 2027	10	4.08	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	CITIC Securities, SDIC Securities	CITIC Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No

SECTION VII RELEVANT INFORMATION ON BONDS

Bond name	Abbreviation	Code	Issue date	Value date	Latest sell-back date after August 31, 2026	Maturity date	Balance of bonds	Interest rate (%)	Principal and interest payment method	Places of transaction	Lead underwriter	Trust manager	Arrangements for investors' appropriateness	Trading mechanism	Any risk of termination of listing and trading or not
22Y3 EBS Public Offering Perpetual Subordinated Bonds targeted at Professional Investors (Third Tranche)	22 EVERBRIGHT Y3	185600	March 22, 2022	March 24, 2022	–	March 24, 2027	15	4.03	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	CITIC Securities, SDIC Securities	CITIC Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26S7 EBS Public Offering Short-term Corporate Bonds targeted at Professional Investors (Fourth Tranche) (Type 2)	26 EVERBRIGHT S7	245674	July 15, 2026	July 17, 2026	–	April 16, 2027	50	1.51	Principal repayable and accrued interest payable upon maturity	Fixed-income products platform of the SSE	Industrial Securities, Galaxy Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
22G2 EBS Public Offering Corporate Bonds targeted at Professional Investors (First Tranche) (Type 2)	22 EVERBRIGHT G2	185888	June 10, 2022	June 14, 2022	–	June 14, 2027	5	3.25	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	China Merchants Securities, Galaxy Securities, CSC	China Merchants Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
24G2 EBS Public Offering Corporate Bonds targeted at Professional Investors (Second Tranche)	24 EVERBRIGHT G2	241142	June 18, 2024	June 20, 2024	–	June 20, 2027	48	2.18	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26S8 EBS Public Offering Short-term Corporate Bonds targeted at Professional Investors (Fifth Tranche)	26 EVERBRIGHT S8	245768	July 23, 2026	July 27, 2026	–	July 22, 2027	15	1.51	Principal repayable and accrued interest payable upon maturity	Fixed-income products platform of the SSE	Industrial Securities, Galaxy Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
25G5 EBS Public Offering Corporate Bonds targeted at Professional Investors (Fourth Tranche) (Type 1)	25 EVERBRIGHT G5	243617	August 20, 2025	August 22, 2025	–	August 22, 2027	14	1.9	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No

SECTION VII RELEVANT INFORMATION ON BONDS

Bond name	Abbreviation	Code	Issue date	Value date	Latest sell-back date after August 31, 2026	Maturity date	Balance of bonds	Interest rate (%)	Principal and interest payment method	Places of transaction	Lead underwriter	Trust manager	Arrangements for investors' appropriateness	Trading mechanism	Any risk of termination of listing and trading or not
24C1 EBS Public Offering Subordinated Bonds targeted at Professional Investors (First Tranche) (Type 1)	24 EVERBRIGHT C1	241618	September 11, 2024	September 13, 2024	–	September 13, 2027	11	2.18	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, Guotai Haitong Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
24G5 EBS Public Offering Corporate Bonds targeted at Professional Investors (Fourth Tranche) (Type 2)	24 EVERBRIGHT G5	241944	November 12, 2024	November 14, 2024	–	November 14, 2027	20	2.17	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
25G7 EBS Public Offering Corporate Bonds targeted at Professional Investors (Fifth Tranche) (Type 1)	25 EVERBRIGHT G7	244286	December 10, 2025	December 12, 2025	–	December 12, 2027	8	1.87	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
25F1 EBS Non-Public Offering Corporate Bonds targeted at Professional Investors (First Tranche)	25 EVERBRIGHT F1	257814	March 13, 2025	March 17, 2025	–	March 17, 2028	15	2.25	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, Galaxy Securities	Industrial Securities	Targeted at professional investors	Click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
25G2 EBS Public Offering Corporate Bonds targeted at Professional Investors (Second Tranche)	25 EVERBRIGHT G2	243200	June 19, 2025	June 23, 2025	–	June 23, 2028	25	1.8	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
25G3 EBS Public Offering Corporate Bonds targeted at Professional Investors (Third Tranche) (Type 1)	25 EVERBRIGHT G3	243555	August 7, 2025	August 11, 2025	–	August 11, 2028	20	1.82	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
25G8 EBS Public Offering Corporate Bonds targeted at Professional Investors (Fifth Tranche) (Type 2)	25 EVERBRIGHT G8	244287	December 10, 2025	December 12, 2025	–	December 12, 2028	12	1.95	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No

SECTION VII RELEVANT INFORMATION ON BONDS

Bond name	Abbreviation	Code	Issue date	Value date	Latest sell-back date after August 31, 2026	Maturity date	Balance of bonds	Interest rate (%)	Principal and interest payment method	Places of transaction	Lead underwriter	Trust manager	Arrangements for investors' appropriateness	Trading mechanism	Any risk of termination of listing and trading or not
26G1 EBS Public Offering Corporate Bonds targeted at Professional Investors (First Tranche) (Type 1)	26 EVERBRIGHT G1	244689	February 4, 2026	February 6, 2026	-	February 6, 2029	14	1.86	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26G3 EBS Public Offering Corporate Bonds targeted at Professional Investors (Second Tranche)	26 EVERBRIGHT G3	245130	April 22, 2026	April 24, 2026	-	April 24, 2029	20	1.71	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26G4 EBS Public Offering Corporate Bonds targeted at Professional Investors (Third Tranche) (Type 1)	26 EVERBRIGHT G4	245493	July 6, 2026	July 8, 2026	-	July 8, 2029	12	1.66	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities, Galaxy Securities, Shenwan Hongyuan Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
24G3 EBS Public Offering Corporate Bonds targeted at Professional Investors (Third Tranche)	24 EVERBRIGHT G3	241505	August 20, 2024	August 22, 2024	-	August 22, 2029	23	2.17	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
24C2 EBS Public Offering Subordinated Bonds targeted at Professional Investors (First Tranche) (Type 2)	24 EVERBRIGHT C2	241619	September 11, 2024	September 13, 2024	-	September 13, 2029	9	2.27	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, Guotai Haitong Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
25G4 EBS Public Offering Corporate Bonds targeted at Professional Investors (Third Tranche) (Type 2)	25 EVERBRIGHT G4	243556	August 7, 2025	August 11, 2025	-	August 11, 2030	7	1.95	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
25Y1 EBS Public Offering Perpetual Subordinated Bonds targeted at Professional Investors (First Tranche)	25 EVERBRIGHT Y1	243814	October 22, 2025	October 24, 2025	-	October 24, 2030	15	2.4	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Shenwan Hongyuan Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No

SECTION VII RELEVANT INFORMATION ON BONDS

Bond name	Abbreviation	Code	Issue date	Value date	Latest sell-back date after August 31, 2026	Maturity date	Balance of bonds	Interest rate (%)	Principal and interest payment method	Places of transaction	Lead underwriter	Trust manager	Arrangements for investors' appropriateness	Trading mechanism	Any risk of termination of listing and trading or not
25Y2 EBS Public Offering Perpetual Subordinated Bonds targeted at Professional Investors (Second Tranche)	25 EVERBRIGHT Y2	244253	November 18, 2025	November 20, 2025	–	November 20, 2030	20	2.31	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Shenwan Hongyuan Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26G2 EBS Public Offering Corporate Bonds targeted at Professional Investors (First Tranche) (Type 2)	26 EVERBRIGHT G2	244690	February 4, 2026	February 6, 2026	–	February 6, 2031	18	2.01	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26Y1 EBS Public Offering Perpetual Subordinated Bonds targeted at Professional Investors (First Tranche)	26 EVERBRIGHT Y1	244839	March 12, 2026	March 16, 2026	–	March 16, 2031	20	2.25	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Shenwan Hongyuan Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26Y2 EBS Public Offering Perpetual Subordinated Bonds targeted at Professional Investors (Second Tranche)	26 EVERBRIGHT Y2	245182	May 11, 2026	May 13, 2026	–	May 13, 2031	17	2.09	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Shenwan Hongyuan Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26Y3 EBS Public Offering Perpetual Subordinated Bonds targeted at Professional Investors (Third Tranche)	26 EVERBRIGHT Y3	245409	June 8, 2026	June 10, 2026	–	June 10, 2031	13	2	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Shenwan Hongyuan Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No
26G5 EBS Public Offering Corporate Bonds targeted at Professional Investors (Third Tranche) (Type 2)	26 EVERBRIGHT G5	245494	July 6, 2026	July 8, 2026	–	July 8, 2031	18	1.78	Payment of interest on a yearly basis	Fixed-income products platform of the SSE	Industrial Securities, China Merchants Securities, Orient Securities, Galaxy Securities, Shenwan Hongyuan Securities	Industrial Securities	Targeted at professional investors	Matching transaction, click transaction, inquiry transaction, bidding transaction, negotiation transaction	No

SECTION VII RELEVANT INFORMATION ON BONDS

2. Triggering and implementation of the Company or investor option terms and investor protection terms

During the Reporting Period, the Company implemented major terms of the corporate bonds of the issuer in strict compliance with the prospectus and paid the interest of bonds in a timely manner to safeguard the legitimate interests of investors. Meanwhile, the Company maintained stable operations and good profitability. There was no default in the redemption of, or payment of interest on, the bonds issued by the Company and none of the relevant investor protection terms were triggered.

For the triggering and implementation of option terms and investor protection terms on the Company's existing perpetual subordinated bonds "22 EVERBRIGHT SECURITIES Y1", "22 EVERBRIGHT SECURITIES Y2", "22 EVERBRIGHT SECURITIES Y3", "25 EVERBRIGHT SECURITIES Y1", "25 EVERBRIGHT SECURITIES Y2", "26 EVERBRIGHT SECURITIES Y1", "26 EVERBRIGHT SECURITIES Y2" and "26 EVERBRIGHT SECURITIES Y3" as of the date of approval of the Report, please refer to Note 55 to the consolidated financial statements.

(II) Proceeds Raised from Issuance of Corporate Bonds

1. Basic information

Unit: 100 million Currency: RMB

Bond code	Bond abbreviation	Whether it is a special purpose bond	Specific types of special purpose bond	Total amount of proceeds	Balance of proceeds as of the end of the Reporting Period	Balance of the special account of proceeds as of the end of the Reporting Period
281353	26 EVERBRIGHT SECURITIES F1	No	N/A	30	0	0
244616	26 EVERBRIGHT SECURITIES S1	Yes	Short-term Corporate Bond	30	0	0
244636	26 EVERBRIGHT SECURITIES S2	Yes	Short-term Corporate Bond	16	0	0
244637	26 EVERBRIGHT SECURITIES S3	Yes	Short-term Corporate Bond	34	0	0
244689	26 EVERBRIGHT SECURITIES G1	No	N/A	14	0	0
244690	26 EVERBRIGHT SECURITIES G2	No	N/A	18	0	0
244705	26 EVERBRIGHT SECURITIES S5	Yes	Short-term Corporate Bond	16	0	0
244839	26 EVERBRIGHT SECURITIES Y1	Yes	Perpetual Subordinated Corporate Bond	20	0	0
245130	26 EVERBRIGHT SECURITIES G3	No	N/A	20	0	0
245182	26 EVERBRIGHT SECURITIES Y2	Yes	Perpetual Subordinated Corporate Bond	17	0	0
245409	26 EVERBRIGHT SECURITIES Y3	Yes	Perpetual Subordinated Corporate Bond	13	0	0
245493	26 EVERBRIGHT SECURITIES G4	No	N/A	12	0	0
245494	26 EVERBRIGHT SECURITIES G5	No	N/A	18	0	0
245674	26 EVERBRIGHT SECURITIES S7	Yes	Short-term Corporate Bond	50	0	0
245768	26 EVERBRIGHT SECURITIES S8	Yes	Short-term Corporate Bond	15	0	0

SECTION VII RELEVANT INFORMATION ON BONDS

2. *Use of proceeds*

(1) Actual use of proceeds (excluding temporary replenishment of liquidity)

Unit: 100 million Currency: RMB

<table>
<tr><th>Bond code</th><th>Bond abbreviation</th><th>Amount of proceeds actually utilized during the Reporting Period</th><th>Repayment of interest-bearing debts (excluding corporate bonds) and its amount used</th><th>Amount of repayment of corporate bonds</th><th>Amount of replenishment of liquidity</th><th>Amount of investment in fixed assets</th><th>Amount used for equity investment, debt investment or asset acquisition</th><th>Amount of other purposes</th></tr>
<tr><td>281353</td><td>26 EVERBRIGHT SECURITIES F1</td><td>30</td><td>N/A</td><td>N/A</td><td>30</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>244616</td><td>26 EVERBRIGHT SECURITIES S1</td><td>30</td><td>N/A</td><td>N/A</td><td>30</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>244636</td><td>26 EVERBRIGHT SECURITIES S2</td><td>16</td><td>N/A</td><td>N/A</td><td>16</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>244637</td><td>26 EVERBRIGHT SECURITIES S3</td><td>34</td><td>N/A</td><td>N/A</td><td>34</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>244689</td><td>26 EVERBRIGHT SECURITIES G1</td><td>14</td><td>N/A</td><td>N/A</td><td>14</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>244690</td><td>26 EVERBRIGHT SECURITIES G2</td><td>18</td><td>N/A</td><td>N/A</td><td>18</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>244705</td><td>26 EVERBRIGHT SECURITIES S5</td><td>16</td><td>N/A</td><td>N/A</td><td>16</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>244839</td><td>26 EVERBRIGHT SECURITIES Y1</td><td>20</td><td>N/A</td><td>20</td><td>N/A</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>245130</td><td>26 EVERBRIGHT SECURITIES G3</td><td>20</td><td>N/A</td><td>N/A</td><td>20</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>245182</td><td>26 EVERBRIGHT SECURITIES Y2</td><td>17</td><td>N/A</td><td>17</td><td>N/A</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>245409</td><td>26 EVERBRIGHT SECURITIES Y3</td><td>13</td><td>N/A</td><td>13</td><td>N/A</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>245493</td><td>26 EVERBRIGHT SECURITIES G4</td><td>12</td><td>N/A</td><td rowspan="2">29</td><td rowspan="2">1</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>245494</td><td>26 EVERBRIGHT SECURITIES G5</td><td>18</td><td>N/A</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>245674</td><td>26 EVERBRIGHT SECURITIES S7</td><td>50</td><td>N/A</td><td>N/A</td><td>50</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
<tr><td>245768</td><td>26 EVERBRIGHT SECURITIES S8</td><td>15</td><td>N/A</td><td>N/A</td><td>15</td><td>N/A</td><td>N/A</td><td>N/A</td></tr>
</table>

(2) Proceeds raised used to repay the Company's bonds and other interest-bearing debts

<table>
<tr><th>Bond code</th><th>Bond abbreviation</th><th>Repayment of corporate bonds</th><th>Repayment of other interest-bearing debts (excluding corporate bonds)</th></tr>
<tr><td>244839</td><td>26 EVERBRIGHT SECURITIES Y1</td><td>Repayment of 24 EVERBRIGHT SECURITIES C4</td><td>N/A</td></tr>
<tr><td>245182</td><td>26 EVERBRIGHT SECURITIES Y2</td><td>Repayment of 21 EVERBRIGHT SECURITIES Y1</td><td>N/A</td></tr>
<tr><td>245409</td><td>26 EVERBRIGHT SECURITIES Y3</td><td>Repayment of 25 EVERBRIGHT SECURITIES G1</td><td>N/A</td></tr>
<tr><td>245493</td><td>26 EVERBRIGHT SECURITIES G4</td><td rowspan="2">Repayment of 26 EVERBRIGHT SECURITIES S2 and 25 EVERBRIGHT SECURITIES F2</td><td>N/A</td></tr>
<tr><td>245494</td><td>26 EVERBRIGHT SECURITIES G5</td><td>N/A</td></tr>
</table>

SECTION VII RELEVANT INFORMATION ON BONDS

(3) Proceeds raised for replenishment of liquidity (excluding temporary replenishment of liquidity)

Bond code	Bond abbreviation	Replenishment of liquidity
281353	26 EVERBRIGHT SECURITIES F1	Payment of inter-bank borrowings
244616	26 EVERBRIGHT SECURITIES S1	Payment of inter-bank borrowings
244636	26 EVERBRIGHT SECURITIES S2	Payment of inter-bank borrowings
244637	26 EVERBRIGHT SECURITIES S3	Payment of inter-bank borrowings
244689	26 EVERBRIGHT SECURITIES G1	Payment of inter-bank borrowings
244690	26 EVERBRIGHT SECURITIES G2	Payment of inter-bank borrowings
244705	26 EVERBRIGHT SECURITIES S5	Payment of inter-bank borrowings
245130	26 EVERBRIGHT SECURITIES G3	Payment of inter-bank borrowings
245493	26 EVERBRIGHT SECURITIES G4	Payment of inter-bank borrowings
245494	26 EVERBRIGHT SECURITIES G5	Payment of inter-bank borrowings
245674	26 EVERBRIGHT SECURITIES S7	Payment of inter-bank borrowings
245768	26 EVERBRIGHT SECURITIES S8	Payment of inter-bank borrowings

3. Compliance of use of proceeds

Bond code	Bond abbreviation	The use of proceeds specified in the prospectus	Actual use of proceeds as of the end of the Reporting Period (including actual use and temporary replenishment of liquidity)	Whether the actual use was consistent with the specified use (including the use specified in the prospectus and the use after changes for the purpose of compliance)	Whether the use of and management of the special account for proceeds during the Reporting Period were compliant	Whether the use of proceeds was in compliance with the debt administrative provisions of the local government
281353	26 EVERBRIGHT SECURITIES F1	Supplement working capital	Supplement working capital	Yes	Yes	Yes
244616	26 EVERBRIGHT SECURITIES S1	Supplement working capital	Supplement working capital	Yes	Yes	Yes
244636	26 EVERBRIGHT SECURITIES S2	Supplement working capital	Supplement working capital	Yes	Yes	Yes
244637	26 EVERBRIGHT SECURITIES S3	Supplement working capital	Supplement working capital	Yes	Yes	Yes
244689	26 EVERBRIGHT SECURITIES G1	Supplement working capital	Supplement working capital	Yes	Yes	Yes
244690	26 EVERBRIGHT SECURITIES G2	Supplement working capital	Supplement working capital	Yes	Yes	Yes
244705	26 EVERBRIGHT SECURITIES S5	Supplement working capital	Supplement working capital	Yes	Yes	Yes
244839	26 EVERBRIGHT SECURITIES Y1	Repayment of principal of matured corporate bonds	Repayment of principal of matured corporate bonds	Yes	Yes	Yes
245130	26 EVERBRIGHT SECURITIES G3	Supplement working capital	Supplement working capital	Yes	Yes	Yes
245182	26 EVERBRIGHT SECURITIES Y2	Repayment of principal of matured corporate bonds	Repayment of principal of matured corporate bonds	Yes	Yes	Yes

SECTION VII RELEVANT INFORMATION ON BONDS

Bond code	Bond abbreviation	The use of proceeds specified in the prospectus	Actual use of proceeds as of the end of the Reporting Period (including actual use and temporary replenishment of liquidity)	Whether the actual use was consistent with the specified use (including the use specified in the prospectus and the use after changes for the purpose of compliance)	Whether the use of and management of the special account for proceeds during the Reporting Period were compliant	Whether the use of proceeds was in compliance with the debt administrative provisions of the local government
245409	26 EVERBRIGHT SECURITIES Y3	RMB2.8 billion is intended to be used to repay the principal amount of maturing corporate bonds, and RMB200 million is intended to be used to supplement working capital	Repayment of principal of matured corporate bonds	Yes	Yes	Yes
245493	26 EVERBRIGHT SECURITIES G4	RMB2.9 billion is intended to be used to repay the principal of corporate bonds falling due, and RMB100 million is intended to be used to supplement working capital	RMB2.9 billion will be used for the repayment of the principal of matured corporate bonds, and RMB100 million will be used to supplement working capital	Yes	Yes	Yes
245494	26 EVERBRIGHT SECURITIES G5	RMB2.9 billion is intended to be used to repay the principal of corporate bonds falling due, and RMB100 million is intended to be used to supplement working capital	RMB2.9 billion will be used for the repayment of the principal of matured corporate bonds, and RMB100 million will be used to supplement working capital	Yes	Yes	Yes
245674	26 EVERBRIGHT SECURITIES S7	Supplement working capital	Supplement working capital	Yes	Yes	Yes
245768	26 EVERBRIGHT SECURITIES S8	Supplement working capital	Supplement working capital	Yes	Yes	Yes

(III) Other matters that should be disclosed for special types of bonds

1、 The Company as the issuer of renewable corporate bonds

Unit: 100 million Currency: RMB

Bond code	185407	185445	185600	243814	244253	244839	245182	245409
Bond abbreviation	22 EVERBRIGHT SECURITIES Y1	22 EVERBRIGHT SECURITIES Y2	22 EVERBRIGHT SECURITIES Y3	25 EVERBRIGHT SECURITIES Y1	25 EVERBRIGHT SECURITIES Y2	26 EVERBRIGHT SECURITIES Y1	26 EVERBRIGHT SECURITIES Y2	26 EVERBRIGHT SECURITIES Y3
Balance of bond	20	10	15	15	20	20	17	13
Renewal	As of the date of the Report, the bond was in its first pricing cycle.							
Interest rate step-up	N/A							
Interest deferral	N/A							
Enforcement of interest payment	The ordinary share profit distribution plan (the Company's announcement No. 2026-024) considered and approved at the 2025 annual general meeting by the Company triggered the enforcement of interest payment events, and the Company has recognized abovementioned interest payables of perpetual bonds in the dividend payable as at June 30, 2026.							
Whether they are still included in equity and corresponding accounting treatment or not	Yes							
Other matters	Nil							

SECTION VII RELEVANT INFORMATION ON BONDS

(IV) Significant events in relation to corporate bonds during the Reporting Period

1. *Non-operating account current and capital lending/borrowing*

(1) *Balance of non-operating account current and capital lending/borrowing*

At the beginning of the Reporting Period, the balance of the Company's consolidated accounts receivable for non-operating account current and capital lending/borrowing from/to other parties not directly arising from production and operations (hereinafter referred to as non-operating account current and capital lending/borrowing) was RMB0 billion;

During the Reporting Period, newly increased non-operating account current and capital lending/borrowing: RMB0 billion; recovered: RMB0 billion;

Whether there was any breach of the relevant agreements or commitments in the prospectus in respect of non-operating account current and capital lending/borrowing: No.

As at the end of the Reporting Period, the total amount of uncollected non-operating account current and capital lending/borrowing was RMB0 billion, of which the total amount of account current and capital lending/borrowing of the controlling shareholder, de facto controller and other related parties: RMB0 billion.

(2) *Breakdown of non-operating account current and capital lending/borrowing*

As at the end of the Reporting Period, the proportion of the Company's uncollected consolidated non-operating account current and capital lending/borrowing to consolidated net assets was 0%.

2. *Liabilities under the PRC GAAP*

(1) *Interest-bearing debts and changes*

1.1 Information on the structure of corporate debts

As at the beginning and the end of the Reporting Period, the balance of the Company's interest-bearing debts (on a non-consolidated basis) amounted to RMB121.777 billion and RMB121.946 billion, respectively, representing a year-on-year change of 0.14% during the Reporting Period.

Unit: 100 million Currency: RMB

Type of interest-bearing debts	Overdue	Maturity date Within 1 year (inclusive)	Over 1 year (exclusive)	Total	Percentage to the interest-bearing debts (%)
Corporate credit bonds	–	331.53	218.03	549.56	45.07
Bank loans	–	–	–	–	–
Loans from non-bank financial institutions	–	–	–	–	–
Other interest-bearing debts	–	669.90	–	669.90	54.93
Total	–	1,001.43	218.03	1,219.46	—

For the existing corporate credit bonds of the Company as at the end of the Reporting Period, the balance of corporate bonds was RMB54.956 billion, the balance of enterprises bonds was RMB0 billion and the balance of non-financial enterprise debt financing instruments was RMB0 billion.

SECTION VII RELEVANT INFORMATION ON BONDS

1.2 Structure of the interest-bearing debts of the Company on a consolidated basis

As at the beginning and the end of the Reporting Period, the balance of the Company's interest-bearing debts within the scope of consolidated statements amounted to RMB124.316 billion and RMB124.596 billion, respectively, representing a year-on-year change of 0.23% during the Reporting Period.

Unit: 100 million Currency: RMB

Type of interest-bearing debts	Overdue	Maturity date Within 1 year (inclusive)	Over 1 year (exclusive)	Total	Percentage to the interest-bearing debts (%)
Corporate credit bonds	–	331.54	218.03	549.56	44.11
Bank loans	–	15.04	8.26	23.30	1.87
Loans from non-bank financial institutions	–	–	–	–	–
Other interest-bearing debts	–	673.10	–	673.10	54.02
Total	–	1,019.67	226.29	1,245.96	—

For the existing corporate credit bonds of the Company on a consolidated basis as at the end of the Reporting Period, the balance of corporate bonds was RMB54.956 billion, the balance of enterprises bonds was RMB0 billion and the balance of non-financial enterprise debt financing instruments was RMB2 billion.

1.3 Overseas bonds

As of the date of approval of the Report, the balance of overseas bonds issued by the Company within the scope of consolidated statements was RMB2 billion.

(2) Main liabilities and reasons for the changes

Unit: ten thousand Currency: RMB

Items	Amount at the end of the period	Amount at the end of the previous year	Percentage of change of the amount at the end of the period as compared to the end of the previous year (%)	Description
Short-term borrowings	107,033.23	77,786.70	37.60	New short-term borrowings of subsidiaries
Short-term financing payables	1,114,345.32	736,602.20	51.28	Primarily comprising newly issued short-term corporate bonds and income certificates
Financial liabilities held for trading	355,154.87	62,866.12	464.94	Increase in the scale of investments in debt instruments
Derivative financial liabilities	246,265.09	144,111.80	70.88	Changes in business scale and fair value of stock index options, OTC options and others
Taxes payable	37,796.29	62,264.31	-39.30	Payment of corporate income tax accrued in prior periods
Other liabilities	1,285,150.99	894,939.03	43.60	Increase in the scale of derivative margins and provision for dividends payable

(3) Settlement of the short-term commercial papers of the Company during the Reporting Period

Unit: 100 million Currency: RMB

Bond name	Code	Issue date	Maturity date	Amount issued	Interest rate (%)
Short-term commercial papers issued by Everbright Securities Company Limited in 2025 (Fourth Tranche)	072510265.IB	October 28, 2025	February 10, 2026	14	1.68
Short-term commercial papers issued by Everbright Securities Company Limited in 2025 (Third Tranche)	072510227.IB	September 19, 2025	February 25, 2026	20	1.70

3. Explanation of the changes in revenue and expenses from the business segments of the Company during the Reporting Period under the PRC GAAP

In the first half of 2026, the revenue of the wealth management business amounted to RMB3,456.45 million, representing a year-on-year increase of 30%, mainly due to the year-on-year increase of the trading volume of stocks and funds.

In the first half of 2026, the revenue of the institutional customer business amounted to RMB858.89 million, representing a year-on-year increase of 48%, primarily due to the continuous improvement of the compliance management and risk control mechanisms for the Company's financial innovation business, the enhancement in the quality and efficiency of comprehensive services provided to institutional customers, and the steady expansion of the scale of the market-making business, which collectively resulted in an increase in business revenue as compared with the corresponding period of the previous year.

In the first half of 2026, the revenue of the equity investment business amounted to RMB-218.63 million, primarily attributable to the fluctuation in the fair value of investment projects of the subsidiaries; the operating expenses amounted to RMB88.44 million, representing a year-on-year increase of 34%, primarily due to the Company's prudent provision for credit impairment losses on other receivables.

(V) Key accounting data and financial indicators

Unit: ten thousand Currency: RMB

Main indicator	As of the end of the Reporting Period	As of the end of last year	Increase/ decrease for the end of Reporting Period over the end of last year (%)	Reason for the change
Current ratio	1.64	1.58	3.80	/
Quick ratio	0.92	0.81	13.58	/
Gearing ratio (%)	66.52	66.00	Increased by 0.52 percentage point	/

SECTION VII RELEVANT INFORMATION ON BONDS

	During the Reporting Period (January to June)	During the same period last year	Increase/ decrease for the Reporting Period over the same period last year (%)	Reason for the change
Net profit after deducting non-recurring profit or loss	206,197.05	154,287.54	33.64	Year-on-year increase in net interest income, net fee and commission income and investment gains
EBITDA to total debts ratio	0.029	0.023	26.09	/
Interest coverage ratio	5.72	5.1	12.16	/
Cash interest coverage ratio	(31.88)	(4.48)	(611.61)	Decrease in net cash flows from operating activities (used in financial assets held for trading and margin accounts receivable), and increase in income tax paid in cash
EBITDA interest coverage ratio	6.22	5.75	8.17	/
Loan payment ratio (%)	N/A	N/A	N/A	/
Interest payment ratio (%)	100	100	0	/

Notes:

1. EBITDA to total debts ratio refers to EBITDA of interest-bearing debts/interest-bearing debts, excluding non-recurring gains or losses arising from contingencies unrelated to the Company's normal business operations.

2. Interest coverage ratio refers to EBIT of bonds payable/interest expense of bonds payable;

3. Cash interest coverage ratio refers to [net cash flow from operating activities + cash interest expenses + income tax paid in cash]/cash interest expenses, the effect of client funds has been excluded from the net cash flow from operating activities; the negative net cash flows from operating activities of the Company for the current period were primarily attributable to cash used in investments in trading financial assets and an increase in the scale of margin financing. The operating activities of the Company remain normal and sound. As at the end of the Reporting Period, the liquidity coverage ratio of the parent company was 146.03%, far exceeding the regulatory early warning threshold of 120%.

4. EBITDA interest coverage ratio refers to EBITDA of bonds payable/interest expense of bonds payable;

5. The Company settled all kinds of debt interest as expected.

6. The above financial indicators were calculated in accordance with the PRC GAAP.

II. Matters in Relation to Income Receipts

During the Reporting Period, the Company issued income receipts with a principal amount of RMB6.207 billion and redeemed principal totaling RMB4.065 billion, with all redemptions completed in full and on schedule. As of the end of the Reporting Period, the outstanding principal amount of the Company's income receipts was RMB4.076 billion.

SECTION VIII INFORMATION DISCLOSURE OF SECURITIES COMPANIES

I. Relevant Information on the Significant Administrative Permission Items of the Company

(I) Significant administrative permissions of the Company

Date	Issuing Authority	Document Number	Title
February 2, 2026	Department of Fund and Intermediary Supervision of the CSRC	Ji Gou Si Han [2026] No. 183	Reply Regarding Comments on the Operation of Foreign Exchange Purchase and Sale Business by Everbright Securities Company Limited
May 9, 2026	China Securities Regulatory Commission	Zheng Jian Xu Ke [2026] No. 1126	Reply on the Registration of the Public Issuance of Corporate Bonds of Everbright Securities Company Limited to Professional Investors

(II) Other regulatory letters received during and subsequent to the Reporting Period

Date	Issuing Authority	Document Number	Title
February 13, 2026	Shaanxi Regulatory Bureau of CSRC	Shaanxi Securities Regulatory Measures [2026] No. 7	Decision on Issuing a Warning Letter to the branch at Xi'an of Everbright Futures Co., Ltd.
April 30, 2026	China Futures Association	Zhong Qi Xie Zi [2026] No. 87	Decision on Issuing a Discipline Decision to Everbright Photon Investment Management Co., Ltd.
June 3, 2026	Ningbo Regulatory Bureau of CSRC	[2026] No. 21	Decision on Issuing a Warning Letter to the branch at Yuyao of Everbright Futures Co., Ltd.
June 12, 2026	Gansu Regulatory Bureau of CSRC	[2026] No. 4	Decision on Issuing a Warning Letter to securities brokerage branch at Donggang West Road, Lanzhou of Everbright Securities Company Limited

II. Qualifications of Each of the Businesses of the Company and Its Controlling Subsidiaries

(I) Business qualifications of the Company

Approving Authority	Business Qualification
People's Bank of China	Qualification for proprietary trading business (Reply on the Establishment of Everbright Securities Limited, Yin Fu [1996] No. 81)
	Investment consultancy and financial advisory businesses (Reply on the Establishment of Everbright Securities Limited, Yin Fu [1996] No. 81)
	Underwriting of commercial papers (Notice of the People's Bank of China on Engaging in Underwriting of Commercial Papers by Everbright Securities Limited and Haitong Securities Co., Ltd., Yin Fa [2005] No. 173)
	Proprietary trading and leasing of gold (Notice on Delivery of Filing Materials, Yin Shi Huang Jin Bei [2015] No. 31)
	Member of the national inter-bank market (inter-bank lending and trading of bonds, spot bonds transactions and bond repurchase businesses) (Notice on Approving the Admission of Some Securities Companies into the National Inter-bank Market, Yin Ban Fa [1999] No. 147)

SECTION VIII INFORMATION DISCLOSURE OF SECURITIES COMPANIES

Approving Authority	Business Qualification
CSRC and its branch offices	Qualification for proxy sales of financial products (Hu Zheng Jian Ji Gou Zi [2012] No. 547)
	Qualification for proxy sales of open-ended securities investment funds (Zheng Jian Ji Jin Zi [2004] No. 49)
	Qualification for intermediary introduction for futures (Hu Zheng Jian Ji Gou Zi [2010] No. 121) and Qualification for intermediary introduction for futures (Zheng Jian Xu Ke [2008] No. 482)
	Sponsor underwriting and merger and acquisition businesses
	Agency for spot precious metal (including gold) contracts and proprietary trading of spot gold contracts (Letter of No Objection on Carrying out the Businesses of Agency for Precious Metals (including Gold) Spot Contract and Proprietary Trading of Spot Gold Contract by Everbright Securities Company Limited, Ji Gou Bu Han [2015] No. 280)
	Qualification for equity securities returns swap business (Letter of No Objection on Engaging in Equity Securities Returns Swap Business by Everbright Securities Company Limited, Ji Gou Bu Bu Han [2013] No. 30)
	Market making for index options (Reply on Opinions of Everbright Securities Company Limited in Market Making for Index Options, Ji Gou Bu Han [2019] No. 3065)
	Market making for stock options (Reply on Approving the Qualification of Everbright Securities Company Limited in Market Making for Stock Options, Zheng Jian Xu Ke [2015] No. 164)
	Qualification for margin financing and securities lending businesses (Zheng Jian Xu Ke [2010] No. 314)
	Securities transactions under repurchase agreements (pilot) (Ji Gou Bu Bu Han [2012] No. 459)
	Qualification for entrusted investment management (Reply on Approving the Qualification of Everbright Securities Limited in Entrusted Investment Management, Zheng Jian Ji Gou Zi [2002] No. 127)
	Carrying out of direct investment business (pilot) (Letter of No Objection on Carrying out Direct Investment Business (Pilot) by Everbright Securities Company Limited, Ji Gou Bu Bu Han [2008] No. 446)
	Notice on Supporting the Carrying out of Credit Derivatives by Securities Companies and Serving Private Enterprises in Bond Financing (Hu Zheng Jian Ji Gou Zi [2019] No. 41)
	Letter of No Objection on Carrying out Client Securities Capital Consumption Payment Services Business (Pilot) by Everbright Securities Company Limited (China Securities Regulatory Commission Ji Gou Bu Bu Han [2012] No. 560)
	Qualification for securities investment funds custodian business (Zheng Jian Xu Ke [2020] No. 1242)
	Fund investment consultancy business qualification (Zheng Jian Ji Gou Bu Han [2021] No. 1683)
	Qualification for swap facility business (Reply on Matters Relating to Everbright Securities Company Limited's Participation in Swap Facility, Ji Gou Si Han [2024] No. 1869)

SECTION VIII INFORMATION DISCLOSURE OF SECURITIES COMPANIES

Approving Authority	Business Qualification
Securities Association of China	Qualification for nominated advisers and brokers engaged in agency share transfer business (Notice on Granting Qualification for Nominated Advisers and Brokers Engaged in Agency Share Transfer Business, Zhong Zheng Xie Fa [2003] No. 94)
	Qualification for stock quotation and transfer business (Letter on Granting Qualification for Quotation and Transfer Business to Everbright Securities Company Limited, Zhong Zheng Xie Han [2006] No. 3)
	Becoming a secondary dealer for OTC options business to carry out related OTC options business (Letter on Unifying the Filing of Secondary Dealers for OTC Options Businesses, Zhong Zheng Xie Han [2018] No. 657)
Shanghai Stock Exchange	Lead market maker of CSI 300ETF options of the SSE (Notice on Everbright Securities Company Limited in Carrying out Business as the Lead Market Maker of CSI 300ETF Options, Shang Zheng Han [2019] No. 2301)
	Lead market maker for SSE 50ETF options (Qualification for Lead Market Maker of SSE 50ETF Options, Shang Zheng Han [2016] No. 152)
	Qualification for participant of stock options transactions of the SSE (stock options brokerage, authority for proprietary trading business) (Notice on Everbright Securities Company Limited Becoming a Participant of Stock Options Transactions of the Shanghai Stock Exchange, Shang Zheng Han [2015] No. 63)
	Qualifications for A-share trading unit transactions under Southbound Trading (Shang Zheng Han [2014] No. 650)
	Authority for securities transactions under repurchase agreements (Shang Zheng Hui Zi [2012] No. 176)
	Authority for collateralized stock repurchase transactions (Shang Zheng Hui Zi [2013] No. 67)
	Lead market maker of SSE CSI 500ETF options (Notice on Everbright Securities Company Limited in Carrying out Business as the Lead Market Maker of CSI 500ETF Options, Shang Zheng [2022] No. 1623)
	Lead market maker of SSE STAR 50ETF options (Notice on Approving Everbright Securities Company Limited to Carry out Business as the Lead Market Maker of E Fund STAR 50ETF Options, Shang Zheng Han [2023] No. 1580)
	Lead market maker of SSE STAR 50ETF options (Notice on Approving Everbright Securities Company Limited to Carry out Business as the Lead Market Maker of China AMC STAR 50ETF Options, Shang Zheng Han [2023] No. 1563)
	Qualification for the Lead Market Maker Business of Funds Listed on the SSE (Announcement on Everbright Securities Company Limited to Become the Primary Market Maker for Funds Listed on the Shanghai Stock Exchange, Shang Zheng Gonggao [2025] No. 29)

SECTION VIII INFORMATION DISCLOSURE OF SECURITIES COMPANIES

Approving Authority	Business Qualification
Shenzhen Stock Exchange	Lead market maker of SZSE CSI 300ETF options (Notice on Approving CITIC Securities and other Option Agencies to Become Market Maker of CSI 300ETF Options on Shenzhen Stock Exchange, Shen Zheng Hui [2019] No. 483)
	Authority for securities transactions under repurchase agreements (Shen Zheng Hui [2013] No. 15)
	Authority for collateralized stock repurchase transactions (Shen Zheng Hui [2013] No. 58)
	Financing for exercise of options under share options incentive schemes of listed companies (pilot) (Shen Zheng Han [2014] No. 320)
	Authority for transactions under Southbound Trading of Shenzhen – Hong Kong Stock Connect (Shen Zheng Hui [2016] No. 330)
	Dealer authority for stock option transactions on the SZSE (Shen Zheng Hui [2019] No. 470)
	Lead market maker of SZSE CSI 500ETF options (Notice on Approving CITIC Securities Co., Ltd. and Other Option Agencies to Become Market Maker of ChiNext ETF Options and CSI 500ETF Options on Shenzhen Stock Exchange, Shen Zheng Hui [2022] No. 313)
	Lead market maker of SZSE ChiNext ETF options (Notice on Approving CITIC Securities Co., Ltd. and Other Option Agencies to Become Market Maker of ChiNext ETF Options and CSI 500ETF Options on Shenzhen Stock Exchange, Shen Zheng Hui [2022] No. 313)
	Lead market maker of SZSE 100ETF options of SZSE (Notice on Approving CITIC Securities Co., Ltd. and Other Option Agencies to Become Market Maker of SZSE 100ETF Options on Shenzhen Stock Exchange, Shen Zheng Hui [2022] No. 421)
	SZSE ETF liquidity service provider (SZSE)
Other Institutions	Market maker of CSI 300 index options of China Financial Futures Exchange (Notice on Announcing the List of Market Maker of CSI 300 Index Options)
	Market making for National Equities Exchange and Quotations (Gu Zhuan Xi Tong Han [2014] No. 772)
	Filing as outsourcing services institution for private funds (Asset Management Association of China, [Filing Number: A00037])
	Qualification for commercial paper transactions of Shanghai Commercial Paper Exchange (Piao Jiao Suo [2017] No. 9)

SECTION VIII INFORMATION DISCLOSURE OF SECURITIES COMPANIES

Approving Authority	Business Qualification
	Qualification for interbank gold bilateral transactions (Reply on Approving the Carrying out of Interbank Gold Bilateral Transactions by Everbright Securities Company Limited, Shang Jin Jiao Fa [2017] No. 68)
	Interest rate swaps
	Pooled settlement of and quotation for credit default swaps (Notice on Approval of Becoming a Member of the Group for Pooled Settlement of and Quotation for Credit Default Swaps)
	Margin refinancing (pilot) (Zhong Zheng Jin Han [2012] No. 124)
	Refinancing (pilot) (Zhong Zheng Jin Han [2012] No. 115)
	Securities lending refinancing (pilot) (Zhong Zheng Jin Han [2013] No. 45)
	Securities lending refinancing on the Sci-Tech Innovation Board (Zhong Zheng Jin Han [2019] No. 203)
	Securities lending refinancing on the ChiNext Board (Zhong Zheng Jin Han [2020] No. 145)
	Securities business foreign exchange operation license (foreign currency securities brokerage business, foreign currency securities underwriting business) (Hui Zi Zi No. SC201314)
	Lead Underwriter for Debt Financing Instruments of Non-financial Enterprises (Announcement of National Association of Financial Market Institutional Investors, [2012] No. 19)
	Qualifications for Independently Conducting Lead Underwriting Business for Debt Financing Instruments of Non-financial Enterprises (Zhong Shi Xie Fa [2020] No. 170)
	Special membership qualification of Shanghai Gold Exchange: No. T009 (April 3, 2015)
	Lead market maker of CSI 1000 index options of China Financial Futures Exchange (Notice on Announcing the Name List of Lead Market Maker of CSI 1000 Index Options)
	Lead market maker of SSE 50 index options of China Financial Futures Exchange (Notice on Announcing the Name List of Lead Market Maker of SSE 50 Index Options)

SECTION VIII INFORMATION DISCLOSURE OF SECURITIES COMPANIES

Approving Authority	Business Qualification
China Securities Depository and Clearing Co., Ltd.	Qualification for account opening agency
	Qualification for class A clearing participant (Zhong Guo Jie Suan Han Zi [2008] No. 12)
	Qualification for participation in multilateral net amount guarantee settlement (Zhong Guo Jie Suan Fa Zi [2014] No. 28)
	Qualification for digital certificate service agency
	Qualification for securities pledge registration agency
	Qualification for settlement of options (Zhong Guo Jie Suan Han Zi [2015] No. 28)
	Qualification for remote account opening for special institutions and products
Interbank Market Clearing House Co., Ltd.	Qualification for clearing of net bond transactions of Shanghai Clearing House (Qing Suan Suo Hui Yuan Zhun Zi [2015] No. 049)
	Qualification for the central clearing of standard bond forward transactions of Shanghai Clearing House (Qing Suan Suo Hui Yuan Zhun Zi [2015] No. 115)
	Notice on Matters regarding Participation in the Centralized Clearing Business of Credit Default Swap (2018 Bian Han No. 355)
	Key dealer of credit risk mitigation tool, December 21, 2018 https://www.nafmii.org.cn/hyfw/hyflmd/crmjysba/hxjymd/202112/t20211207_93313.html
	Creator of credit risk mitigation warrant, December 21, 2018 https://www.nafmii.org.cn/hyfw/hyflmd/crmjysba/zcmt/202112/t20211207_93315.html
	Creator of credit-linked notes, December 21, 2018 https://www.nafmii.org.cn/hyfw/hyflmd/crmjysba/csjgmd/202112/t20211207_93316.html
Beijing Stock Exchange	Notice on Matters in Relation to Application for Membership of the Beijing Stock Exchange (Bei Zheng Ban Fa [2021] No. 7)

SECTION VIII INFORMATION DISCLOSURE OF SECURITIES COMPANIES

(II) Business qualifications of controlling subsidiaries

Name of Controlling Subsidiary	Business Qualification
Everbright Asset Management	License for Carrying out Securities and Futures Business in the People's Republic of China (serial number: 000000073885)
	License for qualified domestic institutional investor to carry out overseas securities investment and management business (Reply on Approving the Establishment of a Securities Management Subsidiary of Everbright Securities Company Limited) (Zheng Jian Xu Ke [2011] No. 1886)
	Entrusted insurance fund management (Announcement of the China Insurance Regulatory Commission on Confirmation of Reported Matters Concerning Insurance Fund Investment Managers, October 10, 2012)
Everbright Futures and its subsidiaries	Commodity futures brokerage (CSRC)
	Financial futures brokerage (Zheng Jian Qi Huo Zi [2007] No. 297)
	Qualification for IB business (Hu Zheng Jian Qi Huo Zi [2010] No. 74)
	Futures investment consultancy (Zheng Jian Xu Ke [2011] No. 1770)
	Asset management (Zheng Jian Xu Ke [2012] No. 1499)
	Sales of publicly offered securities investment funds (Hu Zheng Jian Xu Ke [2017] No. 10)
	Qualification for the comprehensive settlement of financial futures (Zheng Jian Qi Huo Zi [2007] No. 298)
	Stock options (Shang Zheng Han [2015] No. 168 and Shen Zheng Han [2019] No. 721)
	Business qualifications of Everbright Photon: warehouse receipt service, basis trade, OTC derivatives business and third-party risk management services (China Futures Association Han Zi [2014] No. 364)
Everbright Capital	Private funds (Public Notice of the Securities Association of China on the List of Regulated Platforms including Securities Companies and Their Private Funds Subsidiaries (4th Batch))
Everbright Development	Private funds (Public Notice of the Securities Association of China on the List of Regulated Platforms including Securities Companies and Their Private Funds Subsidiaries (4th Batch))
Everbright Fortune	Member as alternative investment subsidiary (Public Notice of the Securities Association of China on Members of Private Investment Fund Subsidiaries of Securities Companies and Alternative Investment Subsidiaries (4th Batch))

SECTION VIII INFORMATION DISCLOSURE OF SECURITIES COMPANIES

Name of Controlling Subsidiary	Business Qualification
Everbright Pramerica	License for Carrying out Securities and Futures Business in the People's Republic of China (serial number: 000000079767)
	Separate account business (Reply on Approving the Carrying out of Asset Management for Specific Clients by Everbright Pramerica Fund Management Co., Ltd., Zheng Jian Xu Ke [2008] No. 1007)
	Qualified domestic institutional investor (Reply on Approving the Carrying out of Overseas Securities Investment Management by Everbright Pramerica Fund Management Co., Ltd. as a Qualified Domestic Institutional Investor, Zheng Jian Xu Ke [2008] No. 1044)
EBSI	License for Carrying out Securities and Futures Business in the People's Republic of China – investment in domestic securities (serial number: 000000072788)

Name of Controlling Subsidiary		Business Qualification	
EBSI	Everbright Securities Investment Services (HK) Limited	Type 1 regulated activity – Dealing in Securities	SFC AAC153
		Type 4 regulated activity – Advising on securities	
		Type 9 regulated activity – Asset management	
		Exchange Participant	The Stock Exchange Participant ID 01086
		China Connect Exchange Participant	
		Special Purpose Acquisition Company Exchange Participant	
		Options Trading Exchange Participant	The Stock Exchange HKATS Code SHK
		Direct Clearing Participant	SEOCH DCASS Code CSHK
		China Connect Clearing Participant	HKSCC Participant ID B01086
		Direct Clearing Participant	
		Other financial institutions under the Monetary Authority of Macao – Securities	Monetary Authority of Macao
		License for Carrying out Securities and Futures Business in the People's Republic of China – Foreign Share Brokerage and Foreign Share Lead Underwriting (serial number: 000000054654)	China Securities Regulatory Commission

SECTION VIII INFORMATION DISCLOSURE OF SECURITIES COMPANIES

Name of Controlling Subsidiary	Business Qualification	
CES Nominees (HK) Limited	Associated entity	SFC AAS942
	Trust and corporate service provider	The Hong Kong Companies Registry License Number TC002563
CES Commodities (HK) Limited	Type 2 regulated activity – Dealing in futures contracts	SFC AAF237
	General Clearing Participant	HKCC DCASS Code CSHK
	Futures dealer	HKFE HKATS Code SHK
CES Forex (HK) Limited	Type 3 regulated activity – Leveraged foreign exchange trading	SFC ACI995
Everbright Securities Digital Finance (HK) Limited	Type 1 regulated activity – Dealing in securities	SFC AAC483
China Everbright Securities (HK) Limited	Type 1 regulated activity – Dealing in securities	SFC AAW536
	Type 6 regulated activity – Advising on corporate finance	
	Type 9 regulated activity – Asset management	
China Everbright Forex & Futures (HK) Limited	Type 2 regulated activity – Dealing in futures contracts	SFC AEX690
	Type 3 regulated activity – Leveraged foreign exchange trading	
China Everbright Research Limited	Type 4 regulated activity – Advising on securities	SFC AEH589
China Everbright Capital Limited	Type 1 regulated activity – Dealing in securities	SFC ACE409
	Type 4 regulated activity – Advising on securities	
	Type 6 regulated activity – Advising on corporate finance	
China Everbright Securities Asset Management Limited	Type 1 regulated activity – Dealing in securities	SFC AYE648
	Type 4 regulated activity – Advising on securities	
	Type 9 regulated activity – Asset management	
	License for Carrying out Securities and Futures Business in the People's Republic of China – investment in domestic securities (serial number: 000000072778)	China Securities Regulatory Commission
CES Wealth Management (HK) Limited	Insurance brokerage business – General insurance and long-term insurance (including investment-linked long-term insurance)	Hong Kong Insurance Authority FB1134
	Mandatory Provident Fund intermediary	Hong Kong Mandatory Provident Fund Schemes Authority IC000854
CES Insurance Consultants (HK) Limited	Insurance brokerage business – General insurance and long-term insurance (including investment-linked long-term Insurance)	Hong Kong Insurance Authority FB1019
	Insurance brokerage business under the Monetary Authority of Macao	Monetary Authority of Macao 02/CRE
	Mandatory Provident Fund intermediary	Hong Kong Mandatory Provident Fund Schemes Authority IC000203
China Everbright Wealth Management Limited	Insurance brokerage business – General insurance and long-term insurance (including investment-linked long-term insurance)	Hong Kong Insurance Authority FB1153
CES Insurance Agency (HK) Limited	Insurance agency business	Hong Kong Insurance Authority FA2265

Everbright Securities Company Limited

(Incorporated in the People’s Republic of China with limited liability)

Unaudited Interim Condensed Consolidated Financial Statements

For the six months ended 30 June 2026

KPMG
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Report on Review of Interim Condensed Consolidated Financial Statements

To the Board of Directors of Everbright Securities Company Limited

(Incorporated in the People's Republic of China with limited liability)

Introduction

We have reviewed the accompanying interim financial information set out on pages 3 to 88, which comprises the interim condensed consolidated statement of financial position of Everbright Securities Company Limited (the "Company") and its subsidiaries (collectively the "Group") as at 30 June 2026 and the interim condensed consolidated statement of profit or loss, the interim condensed consolidated statement of comprehensive income, the interim condensed consolidated statement of changes in equity and the interim condensed consolidated cash flow statement for the six-month period ended at 30 June 2026 and explanatory notes. The Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited require the preparation of an interim financial report to be in compliance with the relevant provisions thereof and IAS 34 Interim Financial Reporting, issued by the International Accounting Standards Board. The directors are responsible for the preparation and presentation of interim financial report in accordance with IAS 34 Interim Financial Reporting.

Our responsibility is to express a conclusion, based on our review, on the interim financial report and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Scope of Review

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

KPMG, a Hong Kong (SAR) partnership and a member firm of the KPMG global organisation of independent member firms affiliated with KPMG International Limited,

KPMG

Report on Review of Interim Condensed Consolidated Financial Statements

To the Board of Directors of Everbright Securities Company Limited (Continued)

(Incorporated in the People's Republic of China with limited liability)

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial report as at 30 June 2026 is not prepared, in all material respects, in accordance with IAS 34 Interim Financial Reporting.

KPMG

Certified Public Accountants

8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong

19 August 2026

Interim condensed consolidated statement of profit or loss
For the six months ended 30 June 2026
(Amounts expressed in thousands of RMB unless otherwise stated)

	Note	*Six months ended 30 June* *2026* (Unaudited)	*2025* (Unaudited)
Revenue			
Fee and commission income	6	4,548,179	3,532,924
Interest income	7	2,598,123	2,471,353
Net investment gains	8	1,368,322	1,233,933
Total revenue		8,514,624	7,238,210
Other income and gains	9	210,774	242,618
Total revenue and other income		8,725,398	7,480,828
Fee and commission expenses	10	(1,407,877)	(1,007,986)
Interest expenses	11	(1,328,549)	(1,388,959)
Staff costs	12	(2,157,044)	(2,018,884)
Depreciation and amortisation expenses	13	(292,132)	(328,216)
Tax and surcharges		(39,160)	(29,609)
Other operating expenses	14	(739,392)	(650,754)
Reversal of contingent liabilities	52	32,457	-
Provision for impairment losses	15	(13)	(400)
Provision for credit loss expenses	16	(63,678)	(59,121)
Total expenses		(5,995,388)	(5,483,929)
Operating profit		2,730,010	1,996,899
Share of profits of associates and joint ventures		66,682	43,006
Profit before income tax		2,796,692	2,039,905
Income tax expense	17	(545,303)	(344,181)
Profit for the period		2,251,389	1,695,724
Attributable to:			
Shareholders of the Company		2,229,090	1,682,932
Non-controlling interests		22,299	12,792
Total		2,251,389	1,695,724
Basic and diluted earnings per share (in RMB per share)	19	0.44	0.32

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of comprehensive income
For the six months ended 30 June 2026
(Amounts expressed in thousands of RMB unless otherwise stated)

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Profit for the period	2,251,389	1,695,724
Other comprehensive income for the period		
Items that may be reclassified subsequently to profit or loss:		
Debt investments at fair value through other comprehensive income		
- Net changes in fair value	360,085	(8,788)
- Provision for ECL allowance	5,272	6,884
- Reclassified to profit or loss	(181,917)	(135,025)
Share of other comprehensive income of associates	(1,482)	(5,079)
Exchange differences on translation of financial statements in foreign currencies	(90,439)	(29,815)
Income tax impact	(45,860)	34,232
Total items that may be reclassified subsequently to profit or loss	45,659	(137,591)
Items that will not be reclassified subsequently to profit or loss:		
Equity investments designated at fair value through other comprehensive income		
- Nets change in fair value	(722,044)	13,915
- Income tax impact	180,511	(3,479)
Total items that will not be reclassified subsequently to profit or loss	(541,533)	10,436
Total other comprehensive income for the period, net of tax	(495,874)	(127,155)
Total comprehensive income for the period	1,755,515	1,568,569
Attributable to:		
Shareholders of the Company	1,733,216	1,556,239
Non-controlling interests	22,299	12,330
Total	1,755,515	1,568,569

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of financial position at 30 June 2026

(Amounts expressed in thousands of RMB unless otherwise stated)

	Note	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Non-current assets			
Property and equipment	20	763,568	766,162
Right-of-use assets	21	554,751	648,220
Investment properties		9,514	9,911
Goodwill	22	513,516	533,415
Other intangible assets	23	195,677	224,385
Investments in associates and joint ventures	25	1,093,325	1,086,544
Financial assets measured at amortised cost	26	399,018	416,132
Equity investments designated at fair value through other comprehensive income	27	12,112,086	4,642,043
Debt investments at fair value through other comprehensive income	28	37,858,842	44,605,459
Refundable deposits	29	19,963,156	15,356,809
Deferred tax assets	30	2,718,997	2,548,928
Finance lease receivables and receivables arising from sale-and-leaseback arrangements	31	20,000	20,000
Other non-current assets	32	218,351	252,000
Total non-current assets		76,420,801	71,110,008
Current assets			
Accounts receivable	33	2,596,364	1,992,401
Finance lease receivables and receivables arising from sale-and-leaseback arrangements	31	23,357	89,246
Other receivables and prepayments	34	1,199,361	1,030,155
Margin accounts receivable	35	62,528,877	55,625,565
Financial assets measured at amortised cost	26	879,494	1,398,124
Debt investments at fair value through other comprehensive income	28	2,356,960	12,650,308
Financial assets held under resale agreements	36	750,161	6,715,752
Financial assets at fair value through profit or loss	37	74,578,320	60,498,085
Derivative financial assets	38	1,320,714	1,088,780
Clearing settlement funds	39	1,385,427	1,819,700
Cash held on behalf of brokerage clients	40	108,763,321	91,541,231
Cash and bank balances	41	17,678,874	12,554,571
Total current assets		274,061,230	247,003,918
Total assets		350,482,031	318,113,926

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of financial position at 30 June 2026 (continued)

(Amounts expressed in thousands of RMB unless otherwise stated)

	Note	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Current liabilities			
Loans and borrowings	43	1,504,273	777,867
Short-term debt instruments	44	11,143,453	7,366,022
Placements from other financial institutions	45	16,981,981	13,862,332
Financial liabilities at fair value through profit or loss	46	3,551,549	628,661
Accounts payable to brokerage clients	47	126,045,831	104,674,532
Employee benefits payable	48	3,400,125	2,723,379
Other payables and accruals	49	13,637,058	9,717,315
Current tax liabilities	30	269,261	509,236
Financial assets sold under repurchase agreements	50	46,243,756	51,852,569
Derivative financial liabilities	38	2,462,651	1,441,118
Lease liabilities due within one year	21	194,585	219,979
Contract liabilities		16,365	7,801
Long-term bonds due within one year	51	26,093,561	27,301,775
Total current liabilities		251,544,449	221,082,586
Net current assets		22,516,781	25,921,332
Total assets less current liabilities		98,937,582	97,031,340
Non-current liabilities			
Loans and borrowings	43	826,166	1,310,331
Long-term bonds	51	21,802,599	21,844,605
Provision for contingent liabilities	52	513,992	548,260
Lease liabilities	21	377,422	466,944
Deferred tax liabilities	30	20,821	20,759
Other non-current liabilities	53	26,073	37,903
Total non-current liabilities		23,567,073	24,228,802
Net assets		75,370,509	72,802,538

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of financial position at 30 June 2026 (continued)

(Amounts expressed in thousands of RMB unless otherwise stated)

	Note	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Equity			
Share capital	54	4,610,788	4,610,788
Other equity instruments	55	13,000,000	11,000,000
Reserves	56	38,897,946	39,390,883
Retained profits	56	17,961,973	16,921,845
Total equity attributable to shareholders of the Company		74,470,707	71,923,516
Non-controlling interests		899,802	879,022
Total equity		75,370,509	72,802,538

Approved and authorised for issue by the Board of Directors on 19 August 2026.

Director

Director

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of changes in equity
For the six months ended 30 June 2026
(Amounts expressed in thousands of RMB unless otherwise stated)

	Attributable to shareholders of the Company											
			Reserves								
	Share Capital (Note 54)	*Other equity Instruments (Note 55)*	*Capital Reserve (Note 56)*	*Surplus reserve (Note 56)*	*General reserve (Note 56)*	*Fair value reserve (Note 56)*	*Translation reserve (Note 56)*	*Retained profits (Note 56)*	*Total*	*Non-controlling interests*	*Total equity*
As at 1 January 2026	4,610,788	11,000,000	24,176,670	4,042,363	11,525,030	48,027	(401,207)	16,921,845	71,923,516	879,022	72,802,538
Profit for the period	-	-	-	-	-	-	-	2,229,090	2,229,090	22,299	2,251,389
Other comprehensive income	-	-	-	-	-	(405,435)	(90,439)	-	(495,874)	-	(495,874)
Total comprehensive income	-	-	-	-	-	(405,435)	(90,439)	2,229,090	1,733,216	22,299	1,755,515
Appropriation to general reserve	-	-	-	-	18,130	-	-	(18,130)	-	-	-
Dividends	-	-	-	-	-	-	-	(802,277)	(802,277)	(1,519)	(803,796)
Perpetual bonds' interest	-	-	-	-	-	-	-	(364,580)	(364,580)	-	(364,580)
Capital increase/(decrease)	-	2,000,000	(19,168)	-	-	-	-	-	1,980,832	-	1,980,832
Other comprehensive income that has been reclassified to retained profits	-	-	-	-	-	3,975	-	(3,975)	-	-	-
As at 30 June 2026 (Unaudited)	4,610,788	13,000,000	24,157,502	4,042,363	11,543,160	(353,433)	(491,646)	17,961,973	74,470,707	899,802	75,370,509

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of changes in equity
For the six months ended 30 June 2026 (continued)

(Amounts expressed in thousands of RMB unless otherwise stated)

	Attributable to shareholders of the Company										
			Reserves								
	Share Capital (Note 54)	*Other equity Instruments (Note 55)*	*Capital Reserve (Note 56)*	*Surplus reserve (Note 56)*	*General reserve (Note 56)*	*Fair value reserve (Note 56)*	*Translation reserve (Note 56)*	*Retained profits (Note 56)*	*Total*	*Non-controlling interests*	*Total equity*
As at 1 January 2025	4,610,788	9,498,943	24,191,139	4,042,363	10,860,043	365,301	(349,339)	15,171,018	68,390,256	833,214	69,223,470
Profit for the period	-	-	-	-	-	-	-	1,682,932	1,682,932	12,792	1,695,724
Other comprehensive income	-	-	-	-	-	(96,876)	(29,817)	-	(126,693)	(462)	(127,155)
Total comprehensive income	-	-	-	-	-	(96,876)	(29,817)	1,682,932	1,556,239	12,330	1,568,569
Appropriation to general reserve	-	-	-	-	22,483	-	-	(22,483)	-	-	-
Dividends	-	-	-	-	-	-	-	(500,732)	(500,732)	-	(500,732)
Perpetual bonds' interest	-	-	-	-	-	-	-	(301,550)	(301,550)	-	(301,550)
Other comprehensive income that has been reclassified to retained profits	-	-	-	-	-	3,045	-	(3,045)	-	-	-
As at 30 June 2025 (Unaudited)	4,610,788	9,498,943	24,191,139	4,042,363	10,882,526	271,470	(379,156)	16,026,140	69,144,213	845,544	69,989,757

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated cash flow statement
For the six months ended 30 June 2026
(Amounts expressed in thousands of RMB unless otherwise stated)

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Cash flows from operating activities:		
Profit before income tax	2,796,692	2,039,905
Adjustments for:		
Interest expenses	751,529	663,698
Share of profits of associates and joint ventures	(66,682)	(43,006)
Depreciation and amortisation expenses	292,132	328,216
Provision for impairment losses	13	400
Provision for credit loss expenses	63,678	59,121
Gains on disposal of property and equipment and other intangible assets	(814)	(1,271)
Reversal of contingent liabilities	(32,457)	-
Foreign exchange losses / (gains)	2,893	(9,204)
Interest income and net realised gains from disposal of debt investments at fair value through other comprehensive income and financial assets measured at amortised cost	(638,350)	(813,406)
Dividend income from equity investments designated at fair value through other comprehensive income	(199,861)	(55,121)
Unrealised fair value changes of financial instruments at fair value through profit or loss	212,906	(608,749)
Unrealised fair value changes of derivative financial instruments	420,530	911,230
Operating cash flows before movements in working capital	3,602,209	2,471,813

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated cash flow statement
For the six months ended 30 June 2026 (continued)

(Amounts expressed in thousands of RMB unless otherwise stated)

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Cash flows from operating activities (continued):		
Changes in operating assets		
Increase in refundable deposits	(4,606,347)	(2,758,641)
(Increase) / decrease in margin accounts receivable	(6,893,363)	359,143
Decrease in finance lease receivables and receivables arising from sale-and-leaseback arrangements	66,199	188,658
Increase in accounts receivable, other receivables and prepayments	(795,823)	(930,685)
Decrease in financial assets held under resale agreements	5,968,835	5,400,472
Increase in financial instruments at fair value through profit or loss	(11,370,254)	(2,746,800)
Decrease in derivative financial instruments	369,069	53,319
Decrease / (increase) in restricted bank deposits	150,118	(75,456)
Increase in cash held on behalf of brokerage clients	(18,797,811)	(4,945,361)
(Increase) / decrease in other investments	(88,637)	19,812
Changes in operating liabilities		
Increase in accounts payable to brokerage clients	21,371,299	8,618,085
Increase in other payables and accruals	3,449,094	3,174,033
Increase in employee benefits payable	676,746	620,353
Decrease in financial assets sold under repurchase agreements	(5,608,813)	(7,899,111)
Increase / (decrease) in placements from other financial institutions	3,119,649	(2,851,047)
Cash used in operations	(9,387,830)	(1,301,413)
Income taxes paid	(807,465)	(632,792)
Interest paid for operating activities	(576,074)	(725,218)
Net cash flows used in operating activities	(10,771,369)	(2,659,423)

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated cash flow statement
For the six months ended 30 June 2026 (continued)
(Amounts expressed in thousands of RMB unless otherwise stated)

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Cash flows from investing activities:		
Proceeds from disposal of financial assets at fair value through other comprehensive income and other investments	45,475,793	36,382,837
Dividends and interest received from financial assets at fair value through other comprehensive income and other investments	953,697	687,622
Proceeds from disposal of property and equipment, other intangible assets and other non-current assets	1,201	1,408
Proceeds from disposal of subsidiaries, associates and joint ventures	1,873	825
Dividends received from associates and joint ventures	35,750	46,085
Purchases of financial assets at fair value through other comprehensive income and other investments	(34,197,567)	(36,027,857)
Purchases of property and equipment, other intangible assets and other non-current assets	(143,749)	(106,062)
Net cash flows generated from investing activities	12,126,998	984,858

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated cash flow statement
For the six months ended 30 June 2026 (continued)

(Amounts expressed in thousands of RMB unless otherwise stated)

	Six months ended 30 June	
	2026 (Unaudited)	*2025* (Unaudited)
Cash flows from financing activities:		
Proceeds from issuance of perpetual bonds	4,980,832	-
Proceeds from issuance of long-term bonds	8,176,743	7,100,000
Proceeds from issuance of short-term debt instruments	15,793,914	7,964,400
Proceeds from loans and borrowings	2,558,477	1,003,550
Long-term bonds repaid	(9,600,000)	(2,500,000)
Short-term debt instruments repaid	(12,064,760)	(12,150,388)
Loans and borrowings repaid	(2,313,243)	(515,758)
Lease payments paid	(155,441)	(151,649)
Interest paid	(522,780)	(369,610)
Dividends and perpetual bonds' interest paid	(303,069)	(360,183)
Redemption of perpetual bonds	(3,000,000)	-
Net cash flows generated from financing activities	3,550,673	20,362
Net increase / (decrease) in cash and cash equivalents	4,906,302	(1,654,203)
Cash and cash equivalents at the beginning of the period	13,622,213	16,135,214
Effect of foreign exchange rate changes	(63,602)	(8,269)
Cash and cash equivalents at the end of the period	18,464,913	14,472,742

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

Notes to the interim condensed consolidated financial statements

(Amounts expressed in thousands of RMB unless otherwise stated)

1. General information

Everbright Securities Company Limited (光大證券股份有限公司) (the “Company”), formerly known as Everbright Securities Limited Liability Company (光大證券有限責任公司), approved by the People’s Bank of China (“PBOC”), was incorporated in Beijing on 23 April 1996. The Company was renamed as Everbright Securities Company Limited (光大證券股份有限公司) on 14 July 2005 as a result of the conversion into a joint stock limited liability company.

As approved by the China Securities Regulatory Commission (“CSRC”), the Company publicly issued 520,000,000 ordinary shares (A Shares) and was listed on the Shanghai Stock Exchange on 18 August 2009.

On 1 September 2015, the Company completed the change of registration procedures for securities sold in a private placement to certain investors. Following the completion of this private placement, the total number of share capital of the Company increased from 3,418,000,000 A Shares to 3,906,698,839 A Shares, and the registered share capital of the Company increased from RMB3,418,000,000 to RMB3,906,698,839.

As at 18 August 2016, the Company completed its initial public offering of H Shares on the Main Board of the Hong Kong Stock Exchange, and issued 680,000,000 shares with a par value of RMB1.00 each. As at 19 September 2016, the Company exercised the over-allotment option in respect of 24,088,800 H Shares with a par value of RMB1.00 each.

As at 30 June 2026, the Company’s registered capital was RMB4,610,787,639 and the Company had a total of 4,610,787,639 issued shares of RMB1.00 each.

The registered address of the Company is No. 1508 Xinzha Road, Shanghai, the PRC. The Company and its subsidiaries (the “Group”) are principally engaged in securities and futures brokerage, securities investment consulting, securities trading, financial advisory related to securities investment activities, securities underwriting and sponsorship, securities proprietary trading, intermediary introduction services for futures companies, distribution of securities investment funds, margin financing and securities lending services, distribution of financial products, stock option market making business, and securities investment fund custody; investment management, asset management, equity investment, fund management business, financial leasing business and other business activities approved by the CSRC.

2. Basis of accounting

These interim condensed financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting, and should be read in conjunction with the Group's last annual consolidated financial statements as at and for the year ended 31 December 2025 ('last annual financial statements'). They do not include all of the information required for a complete set of financial statements prepared in accordance with IFRS Accounting Standards. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual financial statements.

2. Basis of accounting (continued)

These interim condensed financial statements were authorised for issue by the Company's board of directors on 19 August 2026.

3. Use of judgements and estimates

In preparation of these interim condensed consolidated financial statements, management has made judgements and estimates about the future, including climate-related risks and opportunities, that affect the application of the Group's accounting policies and the reported amounts of assets and liabilities, income and expense, and the disclosure of contingent liabilities. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group’s accounting policies and key sources of estimation uncertainty were the same as those applied in the preparation of the consolidated financial statements as for the year ended 31 December 2025.

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 valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the chief financial officer.

The valuation 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 valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of the Accounting Standards, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Group 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); and
- 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.

3. Use of judgements and estimates (continued)

Further information about the assumptions made in measuring fair values is included in Note 58.

4. Change in accounting policy

Except as described below, the accounting policies applied in these interim condensed financial statements are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 December 2025.

The Group has adopted Classification and Measurement of Financial Instruments (Amendments to IFRS9 and IFRS7) from 1 January 2026. The amendments clarify when a financial asset or a financial liability is recognised and derecognised. They also introduce an exception that permits an entity to derecognise a financial liability before the settlement date when the financial liability is settled with cash, using an electronic payment system that meets specific criteria.

The amendments have no material effect on how the Group's results and financial position for the current or prior periods have been prepared or presented in this interim financial report.

5. Segment reporting

Management allocated resources and assessed the segment performance based on the grouping of operating segments. Accordingly, the reporting period's segment reporting presentation has been presented in accordance with the approach adopted by management in the financial statements.

- Wealth management business segment: mainly including retail business, margin trading business, stock pledge business, futures brokerage business and overseas wealth management and brokerage business;

- Corporate financing business segment: mainly including equity financing business, debt financing business, overseas investment banking business and financial leasing business;

- Institutional customer business segment: mainly including institutional trading business, prime brokerage business, asset custody and outsourcing business, investment research business, financial innovation business and overseas institutional trading business;

- Investment trading business segment: mainly including equity proprietary investment business and fixed income proprietary investment business;

- Asset management business segment: mainly including asset management business, fund management business and overseas asset management business;

- Equity investment business segment: mainly including private equity fund investment and financing business, and alternative investment business;

- Others mainly includes other businesses in addition to the above, including the operation of headquarters and investment holding platforms, and the management of general working capital.

5. Segment reporting (continued)

(a) Business segments

For the six months ended 30 June 2026 (Unaudited)

	Wealth management	*Corporate finance*	*Institutional customers*	*Investment trading*	*Asset management*	*Equity investment*	*Others*	*Segment total*
Fee and commission income								
- External	3,684,189	284,193	137,831	-	439,376	2,590	-	4,548,179
- Inter-segment	53,251	-	-	-	-	-	-	53,251
Interest income								
- External	2,010,087	2,378	5,526	292,167	15,970	752	271,243	2,598,123
- Inter-segment	10,282	-	-	-	-	8,537	31,859	50,678
Net investment gains								
- External	28,454	6,557	759,388	567,124	24,070	(195,511)	178,240	1,368,322
- Inter-segment	-	-	-	-	-	-	-	-
Total revenue								
- External	5,722,730	293,128	902,745	859,291	479,416	(192,169)	449,483	8,514,624
- Inter-segment	63,533	-	-	-	-	8,537	31,859	103,929
Other income and gains								
- External	21,468	5,427	(14,981)	(336)	45,827	435	152,934	210,774
- Inter-segment	1,666	-	-	-	-	-	1,018	2,684
Segment revenue and other income								
- External	5,744,198	298,555	887,764	858,955	525,243	(191,734)	602,417	8,725,398
- Inter-segment	65,199	-	-	-	-	8,537	32,877	106,613
Segment expenses								
- External	(3,409,977)	(237,036)	(209,264)	(286,925)	(335,840)	(61,564)	(1,454,782)	(5,995,388)
- Inter-segment	(11,655)	(180)	(313)	(13,854)	(52,901)	(32,218)	(13,543)	(124,664)
Segment operating profit/(loss)								
- External	2,334,221	61,519	678,500	572,030	189,403	(253,298)	(852,365)	2,730,010
- Inter-segment	53,544	(180)	(313)	(13,854)	(52,901)	(23,681)	19,334	(18,051)
Share of profits of associates and joint ventures								
- External	901	-	26	-	64,448	1,307	-	66,682
- Inter-segment	-	-	-	-	-	1,064	1,550	2,614
Profit/(loss) before income tax								
- External	2,335,122	61,519	678,526	572,030	253,851	(251,991)	(852,365)	2,796,692
- Inter-segment	53,544	(180)	(313)	(13,854)	(52,901)	(22,617)	20,884	(15,437)
Interest expenses	(938,608)	(951)	(26,639)	(257,816)	(1,685)	(5,940)	(96,910)	(1,328,549)
Impairment losses	(13)	-	-	-	-	-	-	(13)
Reversal of/(provision for) credit loss expenses	5,871	(687)	(657)	(4,959)	(162)	(68,878)	5,794	(63,678)
Depreciation and amortisation expenses	(91,719)	(15,359)	(9,647)	(1,225)	(19,020)	(676)	(154,486)	(292,132)

5. Segment reporting (continued)

(a) Business segments (continued)

For the six months ended 30 June 2025 (Unaudited)

	Wealth management	*Corporate finance*	*Institutional customers*	*Investment trading*	*Asset management*	*Equity investment*	*Others*	*Segment total*
Fee and commission income								
- External	2,616,994	372,546	123,336	-	419,573	475	-	3,532,924
- Inter-segment	64,807	-	-	-	-	-	-	64,807
Interest income								
- External	1,621,882	10,774	23,251	480,318	18,522	166	316,440	2,471,353
- Inter-segment	-	-	-	-	-	8,047	26,959	35,006
Net investment gains/(losses)								
- External	41,363	6,411	478,187	611,177	30,197	(29,822)	96,420	1,233,933
- Inter-segment	-	-	169	-	-	(169)	-	-
Total revenue								
- External	4,280,239	389,731	624,774	1,091,495	468,292	(29,181)	412,860	7,238,210
- Inter-segment	64,807	-	169	-	-	7,878	26,959	99,813
Other income and gains								
- External	32,488	5,698	(2,991)	-	60,852	540	146,031	242,618
- Inter-segment	-	-	-	-	-	-	1,482	1,482
Segment revenue and other income								
- External	4,312,727	395,429	621,783	1,091,495	529,144	(28,641)	558,891	7,480,828
- Inter-segment	64,807	-	169	-	-	7,878	28,441	101,295
Segment expenses								
- External	(2,675,419)	(249,417)	(219,571)	(498,407)	(309,271)	(82,127)	(1,449,717)	(5,483,929)
- Inter-segment	(6,542)	(182)	(141)	(12,857)	(59,317)	(27,132)	(63,689)	(169,860)
Segment operating profit/(loss)								
- External	1,637,308	146,012	402,212	593,088	219,873	(110,768)	(890,826)	1,996,899
- Inter-segment	58,265	(182)	28	(12,857)	(59,317)	(19,254)	(35,248)	(68,565)
Share of profits of associates and joint ventures								
- External	2,032	-	34	-	41,342	(402)	-	43,006
- Inter-segment	-	-	-	-	-	2,405	3,467	5,872
Profit/(loss) before income tax								
- External	1,639,340	146,012	402,246	593,088	261,215	(111,170)	(890,826)	2,039,905
- Inter-segment	58,265	(182)	28	(12,857)	(59,317)	(16,849)	(31,781)	(62,693)
Interest expenses	(709,548)	(1,335)	(37,796)	(472,926)	(3,240)	(16,133)	(147,981)	(1,388,959)
Impairment losses	(400)	-	-	-	-	-	-	(400)
Reversal of/(provision for) credit loss expenses	1,093	(1,802)	-	(3,023)	(2,624)	(47,652)	(5,113)	(59,121)
Depreciation and amortisation expenses	(100,075)	(20,289)	(12,108)	(1,065)	(25,662)	(1,618)	(167,399)	(328,216)

5. Segment reporting (continued)

(b) Geographical segments

The following table sets out (i) information about the geographical locations of the Group's revenue from external customers and (ii) the Group's property and equipment, right-of-use assets, goodwill, other intangible assets, investments in associates and joint ventures and other non-current assets ("specified non-current assets"). The geographical location of customers is based on the location in which the services were provided. The geographical location of the specified non-current assets is based on the physical location of the asset in the case of property and equipment and other non-current assets, the location of the operation to which they are allocated in the case of goodwill and other intangible assets, and the location of the operations in the case of investments in associates and joint ventures.

Segment revenue:

	30 June 2026 (Unaudited)			*30 June 2025 (Unaudited)*		
	Mainland China	*Outside Mainland China*	*Total*	*Mainland China*	*Outside Mainland China*	*Total*
Total revenue	7,849,592	665,032	8,514,624	6,566,254	671,956	7,238,210
Other income and gains	211,807	(1,033)	210,774	223,406	19,212	242,618
Total revenue and other income	8,061,399	663,999	8,725,398	6,789,660	691,168	7,480,828

Specified non-current assets:

	30 June 2026 (Unaudited)			*31 December 2025 (Audited)*		
	Mainland China	*Outside Mainland China*	*Total*	*Mainland China*	*Outside Mainland China*	*Total*
Property and equipment	738,104	25,464	763,568	744,789	21,373	766,162
Right-of-use assets	390,744	164,007	554,751	446,434	201,786	648,220
Investment properties	9,514	-	9,514	9,911	-	9,911
Goodwill	15,011	498,505	513,516	15,011	518,404	533,415
Other intangible assets	147,035	48,642	195,677	177,497	46,888	224,385
Investments in associates and joint ventures	1,056,728	36,597	1,093,325	1,044,828	41,716	1,086,544
Other non-current assets	56,820	27,405	84,225	64,889	31,893	96,782

6. Fee and commission income

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Income arising from		
- Securities brokerage and investment advisory business	3,009,026	2,141,660
- Futures brokerage business	771,625	566,599
- Asset management business	453,423	426,979
- Underwriting and sponsorship business	275,144	355,756
- Financial advisory business	10,091	17,257
- Others	28,870	24,673
Total	4,548,179	3,532,924

7. Interest income

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Interest income arising from		
- Margin financing and securities lending	1,262,908	1,072,058
- Deposits in financial institutions	867,007	703,068
- Debt investments at fair value through other comprehensive income	432,976	631,624
- Financial assets measured at amortised cost	22,481	46,188
- Financial assets held under resale agreements	5,946	4,528
- Securities-backed lending and stock repurchases	4,091	3,719
- Receivable arising from sale-and-leaseback arrangements	1,098	8,552
- Others	1,616	1,616
	2,598,123	2,471,353

8. Net investment gains

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Net realised gains/(losses) from		
- Financial instruments at fair value through profit or loss	3,764,145	2,008,805
- Debt investments at fair value through other comprehensive income	181,917	135,025
- Financial assets measured at amortised cost	976	569
- Derivative financial instruments	(2,907,172)	(1,620,055)
Dividend and interest income from		
- Financial instruments at fair value through profit or loss	464,708	764,958
- Equity investments designated at fair value through other comprehensive income	199,861	55,121
Unrealised fair value changes of		
- Financial instruments at fair value through profit or loss	(212,906)	608,749
- Derivative financial instruments	(123,207)	(719,239)
Total	1,368,322	1,233,933

9. Other income and gains

	Six months ended 30 June 2026 (Unaudited)	2025 (Unaudited)
Government grants	194,591	198,284
Rental income	12,465	12,701
Exchange (losses)/gains	(2,893)	9,204
"Insurance + Futures" business	856	5,693
Others	5,755	16,736
Total	210,774	242,618

10. Fee and commission expenses

	Six months ended 30 June 2026 (Unaudited)	2025 (Unaudited)
Expenses arising from		
- Securities brokerage and investment advisory business	826,351	596,104
- Futures brokerage business	567,678	401,851
- Underwriting and sponsorship business	11,705	9,810
- Asset management business	2,143	221
Total	1,407,877	1,007,986

11. Interest expenses

	Six months ended 30 June 2026 (Unaudited)	2025 (Unaudited)
Interest expenses for		
- Long-term bonds	585,260	497,715
- Financial assets sold under repurchase agreements	282,903	534,764
- Accounts payable to brokerage clients	182,319	97,022
- Short-term debt instruments	117,258	110,235
- Placements from other financial institutions	100,521	70,067
- Loans and borrowings	38,583	41,672
- Lease liabilities	10,428	14,076
- Others	11,277	23,408
Total	1,328,549	1,388,959

12. Staff costs

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Salaries, bonuses and allowances	1,676,445	1,548,764
Contributions to pension schemes	213,829	210,037
Other social welfare	266,770	260,083
Total	2,157,044	2,018,884

As at 30 June 2026, the Group provides its employees in Mainland China with mandatory pension schemes based on relevant laws. There were no forfeited contributions under these pension schemes. The Group also established a corporate annuity scheme for its employees in Mainland China. In accordance with relevant rules of corporate annuity scheme in Mainland China, when an employee resigns, part of the amounts of the Group's contributions not vested in the employee may be reallocated to the corporate annuity account based on the employee's actual working time. Such reallocated contributions would not affect the annuity contribution level of existing employees.

The Group also operates both defined contribution Occupational Retirement Schemes (the "ORSO Schemes") under the Occupational Retirement Schemes Ordinance and defined contribution Mandatory Provident Fund retirement benefit schemes (the "MPF Schemes") under the Mandatory Provident Fund Schemes Ordinance for all its qualified employees in Hong Kong. Contributions are made based on a percentage of the employees' basic salaries and are charged to the consolidated statement of profit or loss as they become payable in accordance with the rules of the ORSO Schemes and the MPF Schemes. The assets of the ORSO Schemes and the MPF Schemes are held separately from those of the Group in an independently administered fund. The Group's employer contributions vest fully with the employees when contributed into the ORSO Schemes. The Group will not utilize any of forfeited contributions to reduce the existing contribution levels of the ORSO Schemes and the MPF Schemes.

13. Depreciation and amortisation expenses

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Depreciation of right-of-use assets	116,331	136,423
Depreciation of property and equipment	86,640	95,527
Amortisation of other intangible assets	71,923	76,596
Amortisation of leasehold improvements and long-term deferred expenses	16,841	19,273
Depreciation of investment property	397	397
Total	292,132	328,216

14. Other operating expenses

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
IT expenses	277,817	250,051
Fund and asset management plan distribution and custodian expenses	115,230	81,027
Stock exchange management fees	70,190	55,239
Promotion and entertainment expenses	54,797	41,796
Rental expenses and utilities	42,602	46,177
Securities/futures investor protection funds	25,574	21,321
Consulting and professional services	25,284	30,849
Business travel expenses	22,747	19,981
Postal and communication expenses	20,481	25,253
Labour outsourcing expenses	16,146	16,507
Auditors' remuneration	4,804	4,448
Others	63,720	58,105
Total	739,392	650,754

15. Provision for impairment losses

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Provision for impairment losses against		
- Commodity warehouse receipts	13	400
Total	13	400

16. Provision for credit loss expenses

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Provision for credit loss expenses against		
- Other non-current assets	70,315	27,525
- Debt investments at fair value through other comprehensive income	5,272	6,884
- Financial assets measured at amortised cost	(35)	(455)
- Other receivables and prepayments	(155)	21,505
- Finance lease receivables and receivables arising from sale-and-leaseback arrangements	(310)	1,930
- Accounts receivable	(2,074)	818
- Financial assets held under resale agreements	(3,244)	(5,743)
- Margin accounts receivable	(6,233)	3,654
- Others	142	3,003
Total	63,678	59,121

17. Income tax expense

(a) Taxation in the interim condensed consolidated statement of profit or loss represents:

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Current tax		
Mainland China income tax	564,440	312,425
Hong Kong profits tax	23,319	18,908
Subtotal	587,759	331,333
Adjustment in respect of prior years		
Mainland China income tax	(3,863)	(12,226)
Hong Kong profits tax	(1,912)	6,891
Subtotal	(5,775)	(5,335)
Deferred tax		
Origination and reversal of temporary differences	(36,681)	18,183
Total	545,303	344,181

17. Income tax expense (continued)

(a) Taxation in the interim condensed consolidated statement of profit or loss represents (continued):

According to the PRC Corporate Income Tax ("CIT") Law that took effect on 1 January 2008, the Company and the Company's subsidiaries in Mainland China are subject to CIT at the statutory tax rate of 25%.

For the Company's subsidiaries in Hong Kong, Hong Kong profits tax has been provided at the rate of 16.5% on the estimated assessable profits for the period.

(b) Reconciliation between income tax expense and accounting profit at the applicable tax rate:

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Profit before income tax	2,796,692	2,039,905
Tax at Mainland China statutory tax rate of 25%	699,173	509,976
Effect of different tax rates of subsidiaries	(13,217)	(12,324)
Adjustment for prior years	(5,775)	(5,335)
Profits and losses attributable to joint ventures and associates	(18,788)	(11,228)
Non-taxable income	(88,879)	(140,313)
Non-deductible expense	23,065	10,290
Tax effect of unrecognised temporary differences and unused tax losses	39,980	68,236
Deductible distribution of other equity instruments	(91,145)	(75,388)
Others	889	267
Total	545,303	344,181

18. Dividends

		Six months ended 30 June	
	Note	*2026*	*2025*
		(Unaudited)	(Unaudited)
Distribution to ordinary shareholders	(1)	802,277	500,732
Distribution to other equity instrument holders	(2)	364,580	301,550
Total		1,166,857	802,282

18. Dividends (continued)

(1) Pursuant to the resolution of the meeting of shareholders held on 30 June 2026, the Company will distribute cash dividends of RMB1.740 for every 10 shares (tax included) amounting to RMB802,277 thousand in total for the year ended 31 December 2025.

Pursuant to the resolution of the meeting of shareholders held on 17 June 2025, the Company distributed cash dividends of RMB1.086 for every 10 shares (tax included) amounting to RMB500,732 thousand in total on 13 August 2025 for the year ended 31 December 2024.

(2) The dividend distributions by the Company triggered the mandatory interest payment event for perpetual subordinated bonds. For the period ended 30 June 2026, the Company has recognised the dividend payable to other equity instrument holders of RMB364,580 thousand (for the six months ended 30 June 2025: RMB301,550 thousand).

19. Basic and diluted earnings per share

The calculation of the basic earnings per share amount is based on the profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the period. There has been no change in the number of ordinary shares during the reporting period.

	Note	*Six months ended 30 June* *2026* (Unaudited)	*2025* (Unaudited)
Earnings			
Profit attributable to equity holders of the Company		2,229,090	1,682,932
Less: Profit attributable to other equity instruments holders of the Company	(1)	193,225	193,174
Profit attributable to ordinary equity holders of the Company		2,035,865	1,489,758
Shares (in thousand)			
Weighted average number of ordinary shares in issue		4,610,788	4,610,788
Earnings per share attributable to ordinary equity holders of the Company (RMB yuan per share)			
- Basic		0.44	0.32

(1) For the purpose of calculating basic earnings per ordinary share in respect of the six months ended 30 June 2026, RMB193,225 thousand (Six months ended 30 June 2025: RMB193,174 thousand) attributable to perpetual bonds were deducted from profits attributable to equity holders of the Company.

20. Property and equipment

	Buildings	*Electric equipment*	*Furniture and fixtures*	*Motor vehicles*	*Construction in progress*	*Total*
Cost						
As at 1 January 2025 (Audited)	888,390	969,065	298,282	152,517	-	2,308,254
Additions	-	93,488	11,942	-	2,996	108,426
Disposals	-	(89,141)	(50,424)	(3,278)	-	(142,843)
Others and exchange difference	-	(927)	(1,898)	-	-	(2,825)
As at 31 December 2025 (Audited)	888,390	972,485	257,902	149,239	2,996	2,271,012
Additions	-	77,743	6,089	1	1,575	85,408
Disposals	-	(15,606)	(2,534)	-	-	(18,140)
Others and exchange difference	-	(1,415)	(2,680)	-	-	(4,095)
As at 30 June 2026 (Unaudited)	888,390	1,033,207	258,777	149,240	4,571	2,334,185
Accumulated depreciation						
As at 1 January 2025 (Audited)	(417,106)	(762,137)	(251,180)	(28,903)	-	(1,459,326)
Charge for the year	(23,339)	(144,049)	(16,235)	(6,347)	-	(189,970)
Disposals	-	89,097	49,796	3,278	-	142,171
Others and exchange difference	-	458	1,817	-	-	2,275
As at 31 December 2025 (Audited)	(440,445)	(816,631)	(215,802)	(31,972)	-	(1,504,850)
Charge for the period	(11,669)	(64,709)	(7,089)	(3,173)	-	(86,640)
Disposals	-	15,595	1,919	-	-	17,514
Others and exchange difference	-	767	2,592	-	-	3,359
As at 30 June 2026 (Unaudited)	(452,114)	(864,978)	(218,380)	(35,145)	-	(1,570,617)
Carrying amount						
As at 30 June 2026 (Unaudited)	436,276	168,229	40,397	114,095	4,571	763,568
As at 31 December 2025 (Audited)	447,945	155,854	42,100	117,267	2,996	766,162

As at 30 June 2026 and 31 December 31, 2025, the Group had buildings with carrying amounts of RMB1,465 thousand and RMB1,529 thousand, respectively, for which the relevant land use rights or building ownership certificates had not yet been obtained.

21. Leases

(i) Right-of-use assets

The carrying amounts of the Group's right-of-use assets and the movements during the period are as follows:

	Buildings	*Others*	*Total*
Cost			
As at 1 January 2025 (Audited)	1,623,820	5,558	1,629,378
Additions	216,215	884	217,099
Disposals and others	(291,640)	(434)	(292,074)
As at 31 December 2025 (Audited)	1,548,395	6,008	1,554,403
Additions	34,750	217	34,967
Disposals and others	(95,373)	(165)	(95,538)
As at 30 June 2026 (Unaudited)	1,487,772	6,060	1,493,832
Accumulated depreciation			
As at 1 January 2025 (Audited)	(917,002)	(3,314)	(920,316)
Charge for the year	(258,195)	(759)	(258,954)
Disposals and others	272,665	422	273,087
As at 31 December 2025 (Audited)	(902,532)	(3,651)	(906,183)
Charge for the period	(115,922)	(409)	(116,331)
Disposals and others	83,372	61	83,433
As at 30 June 2026 (Unaudited)	(935,082)	(3,999)	(939,081)
Net carrying amount			
As at 30 June 2026 (Unaudited)	552,690	2,061	554,751
As at 31 December 2025 (Audited)	645,863	2,357	648,220

Note: Others include the effect of foreign exchange rate changes.

21. Leases (continued)

(ii) Lease liabilities

The carrying amount of lease liabilities and the movements during the period/year are as follows:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Carrying amount at 1 January	686,923	734,136
New leases	37,903	212,046
Accretion of interest recognised during the period/year	10,428	27,219
Payments	(155,441)	(282,648)
Others	(7,806)	(3,830)
Carrying amount at the end of the period/year	572,007	686,923
Analysed into:		
Current portion	194,585	219,979
Non-current portion	377,422	466,944

(iii) The amounts recognised in profit or loss in relation to leases are as follows:

	Six months ended 30 June	
	2026 (Unaudited)	*2025* (Unaudited)
Amortisation of right-of-use assets	116,331	136,423
Interest on lease liabilities	10,428	14,076
Expense relating to short-term leases	5,222	5,171
Expense relating to leases of low-value assets	963	517
Total	132,944	156,187

22. Goodwill

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Cost	1,509,832	1,509,832
Effect of exchange rate changes for cost	141,484	206,801
Less: Provision for impairment losses	(1,134,164)	(1,134,164)
Effect of exchange rate changes for impairment provision	(3,636)	(49,054)
Carrying amount	513,516	533,415

As at 30 June 2026, the Group's goodwill mainly relates to the Hong Kong Wealth Management CGU, which generated from the acquisition of Everbright Securities Global Limited ("ESGL") and Everbright Securities International Company Limited ("EBSIL"), amounting to HKD1,883,951 thousand. The remaining balance generated from the acquisition of Everbright Futures Co., Ltd. (hereinafter referred to as "Everbright Futures") and EBS Fund Management Co., Ltd. (hereinafter referred to as "EBS Fund"), amounting in aggregate to RMB15,011 thousand.

23. Other intangible assets

	Customer relationship	*Software and others*	*Total*
Cost			
As at 1 January 2025 (Audited)	962,768	1,561,282	2,524,050
Additions	-	124,972	124,972
Disposals	-	(47,296)	(47,296)
Exchange difference and others	-	(32,883)	(32,883)
As at 31 December 2025 (Audited)	962,768	1,606,075	2,568,843
Additions	-	44,885	44,885
Disposals	-	(3,566)	(3,566)
Exchange difference and others	-	(49,629)	(49,629)
As at 30 June 2026 (Unaudited)	962,768	1,597,765	2,560,533
Accumulated depreciation			
As at 1 January 2025 (Audited)	(962,768)	(1,305,761)	(2,268,529)
Charge for the year	-	(155,000)	(155,000)
Disposals	-	47,296	47,296
Exchange difference and others	-	31,775	31,775
As at 31 December 2025 (Audited)	(962,768)	(1,381,690)	(2,344,458)
Charge for the period	-	(71,923)	(71,923)
Disposals	-	3,566	3,566
Exchange difference and others	-	47,959	47,959
As at 30 June 2026 (Unaudited)	(962,768)	(1,402,088)	(2,364,856)
Net carrying amount			
As at 30 June 2026 (Unaudited)	-	195,677	195,677
As at 31 December 2025 (Audited)	-	224,385	224,385

24. Investments in structured entities

(a) Interest in consolidated structured entities

The Group has consolidated certain structured entities, mainly investments in funds and asset management products. For those structured entities where the Group is involved as manager or as investor, the Group assesses whether the combination of investments it held together with its remuneration creates exposure to variability of returns from the activities of those structured entities that is of such significance that it indicates that the Group is a principal.

As at 30 June 2026 and 31 December 2025, the net assets of the consolidated structured entities were RMB22,471,373 thousand and RMB17,888,544 thousand respectively, and the carrying amounts of interests held by the Group in the consolidated structured entities were RMB22,266,825 thousand and RMB17,338,786 thousand respectively.

Interests held by other investors in these consolidated structured entities were classified as financial liabilities at fair value through profit or loss in the consolidated statement of financial position.

At the end of the reporting period, the Group reassessed the control of structured entities and decided whether the Group is still a principal.

(b) Interests in structured entities sponsored by third party institutions

The types of structured entities that the Group does not consolidate but in which it holds interests include investments in funds, limited partnerships, asset management products, and wealth management products issued by banks or other financial institutions. The nature and purpose of these structured entities are to generate fees from managing assets on behalf of investors. These vehicles are financed through the issue of units to investors.

The carrying amount of the related accounts in the consolidated statements of financial position is equal to the maximum exposure to loss of interests held by the Group in the unconsolidated structured entities sponsored by third party institutions as at 30 June 2026 and 31 December 2025, which are listed as below:

30 June 2026 (Unaudited)	*Financial assets at fair value through profit or loss*
Funds	18,859,318
Asset management products	554,776
Wealth management products	9,693,353
Others	1,582,521
Total	30,689,968

24. Investments in structured entities (continued)

31 December 2025 (Audited)	*Financial assets at fair value through profit or loss*
Funds	19,133,692
Asset management products	273,550
Wealth management products	5,024,611
Others	660,891
Total	25,092,744

(c) Interests in unconsolidated structured entities

The Group exercised the power over the structured entities including investments in funds, asset management products and limited partnerships by acting as a manager or general partner during the period/year. Except for the structured entities the Group has consolidated as stated in Note 24(a), in management's opinion, the Group's exposure to variable returns of these structured entities that the Group has interests in are not significant. The Group therefore did not consolidate these structured entities.

The Group classified the investments in unconsolidated investment funds, asset management products and limited partnerships managed by the Group as financial assets at fair value through profit or loss and investments in associates and joint ventures. As at 30 June 2026 and 31 December 2025, the net assets of these unconsolidated structured entities were RMB56,250,315 thousand and RMB72,365,709 thousand, respectively. The management fee arising from these unconsolidated structured entities in which the Group did not hold interest amounted to RMB95,319 thousand and RMB94,903 thousand for the six months ended 30 June 2026 and the six months ended 30 June 2025, respectively.

The carrying amount of the related accounts in the consolidated statement of financial position is equal to the maximum exposure to loss of interests held by the Group in the unconsolidated structured entities sponsored by third party institutions as at the end of the reporting period, and their respective carrying amounts are listed below:

30 June 2026 (Unaudited)	*Financial assets at fair value through profit or loss*	*Investments in associates and joint ventures*	*Total*
Funds	397,076	-	397,076
Asset management products	347,052	-	347,052
Others	-	80,667	80,667
Total	744,128	80,667	824,795

24. Investments in structured entities (continued)

(c) Interests in unconsolidated structured entities (continued)

31 December 2025 (Audited)	*Financial assets at fair value through profit or loss*	*Investments in associates and joint ventures*	*Total*
Funds	1,243,653	-	1,243,653
Asset management products	55,242	-	55,242
Others	-	82,544	82,544
Total	1,298,895	82,544	1,381,439

As at 30 June 2026 and 31 December 2025, the net assets of these unconsolidated structured entities in which the Group acted as an asset manager but did not have any interests amounted to RMB335,423,145 thousand and RMB338,560,776 thousand, respectively.

For the six months ended 30 June 2026 and 2025, the Group recognised the income amounted to RMB358,104 thousand and RMB332,524 thousand, respectively, from these unconsolidated structured entities in which the Group acted as an asset manager but did not have any interests. As at 30 June 2026 and 31 December 2025, the corresponding remuneration receivables totaled RMB228,986 thousand and RMB223,195 thousand, respectively.

25. Investments in associates and joint ventures

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Share of net assets		
- Associates	1,040,586	1,026,809
- Joint ventures	52,739	59,735
Total	1,093,325	1,086,544

25. Investments in associates and joint ventures (continued)

The following list contains the particulars of associates and joint ventures, all of which are unlisted corporate entities whose quoted market prices are not available:

Name of associates and joint ventures	*Place of incorporation*	*Registered capital (RMB Yuan)*	*Equity interest held* As at 30 June 2026	*Equity interest held* As at 31 December 2025	*Principal activities*
Associates					
Dacheng Fund Management Co., Ltd.* 大成基金管理有限公司	Shenzhen	RMB200,000,000	25.00%	25.00%	Fund management
Everbright Yunfu Internet Co., Ltd.* 光大雲付互聯網股份有限公司	Shanghai	RMB200,000,000	40.00%	40.00%	Financial data processing
Everbright Easecreate Internet Co., Ltd.* 光大易創網路科技股份有限公司	Shanghai	RMB100,000,000	40.00%	40.00%	Financial data processing
CRECG & EB Private Equity Fund Management (Shanghai) Co., Ltd.* 中鐵光大股權投資基金管理 (上海) 有限公司	Shanghai	RMB50,000,000	30.00%	30.00%	Investment management
Tianjin Zhongchen Zhongli Investment Management Co., Ltd.* 天津中城光麗投資管理有限公司	Tianjin	RMB20,000,000	30.00%	30.00%	Investment management
Joint ventures					
Hangzhou Everbright Tunlan Investment LLP* (3) 杭州光大暾瀾投資合夥企業 (有限合夥)	Hangzhou	RMB106,000,000	47.65%	47.65%	Investment management
Everbright Ivy (Shanghai) Investment Center (Limited Partnership) * (3) 光大常春藤 (上海) 投資中心 (有限合夥)	Shanghai	RMB185,000,000	28.11%	28.11%	Fund management

25. Investments in associates and joint ventures (continued)

Name of associates and joint ventures	*Place of incorporation*	*Registered capital (RMB Yuan)*	*Equity interest held* As at 30 June 2026	As at 31 December 2025	*Principal activities*
Joint ventures (continued)					
Shanghai Everbright Sports & Culture Equity Fund (Limited Partnership) * (3) 上海光大體育文化投資合夥企業 (有限合夥)	Shanghai	RMB163,944,800	31.56%	31.56%	Fund management
Everbright securities Forex (HK) Limited (1) 光證外匯 (香港) 有限公司	Hong Kong	HKD75,166,707	51.00%	51.00%	Foreign exchange dealing
Jiaxing Everbright Meiyin No. 1 Investment LLP* (3) 嘉興光大美銀壹號投資合夥企業 (有限合夥)	Jiaxing	RMB100,000,000	26.00%	26.00%	Investment management
Jiaxing Everbright BoPu Investment LLP (Limited Partnership) * (3) 嘉興光大礴璞投資合夥企業 (有限合夥)	Jiaxing	RMB100,000,000	45.49%	45.49%	Investment management
Shanghai JinXin Investment Consultancy Partnership Enterprise (Limited Partnership) ("Jinxin Fund") * (2)(3) 上海浸鑫投資諮詢合夥企業 (有限合夥)	Shanghai	RMB5,203,000,000	1.15%	1.15%	Fund management
Jingning Everbright Zhetong No.1 Investment Fund L.P.* (2) 景寧光大浙通壹號投資管理合夥企業 (有限合夥)	Lishui	RMB65,600,000	15.27%	15.27%	Fund management
Jingning-Everbright ECO Investment Fund L.P.* 景寧光大生態壹號投資管理中心 (有限合夥)	Lishui	RMB20,000,000	20.00%	20.00%	Fund management

25. Investments in associates and joint ventures (continued)

Name of associates and joint ventures	*Place of incorporation*	*Registered capital (RMB Yuan)*	*Equity interest held* As at 30 June 2026	*Equity interest held* As at 31 December 2025	*Principal activities*
Joint ventures (continued)					
Shanghai Everbright Fortune Jingtian Investment Center (Limited Partnership)* (2) 上海光大富尊璟闐投資中心 (有限合夥)	Shanghai	RMB52,350,000	0.20%	0.20%	Investment management
Shanghai Jingjun Enterprise Management L.P.* 上海璟雋企業管理合夥企業 (有限合夥)	Hangzhou	RMB10,000,000	40.00%	40.00%	Investment management
Beijing Everbright 360 Investment Management Center* (2) (3) 北京光大三六零投資管理中心 (有限合夥)	Beijing	RMB680,800,000	0.07%	0.07%	Investment management
Hohhot Haotian Construction Co., Ltd.* (2) 呼和浩特市昕天璟建設有限公司	Hohhot	RMB100,000,000	1.00%	1.00%	Investment management

All of the above associates and joint ventures are accounted for using equity method in the financial statements.

25. Investments in associates and joint ventures (continued)

(1) The Group's shareholding of these investees is higher than 50%, however these investees are jointly controlled by the Group and other investors as a result of the relevant arrangements stipulated in the articles of association and other corporate governance documents.

(2) The Group's shareholding of these investees is lower than 20%, however these investees are jointly controlled by the Group and other investors as a result of the relevant arrangements stipulated in the articles of association and other corporate governance documents.

(3) As at 30 June 2026, the Group's shareholding of these investees has been restricted by the judicial department. Please refer to Note 52 for details.

* The English translation of the names is for reference only. The official names of these entities are in Chinese.

The following table illustrates the aggregate financial information of the Group's associates and joint ventures:

	30 June 2026	*30 June 2025*
Aggregate amounts of the Group's share of associates and joint ventures' net profits	66,682	43,006
Aggregate amounts of the Group's share of associates and joint ventures' other comprehensive income	(1,482)	(5,079)
Total comprehensive income	65,200	37,927

	30 June 2026	*31 December 2025*
Aggregate carrying amount of associates and joint ventures in the consolidated financial statements	1,093,325	1,086,544

26. Financial assets measured at amortised cost

Non-current	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Debt securities	399,151	416,280
Others	166,713	166,731
Less: Allowance for ECLs	(166,846)	(166,879)
Total	399,018	416,132
Analysed as:		
Listed outside Hong Kong	112,735	112,563
Unlisted	286,283	303,569
Total	399,018	416,132

Current	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Debt securities	879,786	1,398,652
Less: Allowance for ECLs	(292)	(528)
Total	879,494	1,398,124
Analysed as:		
Listed outside Hong Kong	266,048	466,816
Unlisted	613,446	931,308
Total	879,494	1,398,124

As at 30 June 2026, the financial assets measured at amortised cost which were pledged as collateral amounted to RMB1,015,382 thousand (31 December 2025: RMB1,644,185 thousand).

26. Financial assets measured at amortised cost (continued)

(a) *Analysis of the movements of allowance for ECLs:*

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
At the beginning of the period/year	167,407	168,623
Reversal for the period/year	(35)	(365)
Amounts written off for the period/year	(234)	(851)
At the end of the period/year	167,138	167,407

(b) *Analysed by stage of ECLs:*

	Stage 1	*Stage 2*	*Stage 3*	*Total*
30 June 2026 (Unaudited)	425	-	166,713	167,138
31 December 2025 (Audited)	676	-	166,731	167,407

27. Equity investments designated at fair value through other comprehensive income

Non-current	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Equity securities	5,422,419	3,789,375
Perpetual bonds	6,379,848	568,643
Others	309,819	284,025
Total	12,112,086	4,642,043
Analysed as:		
Listed inside Hong Kong	725,045	587,585
Listed outside Hong Kong	4,683,574	3,131,957
Unlisted	6,703,467	922,501
Total	12,112,086	4,642,043

For the six months ended 30 June 2026, the Group disposed some of the equity investments designated at fair value through other comprehensive income as a result of an adjustment in its investment strategy. The accumulated net realised loss on the equity instruments disposed of was RMB5,300 thousand. For the six months ended 30 June 2026, the Group received dividends in the amounts of RMB199,861 thousand from equity securities, perpetual bonds and others.

27. Equity investments designated at fair value through other comprehensive income (continued)

For the six months ended 30 June 2025, the Group disposed some of the equity investments designated at fair value through other comprehensive income as a result of an adjustment in its investment strategy. The accumulated net realised loss on the equity instruments disposed of was RMB3,583 thousand. For the six months ended 30 June 2025, the Group received dividends in the amounts of RMB21,502 thousand from equity securities, perpetual bonds and others.

As at 30 June 2026, the equity investments designated at fair value through other comprehensive income which were pledged as collateral amounted to RMB4,802,415 thousand (31 December 2025: RMB568,643 thousand).

28. Debt investments at fair value through other comprehensive income

Non-current	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Debt securities	37,858,842	44,605,459
Total	37,858,842	44,605,459
Analysed as:		
Listed outside Hong Kong	8,840,140	13,250,350
Unlisted	29,018,702	31,355,109
Total	37,858,842	44,605,459

Current	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Debt securities	2,356,960	12,650,308
Total	2,356,960	12,650,308
Analysed as:		
Listed outside Hong Kong	121,274	3,303,160
Unlisted	2,235,686	9,347,148
Total	2,356,960	12,650,308

As at 30 June 2026, the debt investments at fair value through other comprehensive income which were pledged as collateral amounted to RMB29,501,580 thousand (31 December 2025: RMB39,277,521 thousand).

28. Debt investments at fair value through other comprehensive income (continued)

(a) Analysis of the movements of allowance for ECLs:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
At the beginning of this period/year	71,073	79,061
Charge for the period/year	5,272	17,631
Amounts written off for the period/year	(13,652)	(25,619)
At the end of the period/year	62,693	71,073

(b) Analysed by stage of ECLs:

	Stage 1	*Stage 2*	*Stage 3*	*Total*
30 June 2026 (Unaudited)	12,490	203	50,000	62,693
31 December 2025 (Audited)	20,804	269	50,000	71,073

29. Refundable deposits

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Deposits with stock exchanges and clearing houses		
- China Securities Depository and Clearing Corporation Limited	2,500,530	1,805,079
- Shanghai Clearing House	50,022	35,178
- Hong Kong Securities Clearing Company Limited	32,638	32,025
- The Stock Exchange of Hong Kong Limited	611	635
Subtotal	2,583,801	1,872,917
Deposits with futures and commodity exchanges		
- China Financial Futures Exchange	7,663,559	5,095,933
- Shanghai Futures Exchange	5,738,461	5,277,418
- Dalian Commodity Exchange	1,702,561	1,250,654
- Zhengzhou Commodity Exchange	1,302,684	1,055,380
- Guangzhou Futures Exchange	672,202	596,790
- Shanghai International Energy Exchange	275,828	158,779
- Hong Kong Futures Exchange	6,514	6,774
- Shanghai Gold Exchange	2,820	2,820
Subtotal	17,364,629	13,444,548
Deposits with other institutions		
- China Securities Finance Corporation Limited (“CSFC”)	8	7,404
- Other institutions	14,718	31,940
Subtotal	14,726	39,344
Total	19,963,156	15,356,809

30. Income tax

(a) Current taxation

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Current tax liabilities	269,261	509,236

30. Income tax (continued)

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
At the beginning of the period/year	509,236	551,498
Provision for the period/year	581,984	891,448
Decrease through the disposal of equity investments designated at fair value through other comprehensive income	(1,325)	(584)
Tax paid	(820,634)	(933,128)
Others	-	2
At the end of the period/year	269,261	509,236

(b) Deferred tax assets/liabilities recognised

The components of deferred tax assets/liabilities recognised in the interim condensed consolidated statement of financial position and the movements during the reporting period are as follows:

Deferred tax arising from:	*Allowance for ECLs/ Impairment losses*	*Employee benefits payable*	*Changes in fair value of financial instruments*	*Others*	*Total*
As at 1 January 2025 (Audited)	1,790,637	638,305	(90,798)	114,952	2,453,096
Recognised in profit or loss	26,645	22,983	(63,295)	(15,427)	(29,094)
Recognised in reserves	-	-	104,751	-	104,751
Transferred out	-	-	(584)	-	(584)
As at 31 December 2025 (Audited)	1,817,282	661,288	(49,926)	99,525	2,528,169
Recognised in profit or loss	(16,558)	9,370	(26,659)	70,528	36,681
Recognised in reserves	-	-	134,651	-	134,651
Transferred out	-	-	(1,325)	-	(1,325)
As at 30 June 2026 (Unaudited)	1,800,724	670,658	56,741	170,053	2,698,176

(c) Reconciliation to the statement of financial position

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Net deferred tax assets recognised in the consolidated statement of financial position	2,718,997	2,548,928
Net deferred tax liabilities recognised in the consolidated statement of financial position	(20,821)	(20,759)
Total	2,698,176	2,528,169

30. Income tax (continued)

(d) Recognised in other comprehensive income

	30 June 2026 (Unaudited)		
	Before tax	*Tax benefit*	*Net of tax*
Debt investments at fair value through other comprehensive income			
- Net changes in fair value	360,085	(90,021)	270,064
- Provision for ECL allowance	5,272	(1,318)	3,954
- Reclassified to profit or loss	(181,917)	45,479	(136,438)
Equity investments designated at fair value through other comprehensive income			
- Net changes in fair value	(722,044)	180,511	(541,533)
Share of other comprehensive income of associates	(1,482)	-	(1,482)
Exchange differences on translation of financial statements in foreign currencies	(90,439)	-	(90,439)
Total	(630,525)	134,651	(495,874)

	30 June 2025 (Unaudited)		
	Before tax	*Tax benefit*	*Net of tax*
Debt investments at fair value through other comprehensive income			
- Net changes in fair value	(8,788)	2,197	(6,591)
- Provision for ECL allowance	6,884	(1,721)	5,163
- Reclassified to profit or loss	(135,025)	33,756	(101,269)
Equity investments designated at fair value through other comprehensive income			
- Net changes in fair value	13,915	(3,479)	10,436
Share of other comprehensive income of associates	(5,079)	-	(5,079)
Exchange differences on translation of financial statements in foreign currencies	(29,815)	-	(29,815)
Total	(157,908)	30,753	(127,155)

30. Income tax (continued)

(e) Deferred tax assets not recognised

As at 30 June 2026 and 31 December 2025, the Group has not recognised deferred tax assets in respect of cumulative tax losses and temporary differences amounting to RMB9,858,871 thousand and RMB9,691,834 thousand respectively, as it is not probable that future taxable profits against which the losses can be utilised will be available in the relevant tax jurisdiction and entity.

31. Finance lease receivables and receivables arising from sale-and-leaseback arrangements

(a) Analysed by nature:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Minimum lease payments to be received	238,955	306,465
Less: Unrealised finance income	(44,419)	(45,730)
Balance of finance lease receivables and receivables arising from sale-and-leaseback arrangements	194,536	260,735
Less: Allowance for ECLs	(151,179)	(151,489)
Finance lease receivables and receivables arising from sale-and-leaseback arrangements, net	43,357	109,246
Analysis for presentation purposes:		
Current assets	23,357	89,246
Non-current assets	20,000	20,000

31. Finance lease receivables and receivables arising from sale-and-leaseback arrangements (continued)

(a) Analysed by nature (continued):

Minimum lease payments to be received and the corresponding present values are as follows:

	As at 30 June 2026 (Unaudited)		*As at 31 December 2025 (Audited)*	
	Gross lease receivables	*Net lease receivables*	*Gross lease receivables*	*Net lease receivables*
Within 1 year	80,105	68,460	147,615	134,659
1 to 2 years	5,059	-	5,059	-
2 to 3 years	32,792	25,215	32,792	25,215
Over 3 years	120,999	100,861	120,999	100,861
Total	238,955	194,536	306,465	260,735
Unrealised finance income	(44,419)	-	(45,730)	-
Balance of finance lease receivables and receivables arising from sale-and-leaseback arrangements	194,536	194,536	260,735	260,735
Allowance for ECLs	(151,179)	(151,179)	(151,489)	(151,489)
Finance lease receivables and receivables arising from sale-and-leaseback arrangements, net	43,357	43,357	109,246	109,246

(b) Analysis of the movements of allowance for ECLs:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
At the beginning of the period/year	151,489	153,472
Charge for the period/year	-	10,325
Reversal for the period/year	(310)	(2,540)
Collection after written-off for the period/year	-	(9,768)
At the end of the period/year	151,179	151,489

(c) Analysed by stage of ECLs:

	Stage 1	*Stage 2*	*Stage 3*	*Total*
30 June 2026 (Unaudited)	35	-	151,144	151,179
31 December 2025 (Audited)	345	-	151,144	151,489

32. Other non-current assets

Analysed by nature:

	Note	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Other receivables		700,246	699,589
Accounts receivable		108,883	62,917
Long-term deferred expenses	(a)	84,225	96,782
Commodity warehouse receipts		65,460	65,460
Deposits		46,829	43,654
Less: Allowance for ECLs	(b)	(727,679)	(656,802)
Provision for impairment losses		(59,613)	(59,600)
Total		218,351	252,000

(a) The movements of long-term deferred expenses are as follows:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Balance at the beginning of the period/year	96,782	115,689
Additions and other	4,284	18,629
Amortisation	(16,841)	(37,536)
Balance at the end of the period/year	84,225	96,782

(b) Analysis of the movements of allowance for ECLs:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
At the beginning of the period/year	656,802	495,903
Charge for the period/year	71,007	103,632
Reversal for the period/year	(692)	(2,381)
Transfer in from other receivables and prepayments	110	-
Transfer in from accounts receivable	452	59,648
At the end of the period/year	727,679	656,802

32. Other non-current assets (continued)

(c) Analysed by stage of ECLs:

	Stage 1	*Stage 2*	*Stage 3*	*Total*
30 June 2026 (Unaudited)	35	1,132	726,512	727,679
31 December 2025 (Audited)	14	565	656,223	656,802

33. Accounts receivable

(a) Analysed by nature:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Accounts receivable of		
- Brokers and dealers	1,723,020	1,420,419
- Settlement	658,126	357,034
- Fees and commissions	207,865	210,312
- Others	14,591	14,659
Less: Allowance for ECLs	(7,238)	(10,023)
Total	2,596,364	1,992,401

(b) Analysed by ageing:

As at the end of the reporting period, the ageing analysis of accounts receivable is as follows:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Within 1 year	2,572,357	1,957,364
1 to 2 years	14,404	29,194
2 to 3 years	5,474	1,073
Over 3 years	4,129	4,770
Total	2,596,364	1,992,401

33. Accounts receivable (continued)

(c) Analysis of the movements of allowance for ECLs:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
At the beginning of the period/year	10,023	66,404
Charge for the period/year	203	4,165
Reversal of impairment	(2,277)	-
Amounts written-off	-	(744)
Transfer out to non-current assets	(452)	(59,648)
Others	(259)	(154)
At the end of the period/year	7,238	10,023

(d) Analysed by stage of ECLs:

	Stage 1	*Stage 2*	*Stage 3*	*Simplified approach*	*Total*
30 June 2026 (Unaudited)	756	-	773	5,709	7,238
31 December 2025 (Audited)	3,026	-	876	6,121	10,023

(e) Accounts receivable that were not impaired

Accounts receivable that were not impaired were not past due and related to a wide range of customers for whom there was no recent history of default.

34. Other receivables and prepayments

(a) Analysed by nature:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Other receivables	1,732,988	1,588,727
Dividend receivables	75,182	45,741
Prepaid tax	38,946	39,831
Interest receivable	30,190	30,205
Deferred expenses	10,212	10,961
Others	6,970	10,600
Less: Allowance for ECLs	(695,127)	(695,910)
Total	1,199,361	1,030,155

34. Other receivables and prepayments (continued)

(b) Analysis of the movements of allowance for ECLs:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
At the beginning of the period/year	695,910	670,013
Charge for the period/year	1,351	60,484
Reversal of impairment	(1,506)	(31,882)
Amounts written off	(206)	(457)
Transfer out to other non-current assets	(110)	-
Others	(312)	(2,248)
At the end of the period/year	695,127	695,910

(c) Analysed by stage of ECLs:

	Stage 1	*Stage 2*	*Stage 3*	*Total*
30 June 2026 (Unaudited)	76	396	694,655	695,127
31 December 2025 (Audited)	254	319	695,337	695,910

35. Margin accounts receivable

(a) Analysed by nature:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Individuals	59,229,974	53,141,650
Institutions	3,904,971	3,099,932
Less: Allowance for ECLs	(606,068)	(616,017)
Total	62,528,877	55,625,565

(b) Analysis of the movements of allowance for ECLs:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
At the beginning of the period/year	616,017	612,187
Charge for the period/year	-	10,581
Reversal for the period/year	(6,233)	(4,018)
Others	(3,716)	(2,733)
At the end of the period/year	606,068	616,017

35. Margin accounts receivable (continued)

(c) The fair value of collateral for margin financing and securities lending business is analysed as follows:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Fair value of collateral:		
- Equity securities	143,321,461	119,158,035
- Funds	47,411,603	43,761,573
- Cash	8,667,640	6,605,503
- Debt securities	712,561	707,259
- Others	501,992	755,817
Total	200,615,257	170,988,187

(d) Analysed by stage of ECLs:

	Stage 1	*Stage 2*	*Stage 3*	*Total*
30 June 2026 (Unaudited)	30,448	1,358	574,262	606,068
31 December 2025 (Audited)	34,255	85	581,677	616,017

36. Financial assets held under resale agreements

(a) Analysed by collateral type:

Non-current	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Debt securities	184,003	184,003
Equity securities	81,968	81,968
Less: Allowance for ECLs	(265,971)	(265,971)
Total	-	-

Current	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Debt securities	487,373	6,456,197
Equity securities	262,970	262,981
Less: Allowance for ECLs	(182)	(3,426)
Total	750,161	6,715,752

36. Financial assets held under resale agreements (continued)

(b) Analysed by market:

Non-current	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Stock exchanges	265,971	265,971
Less: Allowance for ECLs	(265,971)	(265,971)
Total	-	-

Current	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Stock exchanges	491,817	469,446
Inter-bank market	258,526	6,249,732
Less: Allowance for ECLs	(182)	(3,426)
Total	750,161	6,715,752

(c) Analysis of the movements of allowance for ECLs:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
At the beginning of the period/year	269,397	405,510
Charge for the period/year	-	-
Reversal for the period/year	(3,244)	(2,632)
Amounts written off for the period/year	-	(135,110)
Others	-	1,629
At the end of the period/year	266,153	269,397

(d) Analysed by stage of ECLs:

	Stage 1	*Stage 2*	*Stage 3*	*Total*
30 June 2026 (Unaudited)	182	-	265,971	266,153
31 December 2025 (Audited)	3,426	-	265,971	269,397

37. Financial assets at fair value through profit or loss

Current	*30 June 2026 (Unaudited)*	*31 December 2025 (Audited)*
Debt securities	24,432,174	13,330,245
Funds	19,256,394	20,377,345
Equity shares	12,987,233	15,006,640
Wealth management products	9,693,353	5,024,611
Perpetual bonds and preferred shares	5,490,135	5,507,936
Asset backed securities	1,582,441	660,812
Asset management products	901,828	328,792
Others	234,762	261,704
Total	74,578,320	60,498,085
Analysed as:		
- Listed outside Hong Kong	20,372,326	22,121,483
- Listed in Hong Kong	107,744	111,134
- Unlisted	54,098,250	38,265,468
Total	74,578,320	60,498,085

As at 30 June 2026, financial assets at fair value through profit or loss of the Group included financial assets amounted to RMB16,110,494 thousand, which are pledged, restricted, lent or frozen (31 December 2025: RMB11,227,145 thousand), of which the equity shares in the financial assets at fair value through profit or loss with lock-up periods held by the Group amounted to RMB8,835 thousand (31 December 2025: RMB4,006 thousand).

As at 30 June 2026 and 31 December 2025, the Group has entered into securities lending arrangements with clients that resulted in the transfer of financial assets at fair value through profit or loss with total fair values of RMB16,612 thousand and RMB14,380 thousand to external clients, respectively. These have not resulted in the derecognition of the financial assets in accordance with the accounting policy. The fair value of collateral for the securities lending business is analysed in Note 35(c) together with the fair value of collateral of margin financing business.

38. Derivative financial instruments

	30 June 2026 (Unaudited)		
	Notional amount	*Fair value*	
		Assets	*Liabilities*
Currency derivatives			
-Foreign exchange swaps	1,026,753	2,739	-
Interest rate derivatives			
- Interest rate swaps	4,293,000	-	(3,415)
- Treasury bond futures	15,857,329	1,196	(34,262)
Equity derivatives			
- Stock index futures	20,938,056	361,097	(257,232)
- OTC stock index options	17,676,513	457,910	(857,333)
- Stock index options	26,913,428	374,922	(774,676)
- Total return swaps	15,057,828	452,584	(820,749)
- Structured notes	76,050	-	(43)
Credit derivatives			
- Credit default swap	466,000	2,114	-
Others			
- Commodity futures	630,434	5,610	(12,307)
- Commodity options	1,338,190	30,365	(7,997)
- Gold options	50,301	80	(1,853)
- Gold futures	10,500	263	-
- Silver futures	1,907	-	(24)
Total	104,336,289	1,688,880	(2,769,891)
Less: Cash (received)/paid as settlement		(368,166)	307,240
Net position		1,320,714	(2,462,651)

38. Derivative financial instruments (continued)

	31 December 2025 (Audited)		
	Notional amount	*Fair value*	
		Assets	*Liabilities*
Currency derivatives			
- Foreign exchange swaps			
Interest rate derivatives	1,834,720	414	(22,417)
- Interest rate swaps	8,143,000	-	(5,192)
- Treasury bond futures	1,503,825	9,614	(963)
Equity derivatives			
- Stock index futures	18,506,389	85,272	(324,187)
- OTC stock index options	12,672,205	213,822	(343,957)
- Stock index options	24,503,429	319,681	(300,533)
- Total return swaps	14,867,603	543,255	(764,131)
- Structured notes	40,300	-	(11)
Credit derivatives			
- Credit default swap	220,000	3,419	-
Others			
- Commodity futures	281,439	1,977	(3,039)
- Commodity options	2,011,149	7,530	(8,987)
- Gold options	35,091	659	(1,082)
- Silver futures	5,429	121	-
Total	84,624,579	1,185,764	(1,774,499)
Less: Cash (received)/paid as settlement		(96,984)	333,381
Net position		1,088,780	(1,441,118)

39. Clearing settlement funds

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Deposits with		
- China Securities Depository and Clearing Corporation Limited	1,241,321	1,693,437
- Others	144,106	126,263
Total	1,385,427	1,819,700

40. Cash held on behalf of brokerage clients

The Group maintains segregated deposit accounts with banks and authorized institutions to hold cash on behalf of customers arising from its normal course of business. The Group has recorded the related amounts as cash held on behalf of customers and the corresponding liabilities as accounts payable to brokerage customers on the grounds that it is liable for any loss or misappropriation of its brokerage clients' monies.

In Mainland China, the use of cash held on behalf of customers for security and the settlement of their transactions are restricted and governed by relevant third-party deposit regulations issued by the CSRC. In Hong Kong, the "Securities and Futures (Client Money) Rules" implementing the related provisions of the Securities and Futures Ordinance impose similar restrictions.

41. Cash and bank balances

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Cash on hand	11	11
Bank balances	17,678,863	12,554,560
Total	17,678,874	12,554,571

Bank balances comprise time and demand deposits which bear interest at the prevailing market rates. As at 30 June 2026 and 31 December 2025, the Group's bank balances of RMB388,928 thousand and RMB539,046 thousand, respectively, were restricted.

42. Cash and cash equivalents

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Cash on hand	11	11
Bank balances	17,678,863	12,554,560
Clearing settlement funds	1,385,427	1,819,700
Less: Restricted bank deposits	(388,928)	(539,046)
Less: Deposits with original maturity of more than three months	(201,066)	(202,525)
Less: Interest receivable	(9,394)	(10,487)
Total	18,464,913	13,622,213

43. Loans and borrowings

30 June 2026 (Unaudited)	*Currency*	*Nominal interest rate*	*Year of maturity*	*Carrying amount*
Unsecured bank loans				
- Current	HKD	1.69%-4.20%	2026 - 2027	1,504,273
- Non-current	HKD	3.70%-4.05%	2028	826,166
Total				2,330,439

31 December 2025 (Audited)	*Currency*	*Nominal interest rate*	*Year of maturity*	*Carrying amount*
Unsecured bank loans				
- Current	HKD	3M Term SOFR + 0.4%	2026	777,867
- Non-current	HKD	Hibor+0.9%--Hibor+1.25%	2027 - 2028	1,310,331
Total				2,088,198

44. Short-term debt instruments

(Unaudited)	*Nominal interest rate*	*Book value as at 1 January 2026*	*Increase*	*Decrease*	*Book value as at 30 June 2026*
Short-term financing bills payable and corporate bonds, structured notes	0.50%-1.93%	7,366,022	15,911,172	(12,133,741)	11,143,453

(Audited)	*Nominal interest rate*	*Book value as at 1 January 2025*	*Increase*	*Decrease*	*Book value as at 31 December 2025*
Short-term financing bills payable and corporate bonds, structured notes	0.00%-2.20%	13,406,317	17,671,246	(23,711,541)	7,366,022

For the six months ended 30 June 2026, the Group has issued 28 tranches of structured notes, and repaid 12 tranches of structured notes. The balance bears interest at the fixed interest rates ranging from 0.50% to 1.93% per annum plus a floating rate, and was repayable within 1 year.

In 2025, the Group issued 59 tranches of structured notes, and repaid 48 tranches of structured notes during the year. The balance bears interest at the fixed interest rates ranging from 0.00% to 1.93% per annum, and was repayable within 1 year.

45. Placements from other financial institutions

	Note	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Interbank lending	(1)	16,981,981	13,791,770
Placements from CSFC	(2)	-	70,562
Total		16,981,981	13,862,332

(1) As at 30 June 2026, the interbank lending was unsecured and bore interest at rates ranging from 0.50% to 1.47% per annum, with maturity ranging from 1 days to 6 days. As at 31 December 2025, the interbank lending was unsecured and bore interest at rates ranging from 0.8% to 2.2% per annum, with maturity ranging from 1 days to 7 days.

(2) As at 30 June 2026, there were no placements from CSFC. As at 31 December 2025, placements from CSFC were repayable within one year, and interest rate is 1.68% per annum.

46. Financial liabilities at fair value through profit or loss

	Note	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
At fair value through profit or loss			
- Debt instruments		3,233,191	139,680
- Interests in structured entities held by third parties	(1)	318,358	488,981
Total		3,551,549	628,661
Analysis for presentation purposes:			
- Current		3,551,549	628,661
Total		3,551,549	628,661

(1) The financial liabilities at fair value through profit or loss resulted from the consolidation of structured entities, as the Group has the obligation to pay other investors upon maturity or redemption dates of the structured entities based on the net book value and related terms of those consolidated structured entities.

47. Accounts payable to brokerage clients

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Clients' deposits for other brokerage business	115,078,117	95,598,237
Clients' deposits for margin financing and securities lending	10,967,714	9,076,295
Total	126,045,831	104,674,532

Accounts payable to brokerage customers mainly include money held on behalf of customers in banks and clearing houses, and bear interest at the prevailing market interest rates.

The majority of the accounts payable balances are repayable on demand except where certain accounts payable to brokerage clients represent monies received from clients for their margin financing activities in the normal course of business, such as margin financing and securities lending. Only the excess amounts over the required margin deposits and cash collateral stipulated are repayable on demand.

No ageing analysis is disclosed as in the opinion of the directors of the Company, the ageing analysis does not give additional value in view of the nature of these businesses.

48. Employee benefits payable

	30 June 2026 (Unaudited)			
	As at 1 January	*Accrued for the period*	*Payments made*	*As at 30 June*
Salaries, bonuses and allowances	2,719,580	1,676,445	(1,003,663)	3,392,362
Contributions to pension schemes	2,997	213,829	(213,924)	2,902
Other social welfare	802	266,770	(262,711)	4,861
Total	2,723,379	2,157,044	(1,480,298)	3,400,125

	31 December 2025 (Audited)			
	As at 1 January	*Accrued for the year*	*Payments made*	*As at 31 December*
Salaries, bonuses and allowances	2,587,899	2,948,870	(2,817,189)	2,719,580
Contributions to pension schemes	3,313	417,097	(417,413)	2,997
Other social welfare	7,928	497,691	(504,817)	802
Total	2,599,140	3,863,658	(3,739,419)	2,723,379

49. Other payables and accruals

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Deposits of derivative business	10,489,867	7,353,645
Dividends payable	1,166,857	301,550
Securities settlement payables	479,867	467,330
Litigation settlement payables	212,791	422,072
Risk reserve for futures brokerage business	206,589	197,250
Distribution expenses payable	178,254	164,143
Accrued expenses	164,785	64,846
Other tax payable	108,702	113,407
Advance receipts	98,851	93,145
Funds for party organisation work	67,823	64,759
Commission payable	54,121	61,904
Payables to custodians	43,183	43,082
Payables to the securities and futures investor protection fund	26,690	25,465
Bond underwriting fees	25,068	63,897
Project operation deposits	21,000	21,000
Interest payable	6,263	5,317
Deposits of financial leasing business	2,000	3,500
Others [(1)]	284,347	251,003
Total	13,637,058	9,717,315

(1) The balance of others mainly represents sundry payables arising from the normal course of business.

50. Financial assets sold under repurchase agreements

(a) Analysed by collateral type:

Current	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Debt securities	46,243,756	51,852,569
Total	46,243,756	51,852,569

(b) Analysed by market:

Current	*30 June 2026* (Unaudited)	*31 December 2025* (Audited)
Inter-bank market	22,061,014	28,956,589
Stock exchanges	24,182,742	22,895,980
Total	46,243,756	51,852,569

51. Long-term bonds

As at 30 June 2026 (Unaudited)

Name	*Par value in original currency*	*Issue date*	*Maturity date*	*Issue in original currency*	*Coupon rate*	*Book value as at 31 December 2025*	*Increase/ interest accrual*	*Decrease*	*Book value as at 30 June 2026*
21 EVERBRIGHTG3 (1)	1,000,000	07/06/2021	07/06/2026	995,283	3.67%	1,020,509	16,191	(1,036,700)	-
21 EVERBRIGHTG5 (2)	1,700,000	16/07/2021	16/07/2026	1,691,981	3.45%	1,726,295	29,780	-	1,756,075
21 EVERBRIGHTG9 (3)	1,000,000	16/09/2021	16/09/2026	997,170	3.50%	1,009,859	17,637	-	1,027,496
21 EVERBRIGHT11 (4)	1,000,000	23/12/2021	23/12/2026	998,585	3.35%	1,000,550	16,753	-	1,017,303
22 EVERBRIGHTG2 (5)	500,000	14/06/2022	14/06/2027	498,113	3.25%	508,402	8,245	(16,250)	500,397
23 EVERBRIGHTG3 (6)	3,000,000	10/08/2023	10/08/2026	2,985,849	2.77%	3,029,932	43,545	-	3,073,477
23 EVERBRIGHTG4 (7)	2,800,000	14/09/2023	14/09/2026	2,786,792	2.98%	2,821,832	43,559	-	2,865,391
23 EVERBRIGHTG5 (8)	1,800,000	21/09/2023	21/09/2026	1,791,509	2.90%	1,812,550	27,288	-	1,839,838
24 EVERBRIGHTG1 (9)	1,500,000	07/03/2024	07/03/2026	1,494,340	2.42%	1,529,234	7,066	(1,536,300)	-
24 EVERBRIGHTG2 (10)	4,800,000	20/06/2024	20/06/2027	4,794,717	2.18%	4,854,482	53,255	(104,640)	4,803,097
24 EVERBRIGHTG3 (11)	2,300,000	22/08/2024	22/08/2029	2,291,321	2.17%	2,311,596	25,610	-	2,337,206
24 EVERBRIGHTC1 (12)	1,100,000	13/09/2024	13/09/2027	1,095,849	2.18%	1,104,811	12,577	-	1,117,388
24 EVERBRIGHTC2 (13)	900,000	13/09/2024	13/09/2029	897,547	2.27%	904,285	10,374	-	914,659
24 EVERBRIGHTG4 (14)	4,000,000	14/11/2024	14/11/2026	3,996,226	2.08%	4,035,953	30,104	-	4,066,057
24 EVERBRIGHTG5 (15)	2,000,000	14/11/2024	14/11/2027	1,996,226	2.17%	2,003,238	22,245	-	2,025,483
24 EVERBRIGHTC4 (16)	3,000,000	20/12/2024	13/01/2026	2,988,679	1.76%	3,054,042	2,229	(3,056,271)	-
25 EVERBRIGHTF1 (17)	1,500,000	17/03/2025	17/03/2028	1,494,340	2.25%	1,522,561	17,672	(33,750)	1,506,483
25 EVERBRIGHTG1 (18)	2,800,000	24/03/2025	14/04/2026	2,798,868	1.98%	2,842,528	16,101	(2,858,629)	-
25 EVERBRIGHTF2 (19)	1,300,000	25/04/2025	15/05/2026	1,295,094	1.80%	1,314,307	10,375	(1,324,682)	-
25 EVERBRIGHTG2 (20)	2,500,000	23/06/2025	23/06/2028	2,495,283	1.80%	2,521,560	22,713	(45,000)	2,499,273
25 EVERBRIGHTF3 (21)	2,100,000	24/09/2025	14/10/2026	2,092,075	1.79%	2,104,185	22,366	-	2,126,551
25 EVERBRIGHTG3 (22)	2,000,000	11/08/2025	11/08/2028	1,992,453	1.82%	2,007,592	19,297	-	2,026,889
25 EVERBRIGHTG4 (23)	700,000	11/08/2025	11/08/2030	698,679	1.95%	704,092	6,900	-	710,992
25 EVERBRIGHTG5 (24)	1,400,000	22/08/2025	22/08/2027	1,397,358	1.90%	1,407,379	13,846	-	1,421,225
25 EVERBRIGHTG7 (25)	800,000	12/12/2025	12/12/2027	796,981	1.87%	797,838	8,167	-	806,005
25 EVERBRIGHTG8 (26)	1,200,000	12/12/2025	12/12/2028	1,195,472	1.95%	1,196,768	12,352	-	1,209,120
26 EVERBRIGHTF1 (27)	3,000,000	15/01/2026	22/01/2027	2,988,679	1.77%	-	3,017,881	-	3,017,881
26 EVERBRIGHTG1 (28)	1,400,000	06/02/2026	06/02/2029	1,396,604	1.86%	-	1,407,323	-	1,407,323
26 EVERBRIGHTG2 (29)	1,800,000	06/02/2026	06/02/2031	1,800,000	2.01%	-	1,814,274	-	1,814,274
26 EVERBRIGHTG3 (30)	2,000,000	24/04/2026	24/04/2029	2,000,000	1.71%	-	2,006,277	-	2,006,277
Total						49,146,380	8,762,002	(10,012,222)	47,896,160

51. Long-term bonds (continued)

As at 31 December 2025 (Audited)

Name	*Par value in original currency*	*Issue date*	*Maturity date*	*Issue in original currency*	*Coupon rate*	*Book value as at 31 December 2024*	*Increase/ interest accrual*	*Decrease*	*Book value as at 31 December 2025*
21 EVERBRIGHTG3	1,000,000	07/06/2021	07/06/2026	995,283	3.67%	1,019,566	37,643	(36,700)	1,020,509
21 EVERBRIGHTG5	1,700,000	16/07/2021	16/07/2026	1,691,981	3.45%	1,724,692	60,253	(58,650)	1,726,295
21 EVERBRIGHTG9	1,000,000	16/09/2021	16/09/2026	1,000,000	3.50%	1,009,293	35,566	(35,000)	1,009,859
21 EVERBRIGHT11	1,000,000	23/12/2021	23/12/2026	1,000,000	3.35%	1,000,267	33,783	(33,500)	1,000,550
22 EVERBRIGHTG1	2,500,000	14/06/2022	14/06/2025	2,500,000	2.90%	2,538,795	33,705	(2,572,500)	-
22 EVERBRIGHTG2	500,000	14/06/2022	14/06/2027	500,000	3.25%	508,025	16,627	(16,250)	508,402
22 EVERBRIGHTG3	2,000,000	22/08/2022	22/08/2025	2,000,000	2.56%	2,016,912	34,288	(2,051,200)	-
23 EVERBRIGHTG3	3,000,000	10/08/2023	10/08/2026	2,985,789	2.77%	3,025,219	87,813	(83,100)	3,029,932
23 EVERBRIGHTG4	2,800,000	14/09/2023	14/09/2026	2,786,736	2.98%	2,817,434	87,838	(83,440)	2,821,832
23 EVERBRIGHTG5	1,800,000	21/09/2023	21/09/2026	1,791,473	2.90%	1,809,722	55,028	(52,200)	1,812,550
24 EVERBRIGHTG1	1,500,000	07/03/2024	07/03/2026	1,494,340	2.42%	1,526,402	39,132	(36,300)	1,529,234
24 EVERBRIGHTG2	2,800,000	20/06/2024	20/06/2027	2,794,717	2.18%	2,828,101	2,087,421	(61,040)	4,854,482
24 EVERBRIGHTG3	2,300,000	22/08/2024	22/08/2029	2,291,321	2.17%	2,309,861	51,645	(49,910)	2,311,596
24 EVERBRIGHTC1	1,100,000	13/09/2024	13/09/2027	1,095,849	2.18%	1,103,427	25,364	(23,980)	1,104,811
24 EVERBRIGHTC2	900,000	13/09/2024	13/09/2029	897,547	2.27%	903,795	20,920	(20,430)	904,285
24 EVERBRIGHTC3	3,000,000	28/10/2024	07/11/2025	2,988,679	2.08%	3,001,583	62,527	(3,064,110)	-
24 EVERBRIGHTG4	4,000,000	14/11/2024	14/11/2026	996,226	2.08%	999,153	3,120,000	(83,200)	4,035,953
24 EVERBRIGHTG5	2,000,000	14/11/2024	14/11/2027	1,996,226	2.17%	2,001,980	44,658	(43,400)	2,003,238
24 EVERBRIGHTC4	3,000,000	20/12/2024	13/01/2026	2,988,679	1.76%	2,990,620	63,422	-	3,054,042
25 EVERBRIGHTF1	1,500,000	17/03/2025	17/03/2028	1,494,340	2.25%	-	1,522,561	-	1,522,561
25 EVERBRIGHTG1	2,800,000	24/03/2025	14/04/2026	2,798,868	1.98%	-	2,842,528	-	2,842,528
25 EVERBRIGHTF2	1,300,000	25/04/2025	15/05/2026	1,295,094	1.80%	-	1,314,307	-	1,314,307
25 EVERBRIGHTG2	2,500,000	23/06/2025	23/06/2028	2,495,283	1.80%	-	2,521,560	-	2,521,560
25 EVERBRIGHTF3	2,100,000	24/09/2025	14/10/2026	2,092,075	1.79%	-	2,104,185	-	2,104,185
25 EVERBRIGHTG3	2,000,000	11/08/2025	11/08/2028	1,992,453	1.82%	-	2,007,592	-	2,007,592
25 EVERBRIGHTG4	700,000	11/08/2025	11/08/2030	698,679	1.95%	-	704,092	-	704,092
25 EVERBRIGHTG5	1,400,000	22/08/2025	22/08/2027	1,397,358	1.90%	-	1,407,379	-	1,407,379
25 EVERBRIGHTG7	800,000	12/12/2025	12/12/2027	796,981	1.87%	-	797,838	-	797,838
25 EVERBRIGHTG8	1,200,000	12/12/2025	12/12/2028	1,195,472	1.95%	-	1,196,768	-	1,196,768
Structured Notes	1,650	25/07/2024	30/07/2025	40,000	0.00%	1,650	-	(1,650)	-
Total						35,136,497	22,416,443	(8,406,560)	49,146,380

51. Long-term bonds (continued)

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Long-term bonds due within one year	26,093,561	27,301,775
Long-term bonds due after one year	21,802,599	21,844,605
Total	47,896,160	49,146,380

As approved by the board and related regulatory authorities, the Group issued the following corporate bonds and subordinated bonds:

(1) 5-year corporate bond amounting to RMB1 billion on 7 June 2021, which was redeemed on 7 June 2026
(2) 5-year corporate bond amounting to RMB1.7 billion on 16 July 2021
(3) 5-year corporate bond amounting to RMB1 billion on 16 September 2021
(4) 5-year corporate bond amounting to RMB1 billion on 23 December 2021
(5) 5-year corporate bond amounting to RMB0.5 billion on 14 June 2022
(6) 3-year corporate bond amounting to RMB3 billion on 10 August 2023
(7) 3-year corporate bond amounting to RMB2.8 billion on 14 September 2023
(8) 3-year corporate bond amounting to RMB1.8 billion on 21 September 2023
(9) 2-year corporate bond amounting to RMB1.5 billion on 7 March 2024, which was redeemed on 7 Mar 2026
(10) 3-year corporate bond amounting to RMB2.8 billion on 20 June 2024, with a follow-up issuance of RMB 2 billion on September 11 2025.
(11) 5-year corporate bond amounting to RMB2.3 billion on 22 August 2024
(12) 3-year subordinated bond amounting to RMB1.1 billion on 13 September 2024
(13) 5-year subordinated bond amounting to RMB0.9 billion on 13 September 2024
(14) 2-year corporate bond amounting to RMB1 billion on 14 November 2024, with a follow-up issuance of RMB 3 billion on November 6 2025.
(15) 3-year corporate bond amounting to RMB2 billion on 14 November 2024
(16) 389-day subordinated bond amounting to RMB3 billion on 20 December 2024, which was redeemed on 13 Jan 2026
(17) 3-year corporate bond amounting to RMB1.5 billion on 17 March 2025
(18) 386-day corporate bond amounting to RMB2.8 billion on 24 March 2025, which was redeemed on 14 April 2026
(19) 385-day corporate bond amounting to RMB1.3 billion on 25 April 2025, which was redeemed on 15 May 2026
(20) 3-year corporate bond amounting to RMB1.5 billion on 23 June 2025， with a follow-up issuance of RMB 1 billion on 9 July 2025
(21) 385-day corporate bond amounting to RMB2.1 billion on 24 September 2025
(22) 3-year corporate bond amounting to RMB2 billion on 11 August 2025
(23) 5-year corporate bond amounting to, RMB0.7 billion on 11 August 2025
(24) 2-year corporate bond amounting to RMB1.4 billion on 22 August 2025
(25) 2-year corporate bond amounting to RMB0.8 billion on 12 December 2025
(26) 3-year corporate bond amounting to RMB1.2 billion on 12 December 2025
(27) 372-day corporate bond amounting to RMB3 billion on 15 January 2026
(28) 3-year corporate bond amounting to RMB1.4 billion on 6 February 2026
(29) 5-year corporate bond amounting to RMB1.8 billion on 6 February 2026
(30) 3-year corporate bond amounting to RMB2 billion on 24 April 2026.

52. Provision for contingent liabilities

(a) Provision

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Litigation and arbitration	513,992	548,260

(b) Provision for contingent liabilities

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
At the beginning of the period/year	548,260	576,500
Addition and others for the period/year	-	1,800
Reversal for the period/year	(32,457)	(28,848)
Others and exchange difference	(1,811)	(1,192)
At the end of the period/year	513,992	548,260

The Group's provision for contingent liabilities is accounted for in accordance with the IAS 37 Provisions, Contingent Liabilities and Contingent Assets. It is mainly arising from relevant litigations and arbitrations related to an investment of MP & Silva Holding S.A. (hereinafter referred to as "MPS") with a provision amounting to RMB0.466 billion as at 30 June 2026 (31 December 2025: RMB0.499 billion). Details as below.

Everbright Capital Investment Co., Ltd. (hereinafter referred to as "Everbright Capital"), a wholly-owned subsidiary of the Company, is principally engaged in the private equity investment fund business. Everbright Jinhui Asset Management Co., Ltd. (Shanghai) (hereinafter referred to as "Everbright Jinhui") is a subsidiary of Everbright Capital. In April 2016, Everbright Jinhui, together with Baofeng (Tianjin) Investment Management Co., Ltd., a wholly-owned subsidiary of Baofeng Group Co., Ltd. (hereinafter referred to as "Baofeng Group") and Shanghai Qunchang Financial Services Co., Ltd., signed a partnership agreement with the limited partners of Shanghai Jinxin Investment Consultancy Partnership Enterprise (Limited Partnership) (hereinafter referred to as "Jinxin Fund") as general partners with the proposition to directly or indirectly acquire 65% equity interests in an overseas company, MPS, through the incorporation of a special purpose vehicle held by Jinxin Fund. Everbright Jinhui is the executive partner of Jinxin Fund.

Meanwhile, each of the senior-tranche limited partners was presented a "Letter of Makeup of Shortfall" with the chop of Everbright Capital affixed, however, it was not in compliance with the statutory internal approval process of Everbright Capital, the main contents of which are that Everbright Capital shall have the obligation to make up the corresponding shortfall to the extent that the senior-tranche limited partners are unable to exit their investments with indicated returns within a 36-month investment period of Jinxin Fund. On 25 February 2019, the investment period of Jinxin Fund expired and Jinxin Fund failed to exit as originally planned.

52. Provision for contingent liabilities (continued)

Litigation with Hua Rui Bank

In October 2018, Hua Rui Bank initiated arbitration proceedings with Shanghai International Economic and Trade Arbitration Commission (Shanghai International Arbitration Center) against Everbright Jinhui to recover investment principal, investment return, penalty, legal and arbitration costs amounting to RMB452.37 million regarding the "Supplementary Agreement to the Partnership Agreement of Shanghai Jinxin Investment Consultancy Partnership Enterprise (Limited Partnership)". In May 2020, Everbright Jinhui received the Arbitration Award ([2020] Humao Arbitration No. 0338), which ruled that Everbright Jinhui, as a respondent, shall pay Hua Rui Bank the principal of RMB400 million and the corresponding expected income, legal fees, arbitration fees and other related expenses to Hua Rui Bank as an applicant.

In November 2018, Hua Rui Bank also filed a civil lawsuit with the Shanghai Financial Court against Everbright Capital over the same case with claims amounting to approximately RMB431.36 million. Hua Rui Bank also initiated preservative measures requesting the Shanghai Financial Court to freeze Everbright Capital's partial bank accounts and equity interests in some investments. In August 2020, Everbright Capital received the civil judgement of first instance ([2018] Hu 74 Min Chu No. 730) from the Shanghai Financial Court that Everbright Capital shall pay Hua Rui Bank the principal of RMB400 million and the investment income from 1 January 2018 to the date of actual fulfilment, and bear the legal fees, preservation fees and other related expenses. If Hua Rui Bank receives the original capital of its investment and the income due to the enforcement of the outcome of arbitration, the payment obligation of Everbright Capital under the above judgement will be decreased correspondingly. Everbright Capital appealed to the Shanghai High People's Court. In June 2021, Everbright Capital received the civil judgement of second instance ([2020] Hu Min Zhong No. 618) from the Shanghai High People's Court that dismissed the claims of Everbright Capital, and the original verdict was upheld. In December 2021, Everbright Capital appealed to the Shanghai High People's Court. In June 2022, Everbright Capital received the Civil Ruling from the Shanghai High People's Court that dismissed the claims of Everbright Capital, and the original verdict was upheld.

In September 2023, the case between Everbright Capital and Hua Rui Bank was finally reviewed and entered the execution stage. After consultation between the two parties, an execution and settlement plan has been formulated and approved by the 29th meeting of the sixth board of directors of Everbright Capital. Everbright Capital has signed the execution settlement agreement with Hua Rui Bank, fulfilling all payment obligations determined by the final judgement with RMB400 million in October 2023. As of 30 June 2026, the execution settlement of RMB400 million by Hua Rui Bank has been fully repaid. The arbitration case between Everbright Jinhui and Hua Rui Bank has also been concluded due to the execution settlement.

52. Provision for contingent liabilities (continued)

Litigation with Shenzhen Hengxiang

In November 2018, Shenzhen Hengxiang Equity Investment Fund LP (limited partnership) (hereinafter referred to as "Shenzhen Hengxiang"), one of the mezzanine tranche limited partners of Jinxin Fund, initiated arbitration proceedings with Shanghai International Arbitration Center against Everbright Jinhui as one of the respondents in disputes over the partnership agreements and the supplementary agreements. Shenzhen Hengxiang presented the "Supplementary Agreement" signed by three general partners. The Supplementary Agreement stated that all general partners have the obligation to make up the corresponding shortfall to the extent that Shenzhen Hengxiang is unable to exit its investment principal of RMB150 million with indicated returns. In November 2018, the People's Court of Jingan District of Shanghai accepted the application of the property preservation of Shenzhen Hengxiang and has frozen the relevant equity interests in some investments held by Everbright Jinhui. In April 2020, Everbright Jinhui received the Arbitration Award ([2020] Humao Arbitration No. 0322), which ruled that Everbright Jinhui, Baofeng (Tianjin) Investment Management Co., Ltd. and Shanghai Qunchang Financial Services Co., Ltd., as respondents, shall pay Shenzhen Hengxiang's investment principal of RMB150 million and the corresponding expected income, legal fees, arbitration fees and other related expenses. In December 2020, the execution of Judgement Document ([2020] Hu 02 Zhi 1332) was terminated by the Shanghai No. 2 Intermediate People's Court, because it was verified that Everbright Jinhui, Baofeng (Tianjin) Investment Management Co., Ltd. and Shanghai Qunchang Financial Services Co., Ltd. had no executable assets. In November 2022, Shenzhen Hengxiang has applied to the Shanghai No. 2 Intermediate People's Court for the addition of Everbright Capital as the defaulter, but Shenzhen Hengxiang has withdrawn the application in March 2023. In May 2024, Everbright Capital received a notice from the court that Shenzhen Hengxiang had filed a civil lawsuit against Everbright Capital as the defendant in a tortious liability dispute with the Shanghai Financial Court, requesting that Everbright Capital compensate for the investment principal of RMB150 million, together with the corresponding expected income, lawyer fees, and all litigation costs. In July 2025, Everbright Capital received the Civil Judgment Document ([2024] Hu 74 Min Chu 358) from the Shanghai Financial Court, which dismissed the plaintiff Shenzhen Hengxiang's lawsuit request. In August 2025, Shenzhen Hengxiang appealed to the Shanghai High People's Court. In June 2026, Everbright Capital received the Civil Judgement ([2025] Hu Min Zhong No. 493) from the Shanghai High People's Court. The judgment dismissed the claims of the plaintiff, Shenzhen Hengxiang, and affirmed the original ruling.

52. Provision for contingent liabilities (continued)

Litigation with Merchants Bank

In May 2019, Everbright Capital received the notice of responding to prosecution from the Shanghai Financial Court. Merchants Bank initiated a civil lawsuit as plaintiff against Everbright Capital, requesting Everbright Capital to fulfil the obligation of making up the shortfall according to the "Letter of Makeup of Shortfall". The lawsuit amount was approximately RMB3,489 million for the principal of RMB2,800 million, expected income, penalties and other related expenses. In May 2019, Shanghai Financial Court accepted the application of the property preservation of Everbright Capital and has frozen the relevant equity interests in some investments held by Everbright Capital. In August 2020, Everbright Capital received the civil judgement of first instance ([2019] Hu 74 Min Chu No. 601) from the Shanghai Financial Court that Everbright Capital shall pay RMB3,116 million and the accrued interest from 6 May 2019 to the date of actual payoff to Merchants Bank, and bear part of the legal fees, property preservation fees and other related expenses. Everbright Capital appealed to the Shanghai High People's Court. In June 2021, Everbright Capital received civil judgement of second instance ((2020) Hu Min Zhong No. 567) from the Shanghai High People's Court that rejected the request of Everbright Capital, and the original verdict was upheld. In December 2021, Everbright Capital appealed to the Shanghai High People's Court. In June 2022, Everbright Capital received the civil verdict from the Shanghai High People's Court that rejected the request of Everbright Capital, and the original verdict was upheld.

In March 2022, Everbright Capital received the enforcement ruling (one of [2021] Hu 74 Zhi No. 466) from the Shanghai Financial Court, ruling that 35% of Everbright Fortune Financial Leasing Co., Ltd. and 3,810,482 shares of Tianyang Hongye Technology Co., Ltd. held by Everbright Capital were sold through judicial auction. As at 31 December 2022, the number of shares of Tianyang Hongye Technology Co., Ltd. after allotment was 6,858,868 shares. In May 2023, 6,858,868 shares of Tianyang Hongye Technology Co., Ltd. has been compulsorily executed. All proceeds from the auction have been used to repay the debts of Merchants Bank.

In September 2023, the case between Everbright Capital and Merchants Bank was finally reviewed and entered the execution stage. After consultation between the two parties, an execution and settlement plan has been formulated and approved by the 29th meeting of the sixth board of directors of Everbright Capital. Everbright Capital has signed the execution settlement agreement with Merchants Bank, fulfilling all payment obligations determined by the final judgement with RMB 2.24 billion. The execution settlement with Merchants Bank will be repaid in installments over four years. As at 30 June 2026, the execution settlement of RMB2,025 million by Merchants Bank has been partially repaid in accordance with the settlement agreement. The undiscounted outstanding amount is RMB215 million.

52. Provision for contingent liabilities (continued)

Litigation with Zhaoyuan Yongjin

In September 2020, Jiaxing Zhaoyuan Yongjin Equity Investment Fund Partnership (Limited Partnership) (hereinafter referred to as "Zhaoyuan Yongjin"), one of the mezzanine tranche limited partners of Jinxin Fund, initiated a civil lawsuit as plaintiff against Everbright Capital, regarding tortious liability dispute, requesting Everbright Capital to compensate for the loss of investment principal of RMB600 million and the corresponding expected income. In October 2021, Everbright Capital received the first instance civil judgement ((2020) Hu 74 Min Chu No. 2467) from the Shanghai Financial Court that Everbright Capital shall compensate Zhaoyuan Yongjin for 30% of the investment principal, which is RMB180 million; Zhaoyuan Yongjin's remaining claims are not supported. Everbright Capital has appealed the verdict of the case and the court session was held on 23 February 2022.

In July 2023, Everbright Capital received the final judgement of the second instance ([2021] Hu Min Zhong No. 1254) from the Shanghai High People's Court that the first instance civil judgement was revoked and Everbright Capital was sentenced to compensate Zhaoyuan Yongjin with approximately RMB135 millions of investment capital, and the remaining litigation requests of Zhaoyuan Yongjin have been rejected. In August 2023, Zhaoyuan Yongjin applied for compulsory enforcement of the case, and Everbright Capital has received the "Enforcement Notice" issued by the Shanghai Financial Court in the same month, but failed to perform the relevant obligations because there was no asset available for enforcement under its name. In March 2024, Everbright Capital received an execution ruling from the Shanghai Financial Court, which terminates the current execution process. In January 2024, Everbright Capital filed a retrial application with the Supreme People's Court of the People's Republic of China. In May 2024, Everbright Capital received the Civil Judgement of the retrial application, and the Supreme People's Court of the People's Republic of China rejected the retrial application.

Litigation with Guian Financial

In May 2021, Guizhou Guian Financial Investment Co., Ltd. (hereinafter referred to as "Guian Financial"), another mezzanine tranche and junior limited partner of Jinxin Fund, initiated civil lawsuits as plaintiff against Everbright Capital, regarding tortious liability dispute, requesting Everbright Capital to compensate for the loss of their investment principal of RMB95 million, together with the corresponding expected income. In July 2023, Everbright Capital received the first instance civil judgement ([2021] Hu 74 Min Chu No. 1374) from the Shanghai Financial Court that Everbright Capital shall compensate Guian Financial for 30% of the lost investment principal; Guian Financial's remaining claims were not supported. Everbright Capital appealed to the Shanghai High People's Court against the first instance judgement. In December 2023, Everbright Capital received the verdict of the second instance ([2023] Hu Min Zhong No. 730) and upheld the original judgement. In April 2024, Everbright Capital appealed to the Supreme People's Court; In August 2024, Everbright Capital received the Civil Ruling of the retrial application, and the Supreme People's Court ruled to reject the retrial application.

52. Provision for contingent liabilities (continued)

Litigation with Dongxing Investment

In June 2021, Shanghai Dongxing Investment Holdings Co., Ltd., one of the mezzanine tranche limited partners of Jinxin Fund, initiated civil lawsuits as plaintiff against Everbright Capital and Everbright Jinhui, regarding tortious liability dispute, requesting Everbright Capital and Everbright Jinhui to compensate for the loss of their investment principal of RMB170 million, together with the corresponding expected income. In October 2021, Everbright Capital received the first instance civil judgement ([2021] Hu 74 Min Chu No. 283) from the Shanghai Financial Court that rejected the request of the plaintiff, and the verdict of the first instance has taken effect. In April 2025, Everbright Capital received a statement of civil claim from the People's Court of Jingan District of Shanghai. Shanghai Longqian filed a lawsuit against Everbright Capital, requesting that Everbright Capital compensate for the investment principal of RMB200 million related to MPS. In January 2026, Everbright Capital received the judgment from the Shanghai Financial Court, ordering Everbright Capital to pay Shanghai Longqian RMB 45.2 million. Everbright Capital appealed to Shanghai Financial Court in February 2026. In July 2026, Everbright Capital received the Civil Judgment of Shanghai Financial Court ([2026] Hu 74 Min Zhong No. 744), which dismissed Everbright Capital’s appeal and upheld the original judgment.

Litigation with Yingtan Langtaosha

In April 2024, Everbright Capital received the notice of responding to prosecution from the Shanghai Financial Court. Yingtan Langtaosha Investment Management Partnership Enterprise (Limited Partnership) (hereinafter referred to as “Yingtan Langtaosha”), one of the junior-tranche limited partners of Jinxin Fund, initiated civil lawsuits as plaintiff against Everbright Capital, regarding tortious liability dispute, requesting Everbright Capital to compensate for the loss of their investment principal of RMB100 million together with the corresponding expected income and the related legal fees.

In April 2025, Everbright Capital received a judgment from the Shanghai Financial Court, ordering it to pay Yingtan Langtaosha RMB94.5 million and corresponding interest. In April 2025, Everbright Capital filed an appeal with the Shanghai High People’s Court. In October 2025, Everbright Capital received the Civil Judgment Document ([2025] Hu Min Zhong 248) from the Shanghai High People’s Court, ordering Everbright Capital to pay Yingtan Langtaosha RMB 78.8 million. In April 2026, Everbright Capital filed an application for retrial with the Supreme People’s Court.

Based on the assessment of the latest developments in relevant litigation and arbitration, combined with the information currently obtained, and taking into the account the requirements of the relevant laws and regulations, the Group made a provision for contingent liabilities in accordance with the relevant provisions of the IAS 37 *Provisions, Contingent Liabilities and Contingent Assets*.

The amount of the provision for contingent liabilities is determined in accordance with the best estimate of the expenses required to fulfill the relevant current obligations and the MPS repurchase agreement signed between Baofeng Group, its controlling shareholder Feng Xin, and Everbright Jinhui.

52. Provision for contingent liabilities (continued)

Litigation between Everbright Jinhui, Jinxin Fund and Baofeng Group as well as its controlling shareholder, Feng Xin

The provision was made based on an assessment and estimate of probable losses, after considering the repurchase agreement for Baofeng Group and its controlling shareholder, Feng Xin, to repurchase equity interests in MPS from Jinxin Fund as contractually agreed. In this regard, on 13 March 2019, Everbright Jinhui, in its capacity as the executive partner of Jinxin Fund, together with Jinxin Fund, jointly pursued civil legal action against Baofeng Group and Feng Xin at Beijing Higher People's Court, seeking compensation for losses arising from the non-fulfilment of their obligations and breach of contract to repurchase the 65% equity interests in MPS from Jinxin Fund and other related costs, totalling RMB751.19 million. In December 2020, Everbright Jinhui received the first instance Civil Judgement ([2019] Jing Min Chu No. 42), which rejected the plaintiff's claim, and the relevant case acceptance fees and property preservation fees were borne by the plaintiff. Everbright Jinhui and Jinxin Fund appealed against the judgement of the first instance and received the civil ruling ([2021] Supreme Fa Min Zhong No. 580) in June 2022, which ruled to revoke the Civil Judgement ([2019] Jing Min Chu No. 42) from the Beijing Higher People's Court and remanded to the Beijing Higher People's Court for retrial. The Beijing Higher People's Court accepted the case in June 2023 and held a hearing on 13 October 2023. In May 2025, this case has received a retrial judgement, ordering Baofeng Group to compensate for losses amounting to approximately RMB476 million. Jinxin Fund will apply for execution within the legal time limit.

In June 2021, Jinxin Inc., the overseas special purpose vehicle of Jinxin Fund registered in the Cayman Islands, filed a lawsuit against Riccardo Silva, Andrea Radrizzani and other previous shareholders of MPS, regarding fraudulent misrepresentation and breach of tax commitment, in the Higher Court of England and Wales, amounting to USD661 million. In April 2026, Jinxin Inc., received the judgment from the High Court of England and Wales, which dismissed all claims alleging fraudulent misrepresentation against defendants Riccardo Silva as well as other individuals and institutions. As of the date of approval of the financial statements, all legal proceedings in the United Kingdom by the Jinxin Inc., against the above defendants have been concluded. The above judgment is not expected to have a material impact on the Company's current and future overall operating results.

The Group will continue to monitor the progress and results of the matter, evaluate the responsibility to be undertaken, and disclose the relevant information.

Please refer to the Group's announcements of No. Lin 2019-008, No. Lin 2019-012, No. Lin 2019-016, No. Lin 2019-037, No. Lin 2019-051, No. Lin 2020-015, No. Lin 2020-049, No. Lin 2020-051, No. Lin 2020-080, No. Lin 2020-094, No. Lin 2021-006, No. Lin 2021-031, No. Lin 2021-037, No. Lin 2021-045, No. Lin 2021-062, No. Lin 2022-002, No. Lin 2022-005, No. Lin 2022-007, No. Lin 2022-009, No. Lin 2022-032, No. Lin 2022-052, No. Lin 2022-054, No. Lin 2023-019, No. Lin 2023-034, No. Lin 2023-036, No. Lin 2023-046, No. Lin 2023-048, No. Lin 2024-007, No. Lin 2024-009, No. Lin 2024-023 and No. Lin 2026-015 for more details.

53. Other non-current liabilities

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Construction cost payable	7,979	13,741
Distribution expenses payable	656	7,384
Deposits of financial leasing business	500	500
Commission payable	211	263
Others	16,727	16,015
Total	26,073	37,903

54. Share capital

All shares issued by the Company are fully paid ordinary shares. The par value per share is RMB1. The Company's number of shares issued and their nominal value are as follows:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Registered, issued and fully paid (at RMB1 per share)	4,610,788	4,610,788

55. Other equity instruments

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Perpetual subordinated bonds	13,000,000	11,000,000

As approved by the CSRC, the Company issued the following perpetual subordinated bonds:

(1) A batch of perpetual subordinated bonds ("21 Guangzheng Y1") amounting to RMB3 billion with an initial interest rate of 4.19% on 10 May 2021. On 13 May 2026, the Company exercised its redemption option and redeemed "21 Guangzheng Y1", with the principal and interest paid in full
(2) A batch of perpetual subordinated bonds ("22 Guangzheng Y1") amounting to RMB2 billion with an initial interest rate of 3.73% on 17 February 2022
(3) A batch of perpetual subordinated bonds ("22 Guangzheng Y2") amounting to RMB1 billion with an initial interest rate of 4.08% on 10 March 2022
(4) A batch of perpetual subordinated bonds ("22 Guangzheng Y3") amounting to RMB1.5 billion with an initial interest rate of 4.03% on 22 March 2022
(5) A batch of perpetual subordinated bonds ("25 Guangzheng Y1") amounting to RMB1.5 billion with an initial interest rate of 2.40% on 22 October 2025
(6) A batch of perpetual subordinated bonds ("25 Guangzheng Y2") amounting to RMB2 billion with an initial interest rate of 2.31% on 18 November 2025

55. Other equity instruments (continued)

(7) A batch of perpetual subordinated bonds ("26 Guangzheng Y1") amounting to RMB2 billion with an initial interest rate of 2.25% on 12 March 2026
(8) A batch of perpetual subordinated bonds ("26 Guangzheng Y2") amounting to RMB1.7 billion with an initial interest rate of 2.09% on 11 May 2026
(9) A batch of perpetual subordinated bonds ("26 Guangzheng Y3") amounting to RMB1.3 billion with an initial interest rate of 2.00% on 8 June 2026.

The perpetual subordinated bonds have no fixed maturity dates and the Company has an option to redeem the bonds at principal amounts plus any accrued interest on the fifth interest payment date or any interest payment date afterwards.

The interest rate for perpetual subordinated bonds is fixed in the first 5 years and will be repriced every 5 years. The repriced interest rate is determined as the sum of the current base rate and the initial spread plus 200/300bps. The current base rate is defined as the average yield of 5 years treasury from the interbank fixed rate bond yield curve published on the webpage of China Bond 5 working days before the adjustment.

The issuer has the option to defer interest payment, except in the event of mandatory interest payments, so that at each interest payment date, the issuer may choose to defer the interest payment to the next payment date for the current period as well as all interest and accreted interest already deferred, without being subject to any limitation with respect to the number of deferrals. Mandatory interest payment events are limited to dividend distributions to ordinary equity holders and reductions of registered capital.

The perpetual subordinated bonds issued by the Company are classified as equity instruments and presented under equity in the Group's statement of financial position.

56. Reserves and retained profits

(a) Capital reserve

Capital reserve mainly includes share premium arising from the issuance of new shares at prices in excess of face value and the difference between the considerations of acquisition of equity interests from non-controlling shareholders and the carrying amounts of the proportionate net assets.

(b) Surplus reserve

Pursuant to the Company Law of the PRC, the Company is required to appropriate 10% of its annual net profit to the statutory surplus reserve.

(c) General reserve

General reserve includes the general risk reserve and transaction risk reserve.

56. Reserves and retained profits (continued)

In accordance with the requirements of the Financial Rules for Financial Enterprises (Order No. 42 of the Ministry of Finance of the PRC) and its implementation guide (Caijin [2007] No. 23) and the CSRC Circular regarding the Annual Reporting of Securities Companies in 2007 (Zhengjian Jigou Zi [2007] No. 320) issued on 18 December 2007, the Company appropriates 10% of its annual net profit to the general risk reserve. Several subsidiaries of the Company are also subject to the relevant general risk reserve requirement according to CSRC regulations.

In accordance with the Securities Law and the requirements of the CSRC Circular regarding the Annual Reporting of Securities Companies in 2007 (Zhengjian Jigou Zi [2007] No. 320) issued on 18 December 2007, the Company appropriates 10% of its annual net profit to the transaction risk reserve. In accordance with the provisions of the Interim Measures for the Supervision and Administration of Risk Reserves of Publicly Offered Securities Investment Funds (Order No. 94 of the CSRC) issued on 24 September 2013, the Company appropriates other risk reserve at a monthly basis of not less than 2.5% of the fund custody fee income. The Company's subsidiaries appropriate their profits to the general reserve according to the applicable local regulations.

(d) Fair value reserve

The fair value reserve comprises the cumulative net changes in fair values of debt investments at fair value through other comprehensive income and equity investments designated at fair value through other comprehensive income until the assets are derecognised or impaired.

(e) Translation reserve

The translation reserve mainly comprises foreign currency differences arising from the translation of the financial statements of foreign currencies.

(f) Retained profits

The movements in retained profits are set out below:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
At the beginning of the period/year	16,921,845	15,171,018
Profit for the period/year	2,229,090	3,724,190
Appropriation to general reserve	(18,130)	(664,987)
Dividends approved	(802,277)	(1,005,613)
Perpetual bonds' interest	(364,580)	(301,550)
Other comprehensive income that have been reclassified to retained profits	(3,975)	(1,213)
At the end of the period/year	17,961,973	16,921,845

As at 30 June 2026 and 31 December 2025, the consolidated retained profits attributable to the Company included an appropriation of RMB635.50 million and RMB635.50 million to surplus reserve attributable to the Company made by the subsidiaries respectively.

57. Transferred financial assets

In the normal course of business, the Group enters into certain transactions in which it transfers recognised financial assets to third parties or customers. If these transfers qualify for derecognition, the Group derecognises all or part of the financial assets where appropriate. If the Group has retained substantially all the risks and rewards on these assets, the Group continues to recognise these assets.

(a) Repurchase agreements

Transferred financial assets that do not qualify for derecognition include debt securities held by counterparties as collateral under repurchase agreements. The Group transfers the contractual rights to receive the cash flows of these securities, but has an obligation to repurchase them at the agreed date and price. The Group has determined that it retains substantially all the risks and rewards of these securities and therefore has not derecognised them. In addition, they are recognised as financial assets sold under repurchase agreements.

(b) Securities lending

Transferred financial assets that do not qualify for derecognition include securities lent to customers for securities lending business, for which the customers provide the Group with collateral that could fully cover the credit risk exposure of the securities lent. The customers have an obligation to return the securities according to the contracts. The Group has determined that it retains substantially all the risks and rewards of these securities and therefore has not derecognised such assets.

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

30 June 2026 (Unaudited)	*Repurchase agreements*	*Securities lending*
Carrying amount of transferred assets	7,091,510	16,612
Carrying amount of related liabilities	6,491,483	-

31 December 2025 (Audited)	*Repurchase agreements*	*Securities lending*
Carrying amount of transferred assets	614,414	14,380
Carrying amount of related liabilities	577,042	-

58. Fair value information

(a) Fair value of financial instruments

The following table lists the fair value information of the Group's assets and liabilities that are continuously and non-continuously measured at fair value and their fair value measurement levels at the end of the reporting period. The level of fair value measurement results depends on the lowest level of input value that is significant to the fair value measurement as a whole. The three levels of input values are defined as follows:

(a) Fair value is based on quoted prices (unadjusted) in active markets for identical assets or liabilities ("Level 1");

(b) Fair value is based on inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices) ("Level 2"); and

(c) Fair value is based on inputs for the asset or liability that are not based on observable market data (unobservable inputs) ("Level 3").

(b) Fair value hierarchy

	30 June 2026 (Unaudited)			
	Level 1	*Level 2*	*Level 3*	*Total*
Assets				
Financial assets at fair value through profit or loss				
- Debt securities	270,562	24,161,612	-	24,432,174
- Funds	16,659,428	670,180	1,926,786	19,256,394
- Equity shares	12,951,944	14,684	20,605	12,987,233
- Others	151	17,754,556	147,812	17,902,519
Debt investments at fair value through other comprehensive income				
- Debt securities	-	40,215,802	-	40,215,802
Equity investments designated at fair value through other comprehensive income				
- Perpetual bonds	-	6,379,848	-	6,379,848
- Equity securities	5,346,419	-	76,000	5,422,419
- Others	-	72,561	237,258	309,819
Derivative financial assets	374,934	457,437	488,343	1,320,714
Total	35,603,438	89,726,680	2,896,804	128,226,922
Liabilities				
Financial liabilities at fair value through profit or loss	45,367	3,233,191	272,991	3,551,549
Derivative financial liabilities	779,141	820,749	862,761	2,462,651
Total	824,508	4,053,940	1,135,752	6,014,200

58. Fair value information (continued)

	31 December 2025 (Audited)			
	Level 1	*Level 2*	*Level 3*	*Total*
Assets				
Financial assets at fair value through profit or loss				
- Debt securities	256,433	13,073,812	-	13,330,245
- Funds	17,619,610	561,012	2,196,723	20,377,345
- Equity shares	14,944,912	44,025	17,703	15,006,640
- Others	-	11,610,994	172,861	11,783,855
Debt investments at fair value through other comprehensive income				
- Debt securities	-	57,255,767	-	57,255,767
Equity investments designated at fair value through other comprehensive income				
- Perpetual bonds	-	568,643	-	568,643
- Equity securities	3,700,685	-	88,690	3,789,375
- Others	-	30,283	253,742	284,025
Derivative financial assets	321,821	547,088	219,871	1,088,780
Total	36,843,461	83,691,624	2,949,590	123,484,675
Liabilities				
Financial liabilities at fair value through profit or loss	56,945	233,381	338,335	628,661
Derivative financial liabilities	307,300	786,548	347,270	1,441,118
Total	364,245	1,019,929	685,605	2,069,779

58. Fair value information (continued)

For the six months ended 30 June 2026, there are no financial instruments of Level 3 transferred from Level 1 and Level 2; there are no financial instruments of Level 1 and Level 2 transferred from Level 3.

(i) Financial instruments in Level 1

The fair values of financial instruments (financial assets/liabilities at fair value through profit or loss, debt investments at fair value through other comprehensive income, equity investments designated at fair value through other comprehensive income and Derivative financial assets/liabilities) traded in active markets are based on quoted market prices at the end of the reporting period. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer and those prices represent actual and regularly occurring market transactions on an arm's length basis.

(ii) Financial instruments in Level 2

The fair values of financial instruments (financial assets/liabilities at fair value through profit or loss, debt investments at fair value through other comprehensive income, and Derivative financial assets/liabilities) are quoted by the valuation system of the third-party valuation service providers. Third-party valuation service providers use valuation techniques such as discounted cash flow methods to determine the fair value by using observable market parameters or recent transaction prices of the same or similar assets.

The fair values of financial instruments (financial assets/liabilities at fair value through profit or loss and debt investments at fair value through other comprehensive income) that do not have the quotation provided by the valuation system of the third-party valuation service providers, the fair value of those instruments are determined by valuation techniques. Observable inputs required by valuation techniques include, but are not limited to, valuation parameters such as the yield curve and net asset value.

In 30 June 2026, the valuation technique used in the above-mentioned continuous Level 2 fair value measurement of the Group has not changed.

58. Fair value information (continued)

(iii) Valuation methods for specific investments

The Group has developed relevant procedures to determine appropriate valuation techniques and input values in the continuous Level 3 fair value measurement. The Group regularly reviews the relevant procedures and the suitability of fair value determination.

Financial assets/liabilities	*30 June 2026 (Unaudited) Fair value*	*Valuation technique(s) and key input(s)*	*Significant unobservable input(s)*	*Relationship of unobservable input(s) to fair value*
Listed equity investments with disposal restrictions within a specific period	8,835	Option pricing model	Volatility	The higher the volatility, the lower the fair value
Equity securities and unlisted equity investment	1,929,482	Market valuation approach	Discount for lack of marketability	The higher the discount, the lower the fair value
Funds, debt investments, asset management products and wealth management products	470,144	Discounted cash flow model	Risk adjusted discount rate	The higher the risk adjusted discount rate, the lower the fair value
Derivative assets	488,343	Option pricing model	Volatility	The higher the volatility, the higher the fair value
Interests in structured entities held by third parties	272,991	Market valuation approach	Discount for lack of marketability	The higher the discount, the lower the fair value
Derivative liabilities	862,761	Option pricing model	Volatility	The higher the volatility, the higher the fair value

58. Fair value information (continued)

Financial assets/liabilities	*31 December 2025 (Audited) Fair value*	*Valuation technique(s) and key input(s)*	*Significant unobservable input(s)*	*Relationship of unobservable input(s) to fair value*
Listed equity investments with disposal restrictions within a specific period	4,304	Option pricing model	Volatility	The higher the volatility, the lower the fair value
Equity securities and unlisted equity investment	2,239,315	Market valuation approach	Discount for lack of marketability	The higher the discount, the lower the fair value
Funds, debt investments, asset management products and wealth management products	486,100	Discounted cash flow model	Risk adjusted discount rate	The higher the risk adjusted discount rate, the lower the fair value
Derivative assets	219,871	Option pricing model	Volatility	The higher the volatility, the higher the fair value
Interests in structured entities held by third parties	338,335	Market valuation approach	Discount for lack of marketability	The higher the discount, the lower the fair value
Derivative liabilities	347,270	Option pricing model	Volatility	The higher the volatility, the higher the fair value

In 30 June 2026, the valuation technique used in the above-mentioned continuous Level 3 fair value measurement of the Group has not changed.

58. Fair value information (continued)

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurement in Level 3 of the fair value hierarchy:

	Financial assets at fair value through profit or loss	*Equity investments designated at fair value through other comprehensive income*	*Derivative financial assets*	*Financial liabilities at fair value through profit or loss*	*Derivative financial liabilities*
As at 31 December 2025 (Audited)	2,387,287	342,432	219,871	(338,335)	(347,270)
(Losses)/gains for the period	(275,112)	-	529,684	65,344	(606,095)
Changes in fair value recognised in other comprehensive income	-	(29,174)	-	-	-
Purchases or issues	1,113	-	35,024	-	(195,173)
Transfer in	-	-	-	-	-
Transfer out	-	-	-	-	-
Sales and settlements	(18,085)	-	(296,236)	-	285,777
As at 30 June 2026 (Unaudited)	2,095,203	313,258	488,343	(272,991)	(862,761)
Total (losses)/gains for the reporting period included in profit or loss for assets held at the end of the reporting period	(275,111)	-	271,269	65,344	(376,851)

	Financial assets at fair value through profit or loss	*Equity investments designated at fair value through other comprehensive income*	*Derivative financial assets*	*Financial liabilities at fair value through profit or loss*	*Derivative financial liabilities*
As at 31 December 2024 (Audited)	2,723,763	392,123	644,189	(314,379)	(433,274)
(Losses)/gains for the year	(176,472)	-	383,029	(23,956)	(315,616)
Changes in fair value recognised in other comprehensive income	-	(41,988)	-	-	-
Purchases or issues	7,216	-	84,554	-	(175,384)
Transfer in	406	-	-	-	-
Transfer out	(64,516)	-	-	-	-
Sales and settlements	(103,110)	(7,703)	(891,901)	-	577,004
As at 31 December 2025 (Audited)	2,387,287	342,432	219,871	(338,335)	(347,270)
Total (losses)/gains for the reporting period included in profit or loss for assets held at the end of the reporting period	(155,452)	-	(414,668)	(23,956)	107,989

58. Fair value information (continued)

(c) Fair value of other financial instruments (carried at other than fair value)

The carrying amounts of the Group's financial instruments carried at cost or amortised cost are not materially different from their fair values as at 30 June 2026 and 31 December 2025 except for the following financial instruments, for which their carrying amounts and fair value and the level of fair value hierarchy are disclosed below:

Carrying amount:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Financial assets		
- Financial assets measured at amortised cost	1,278,512	1,814,256
Financial liabilities		
- Long-term bonds	47,896,160	49,146,380

Fair value:

	30 June 2026 (Unaudited)			
	Level 1	*Level 2*	*Level 3*	*Total*
Financial assets				
- Financial assets measured at amortised cost	-	1,314,709	-	1,314,709
Financial liabilities				
- Long-term bonds	-	48,177,906	-	48,177,906

	31 December 2025 (Audited)			
	Level 1	*Level 2*	*Level 3*	*Total*
Financial assets				
- Financial assets measured at amortised cost	-	1,858,271	-	1,858,271
Financial liabilities				
- Long-term bonds	-	50,533,546	-	50,533,546

59. Commitments

Capital commitments

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Contracted, but not provided for	754,794	779,971

60. Contingencies

Litigation of False Statement Liability in JinTongLing Securities

In 2018, Jiangsu JinTongLing Technology Group Co., Ltd. (hereinafter referred to as "JinTongLing") carried out the project of issuing shares to purchase assets and raising matching funds. The Company acted as the independent financial adviser for the project.

On 28 December 2023, the China Securities Regulatory Commission Jiangsu Office (hereinafter referred to as "JiangSu Office") issued the Decision on Administrative Penalty ([2023] No. 13) to JinTongLing for increasing or decreasing operating income during the period from 2017 to 2022.

On 16 December 2024, the Company received a statement of claim and a civil ruling from the Nanjing Intermediate People's Court of Jiangsu Province. Ten natural persons, who allegedly suffered investment losses due to false statements made by JinTongLing, filed a lawsuit against the Company and 23 other defendants, seeking joint and several liability for compensation.

On 29 December 2024, the China Securities Investor Services Center (hereinafter referred to as the "ISC") issued a public announcement titled "Notice on Public Solicitation of Investor Authorisation and Entrustment for the JinTongLing Case." The announcement publicly solicited investor authorisation and entrustment to apply for participation in the ordinary representative litigation of the JinTongLing case and to convert it into a special representative litigation.

On 30 December 2024, the ISC accepted special authorisation from 60 entitled parties and applied to the Nanjing Intermediate People's Court of Jiangsu Province to participate in the litigation as a representative.

On 31 December 2024, upon designation of jurisdiction by the Supreme People's Court, the Nanjing Intermediate People's Court of Jiangsu Province ruled to adopt the special representative litigation procedure for the trial of the case and issued the "Announcement on Registration of Rights for Special Representative Litigation."

60. Contingencies (continued)

On 31 December 2025, the Group received the Civil Judgment Document from the Nanjing Intermediate People's Court of Jiangsu Province, which ordered JinTongLing to compensate 43,269 investors for their investment losses in the total amount of RMB774,786 thousand within ten days from the date the judgment becomes legally effective, and to bear related legal fees and case acceptance fees and other litigation costs. Meanwhile, the court will continue to hear the civil compensation claims against the Group and the other 24 defendants and issue separate judgments for these claims.

Given that civil compensation claims against the Group and the other 24 defendants will continue to be heard and separate judgments will be issued, the final amount of litigation involving the Group remains uncertain, therefore, the Group is currently unable to assess the impact of this matter on the current or future profits of the Group.

The Group will continue to monitor the progress and results of the matter, evaluate the responsibility to be undertaken, and disclose the relevant information.

Please refer to the Group's announcements of No. Lin 2024-048, No. Lin 2024-051, No. Lin 2024-053, No. Lin 2025-001, and No. Lin 2026-002.

As at 30 June 2026, except for the fact that the above-mentioned case's potential compensation is not available, the Group's contingent liabilities due to pending litigation or arbitration amounted to RMB584,803 thousand (31 December 2025: RMB303,376 thousand).

61. Related party relationships and transactions

(a) Relationship of related parties

(i) Major shareholders

Major shareholders include shareholders of the Company with 5% or above ownership. Share percentages in the Company are follows:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
China Everbright Group Company	25.15%	25.15%
China Everbright Limited	20.73%	20.73%

(ii) Associates and joint ventures of the Company

The detailed information of the Company's associates and joint ventures is set out in Note 25.

(iii) Other related parties

Other related parties include subsidiaries of major shareholders, non-controlling shareholders of major subsidiaries of the Company and individuals which include key management personnels, and close family members of such individuals.

61. Related party relationships and transactions (continued)

(b) Related party transactions and balances

(i) Transactions between the Group and major shareholders:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Balances at the end of the period/year:		
Accounts receivable	7,744	400
Other payables and accruals	368,092	-

	Six months ended 30 June	
	2026 (Unaudited)	*2025* (Unaudited)
Transactions during the period:		
Fee and commission income	11,329	20,983
Other operating expenses	190	336
Interest expense	1	1

(ii) Transactions between the Group with associates, joint ventures and other related parties:

	30 June 2026 (Unaudited)	*31 December 2025* (Audited)
Balances at the end of the period/year:		
Right-of-use assets	200,050	244,254
Financial assets at fair value through profit or loss	2,907,365	1,495,629
Accounts receivable	3,438	6,032
Other receivables and prepayments	68,842	126,484
Cash and bank balances	13,165,149	16,116,216
Loans and borrowings	265,416	-
Short-term debt instruments issued	3,000,000	500,000
Other payables and accruals	58,888	60,408
Lease liabilities	230,901	271,558

61. Related party relationships and transactions (continued)

(b) Related party transactions and balances (continued)

	Six months ended 30 June	
	2026	*2025*
	(Unaudited)	(Unaudited)
Transactions during the period:		
Transaction amounts for structured notes	2,495,537	-
Transaction amounts for loans and borrowings	264,563	-
Fee and commission income	22,817	34,010
Fee and commission expenses	16,234	19,474
Interest income	93,572	83,307
Interest expenses	14,768	13,506
Investment income	10,170	30,726
Other income and gains	2,428	2,072
Other operating expenses	76,421	72,339

(c) Key management personnel remuneration

For the six months ended 30 June 2026, the Company’s remuneration disbursed to key management personnel was RMB7.8 million, which includes the remuneration and insurance benefits accrued and disbursed during their tenure for the six months ended 30 June 2026. The remuneration is included in ‘staff costs’ (see Note 12).

(d) Government related entities

Other than those disclosed above, the Group has entered into transactions with other government related entities. These transactions are entered into under normal commercial terms and conditions. None of them were individually significant. Management considers that transactions with government related entities are activities conducted in the ordinary course of business, and that the dealings of the Group have not been significantly or unduly affected by the fact that both the Group and those entities are government related.

62. Events after the reporting period

(a) Issuance of corporate bonds after the reporting period

From 1 July 2026 to the reporting date, the Group issued certain long-term bonds, short-term bonds and medium-term notes, with coupon rates range from 1.51% to 1.86%. The issuance amount was approximately RMB11.50 billion in total.

(b) Redemption of debt instruments after the reporting period

From 1 July 2026 to the reporting date, the Group repaid certain long-term bonds, short-term bonds, with coupon rates range from 2.77% to 3.45%. The repayment amount was approximately RMB4.70 billion in total.

(c) Profit distribution plan after the accounting period

The profit distribution plan for the six months ended 30 June 2026, approved by the eighteenth meeting of the seventh session of the Board of Directors, proposes to distribute a cash dividend of RMB783,834 thousand (six months ended 30 June 2025: RMB504,881 thousand) to all A-share and H-share shareholders. As at 30 June 2026, the total share capital of A-shares and H-shares is 4,610,787,639 ordinary shares, and it is proposed to distribute a cash dividend of 0.17 yuan (inclusive of tax) for every share to all shareholders.

The proposal is subject to the approval by the shareholders at the next general meeting. The cash dividend is not recognised as a liability as at 30 June 2026.

63. Accounting standards issued but not yet effective

The Group has not adopted the following new and amended standards that have been issued but are not yet effective.

Forthcoming requirements

New accounting standards or amendments	Effective date
IFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19 Subsidiaries without public accountability: disclosures	1 January 2027
Amendments to IFRS 10 and IAS 28, Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined

Description of the above standards and amendments was disclosed in the Group's consolidated financial statements for the year ended 31 December 2025.