金融街證券股份有限公司
Financial Street Securities Co., Limited

(A joint stock company incorporated in the People's Republic of China with limited liability (formerly known as "恒泰证券股份有限公司") and carrying on business in Hong Kong as " 恒投證券" (in Chinese) and "HENGTOU SECURITIES" (in English) as formerly known)

(the "Company")
(Stock Code: 01476)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

The board of directors (the "**Board**") of the Company hereby announces the unaudited interim results of the Company and its subsidiaries for the six months ended 30 June 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 announcement of interim results and has been reviewed by the audit committee of the Company.

PUBLICATION OF INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This interim results announcement will be published on the websites of HKEXnews (www.hkexnews.hk) and the Company (www.jrjzq.com.cn). The 2026 interim report of the Company will be published on the websites of HKEXnews and the Company in due course but no later than the end of September 2026.

By order of the Board
Zhu Yanhui
Chairman

Beijing, the PRC
21 August 2026

As at the date of this announcement, the Board comprises Mr. Zhu Yanhui and Mr. Yin Guohong as executive Directors; Mr. Pang Jiemin, Mr. Luo Guohua, Mr. Li Yanyong, Mr. Xie Xin and Mr. Zhou Lijun (Employee Representative Director) as non-executive Directors; Mr. Chen Xin, Mr. Xu Hongcai, Ms. Cheng Zhuo and Mr. Qi Liang as independent non-executive Directors.

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Important Notice

The Board, Directors and senior management of the Company warrant that the contents of this report are true, accurate and complete without any false representation, misleading statement or material omission, and assume several and joint liability in respect thereof.

This report has been considered and approved at the seventh meeting of the fifth session of the Board where all the Directors were present. None of the Directors or senior management of the Company has declared that they could not guarantee or had any objection to the truthfulness, accuracy and completeness of this report.

The interim financial information for the six months ended 30 June 2026 is prepared by the Company in accordance with the International Accounting Standards 34 “Interim Financial Reporting”, and has been reviewed by Grant Thornton Hong Kong Limited 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. All amounts set out in this report are stated in RMB unless otherwise stated.

Mr. Zhu Yanhui (the Chairman of the Board), Mr. Yin Guohong (the president) and Ms. Yu Lei (the chief financial officer) declared that they warrant the truthfulness, accuracy and completeness of the interim financial information contained in this report.

The forward-looking statements including future plans and development strategies set out in this report do not constitute the Company’s substantive commitment to investors. The investors are advised to pay attention to investment risks.

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

ABS	Asset-Backed Security
AI	Artificial Intelligence
Articles of Association	the articles of association of the Company, as amended from time to time
Baotou Huazi	Baotou Huazi Industry Co., Ltd. (包頭華資實業股份有限公司), a company listed on the Shanghai Stock Exchange (stock code: 600191) and a substantial shareholder of the Company
Board	the board of directors of the Company
Company	Financial Street Securities Co., Limited. (金融街證券股份有限公司), formerly known as "恒泰证券股份有限公司") and carrying on business in Hong Kong as "恒投證券" (in Chinese) and "HENGTOU SECURITIES" (in English) as formerly known，and whose H Shares are listed on the Main Board of the Hong Kong Stock Exchange
Corporate Governance Code	the Corporate Governance Code as set out in Appendix C1 to the Listing Rules
CSRC	the China Securities Regulatory Commission (中國證券監督管理委員會)
Director(s)	director(s) of the Company
Domestic Share(s)	ordinary share(s) with a nominal value of RMB1.00 each in the share capital of the Company, which are subscribed for or credited as paid-up in RMB
end of the Reporting Period	30 June 2026
Financial Street Capital	Beijing Financial Street Capital Operation Investment (Group) Co., Ltd. (北京金融街資本運營集團有限公司), formerly known as Beijing Financial Street Capital Management Centre (北京金融街資本運營中心), which holds 62.06% equity interest in Financial Street Investment and is a subsidiary of SASAC Xicheng District
Financial Street Investment	Beijing Financial Street Investment (Group) Co., Ltd. (北京金融街投資(集團)有限公司), formerly known as Beijing Financial Street Construction Group Co., Ltd. (北京金融街建設集團), a subsidiary of SASAC Xicheng District
Financial Street Xihuan Properties	Beijing Financial Street Xihuan Properties Co., Ltd. (北京金融街西環置業有限公司), formerly known as Beijing Xihuan Properties Co., Ltd. (北京西環置業有限公司), a shareholder of the Company

FOF	Fund of Fund, a fund which is specially invested in other securities investment funds
GDP	gross domestic product
Group	the Company and its subsidiaries
H Share(s)	overseas listed foreign ordinary share(s) with a nominal value of RMB1.00 each in the share capital of the Company, which are listed on the Main Board of the Hong Kong Stock Exchange
Hangzhou Ruisi	Hangzhou Ruisi Industrial Co., Ltd. (杭州瑞思實業有限公司), which holds 98.67% equity interest in Shaanxi Tianchen
Hengtai Capital	Hengtai Capital Investment Co., Ltd. (恒泰資本投資有限責任公司), 100% equity interest of which is held by the Company
Hengtai Changcai	Hengtai Changcai Securities Co., Ltd. (恒泰長財證券有限責任公司), 100% equity interest of which is held by the Company
Hengtai Futures	Hengtai Futures Co., Ltd. (恒泰期貨股份有限公司), 95.10% and 4.90% equity interest of which are held by the Company and Hengtai Pioneer, respectively
Hengtai Pioneer	Hengtai Pioneer Investment Co., Ltd. (恒泰先鋒投資有限公司), 100% equity interest of which is held by the Company
HK$	Hong Kong dollars, the lawful currency of Hong Kong
Hong Kong	the Hong Kong Special Administrative Region of the PRC
Hong Kong Stock Exchange	The Stock Exchange of Hong Kong Limited
Hongzhi Huitong	Beijing Hongzhi Huitong Industrial Co., Ltd. (北京鴻智慧通實業有限公司), a shareholder of the Company
Huarong Infrastructure	Beijing Huarong Infrastructure Investment Co., Ltd. (北京華融基礎設施投資有限責任公司), which holds 90% equity interest in Financial Street Xihuan Properties
Huarong Zonghe Investment	Beijing Huarong Zonghe Investment Co., Ltd. (北京華融綜合投資有限公司), formerly known as Beijing Huarong Zonghe Investment Company (北京华融綜合投資公司), a subsidiary of Financial Street Investment and a substantial shareholder of the Company

Huifa Technology	Zhejiang Free Trade Zone Huifa Technology Co., Ltd. (浙江自貿區匯發科技有限公司), formerly known as Tibet Dazi Huifa Technology Co., Ltd. (西藏達孜匯發科技有限公司) and Tibet Dazi Huifa Investment Co., Ltd. (西藏達孜匯發投資有限公司), a shareholder of the Company
Listing	the listing of the H Shares on the Main Board of the Hong Kong Stock Exchange on the Listing Date
Listing Date	15 October 2015
Listing Rules	the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange
margin financing and securities lending	a collateral-backed operating activity in which securities firms provide clients with monies to buy listed securities or with listed securities for sale
Model Code	the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules
NEEQ	National Equities Exchange and Quotations
Xin Hua Fund	Xin Hua Fund Management Co., Ltd. (新華基金管理股份有限公司), 52.99% equity interest of which is held by the Company
PRC or China	for the purpose of this report, the People's Republic of China (excluding Hong Kong, Macau Special Administration Region of the PRC and Taiwan)
Reporting Period	the six months ended 30 June 2026
RMB	Renminbi, the lawful currency of China, the basic unit of which is Yuan
SASAC Xicheng District	The State-owned Assets Supervision and Administration Commission of Xicheng District People's Government of Beijing Municipality (北京市西城區人政府國有資產監督管理委員會), which holds 100% and 37.94% equity interest in each of Financial Street Capital and Financial Street Investment, respectively
SFO	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)

Shaanxi Tianchen	Shaanxi Tianchen Technology Trading Co., Ltd. (陝西天宸科貿有限公司), which holds 97.67% equity interest in Hongzhi Huitong
stock pledged repurchase transaction	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
substantial shareholder(s)	has the meaning ascribed thereto under the Listing Rules
Suzhou Bingtai	Suzhou Bingtai Trading Co., Ltd. (蘇州秉泰貿易有限公司), which holds 100% equity interest in Hangzhou Ruisi
this report	the 2026 interim report of the Company
Tianfeng Securities	Tianfeng Securities Co., Ltd. (天風證券股份有限公司), a company listed on the Shanghai Stock Exchange (stock code: 601162) and a substantial shareholder of the Company

I. NAME OF COMPANY

Chinese name: 金融街證券股份有限公司

English name: Financial Street Securities Co., Limited

II. BOARD OF DIRECTORS

Executive Director
Mr. Zhu Yanhui *(Chairman)*
Mr. Yin Guohong

Non-executive Directors
Mr. Pang Jiemin
Mr. Luo Guohua *(appointed on 3 July 2026)*
Mr. Li Yanyong
Mr. Xie Xin
Mr. Zhou Lijun *(Employee Representative Director)*

Independent Non-executive Directors
Mr. Chen Xin
Mr. Xu Hongcai
Ms. Cheng Zhuo
Mr. Qi Liang

Special Committees of the Board

Strategy and Investment Committee
Mr. Zhu Yanhui *(Chairman of the Committee)*
Mr. Yin Guohong
Mr. Pang Jiemin
Mr. Xu Hongcai
Mr. Qi Liang

Risk Control and Supervisory Committee
Mr. Zhu Yanhui *(Chairman of the Committee)*
Mr. Luo Guohua *(appointed on 3 July 2026)*
Mr. Li Yanyong

Audit Committee
Mr. Chen Xin *(Chairman of the Committee)*
Mr. Luo Guohua *(appointed on 3 July 2026)*
Ms. Cheng Zhuo
Mr. Qi Liang
Mr. Zhou Lijun

Remuneration and Nomination Committee
Ms. Cheng Zhuo *(Chairlady of the Committee)*
Mr. Xu Hongcai
Mr. Xie Xin

III. SECRETARY OF THE BOARD

Mr. Zhang Jingshun

Tel:	+86 10 8327 0999
Fax:	+86 10 8327 0998
Email:	zhangjingshun@jrjzq.com.cn
Correspondence address:	12/F, Tower B, Desheng International Center, No. 83, Deshengmenwai Street, Xicheng District, Beijing, the PRC (post code: 100088)

IV. JOINT COMPANY SECRETARIES

Mr. Zhang Jingshun, Dr. Ngai Wai Fung

V. AUTHORIZED REPRESENTATIVES

Mr. Zhu Yanhui, Dr. Ngai Wai Fung

VI. HEAD OFFICE IN CHINA

Registered address:	Manshishangdu Office and Commercial Complex, Hailaer East Street, Xincheng District, Hohhot, Inner Mongolia Autonomous Region, the PRC (post code：010051)
Head office address:	12/F, Tower B, Desheng International Center, No. 83, Deshengmenwai Street, Xicheng District, Beijing, the PRC (post code: 100088)
Website:	www.jrjzq.com.cn
Email:	dongban@jrjzq.com.cn

VII. PLACE OF BUSINESS IN HONG KONG

40th Floor, Dah Sing Financial Centre, No. 248 Queen's Road East, Wanchai, Hong Kong

VIII. AUDITORS

International accounting firm:	Grant Thornton Hong Kong Limited
Domestic accounting firm:	Grant Thornton Certified Public Accountants

IX. HONG KONG LEGAL ADVISOR

Guantao & Chow Solicitors and Notaries

X. H SHARE REGISTRAR

Computershare Hong Kong Investor Services Limited

XI. STOCK CODE (H SHARES)

01476

Section III Summary of Accounting Data and Financial Indexes

I. PRINCIPAL ACCOUNTING DATA AND FINANCIAL INDEXES

(Unaudited accounting data and financial indexes set out in this report are prepared in accordance with the IFRS Accounting Standards)

Item	**1 January 2026 to 30 June 2026**	1 January 2025 to 30 June 2025	Increase/ (decrease) from last period
Operating results *(RMB'000)*			
Total operating income	**1,844,519**	1,665,642	10.74%
Profit before tax	**319,220**	314,359	1.55%
Profit for the period – attributable to ordinary shareholders of the Company	**239,653**	240,733	(0.45%)
Net cash generated from operating activities	**180,043**	389,736	(53.80%)
Earnings per share *(RMB/share)*			
Basic earnings per share	**0.0920**	0.0924	(0.43%)
Diluted earnings per share	**0.0920**	0.0924	(0.43%)
Profitability index			
Weighted average rate of return on net assets *(%)*[1]	**2.76**	2.86	Decreased by 0.10 percentage point

Item	**30 June 2026**	31 December 2025	Increase/ (decrease) from the end of last year
Scale indicators *(RMB'000)*			
Total assets	**48,149,049**	43,000,392	11.97%
Total liabilities	**39,162,601**	34,147,558	14.69%
Account payables to brokerage clients	**24,119,141**	20,673,825	16.67%
Equity attributable to ordinary shareholders	**8,732,464**	8,597,355	1.57%
Total share capital *('000 shares)*	**2,604,567**	2,604,567	0.00%
Net assets per share attributable to ordinary shareholders[2] *(RMB/share)*	**3.35**	3.30	1.52%
Gearing ratio *(%)*[3]	**62.60**	60.35	Increased by 2.25 percentage points

I. PRINCIPAL ACCOUNTING DATA AND FINANCIAL INDEXES (CONTINUE)

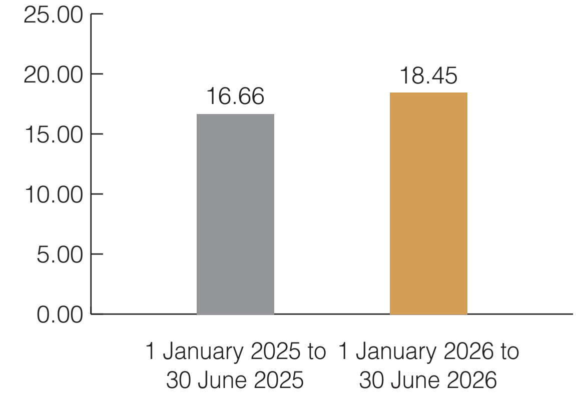
Notes:

1. Weighted average rate of return on net assets (%) = P/(Eo+P÷2+Ei×Mi÷Mo–Ej×Mj÷Mo), in which P represents net profit attributable to ordinary shareholders of the Company during the Reporting Period; Eo represents net assets attributable to ordinary shareholders of the Company at the beginning of the period; Ei represents additional net assets from issuance of new shares or from debt to equity attributable to ordinary shareholders of the Company during the Reporting Period; Ej represents reduced net assets from repurchase or from cash dividend attributable to ordinary shareholders of the Company during the Reporting Period; Mo represents the number of months of the Reporting Period; Mi represents the accumulative number of months calculated from the month following the additional net assets to the end of the Reporting Period; Mj represents the accumulative number of months calculated from the month following the reduced net assets to the end of the Reporting Period.

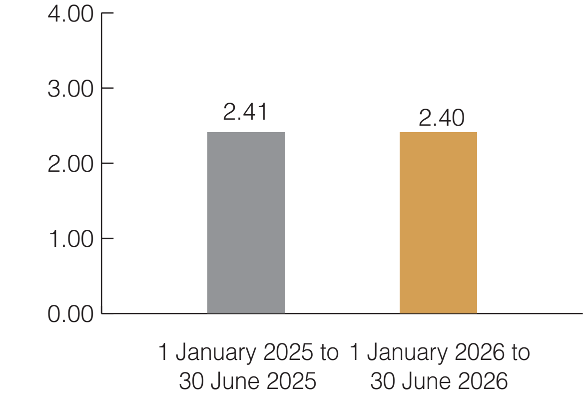
2. Net assets per share attributable to ordinary shareholders = equity attributable to ordinary shareholders ÷ total share capital.

3. Gearing ratio (%) = (total liabilities – account payables to brokerage clients)/(total assets – account payables to brokerage clients).

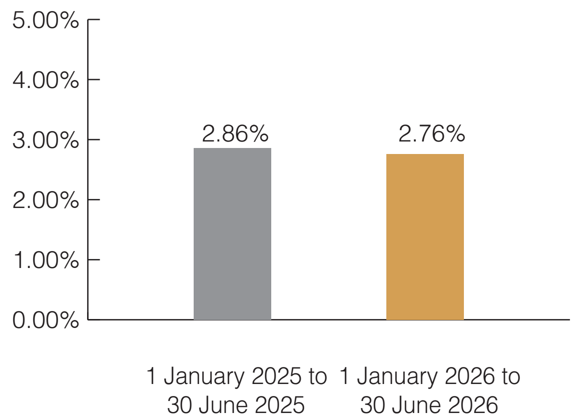
Total operating income (RMB100 million)



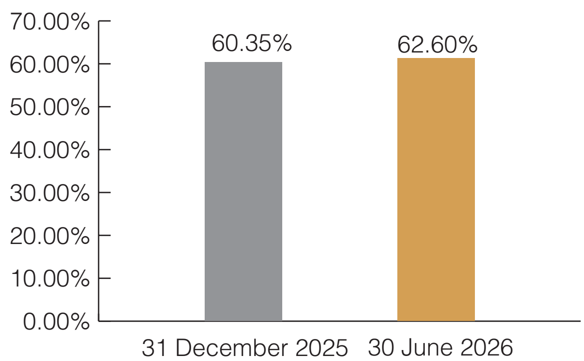
Profit for the period – attributable to ordinary shareholders of the Company (RMB100 million)



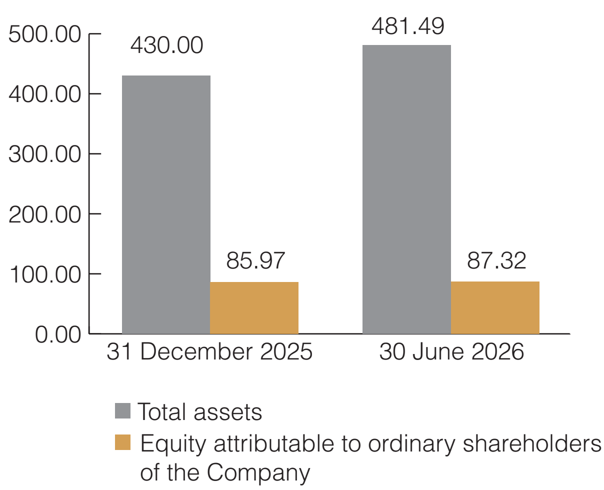
Weighted average return on net assets



Gearing ratio



Scale indicators (RMB100 million)



II. NET CAPITAL AND OTHER RISK CONTROL INDEXES OF THE COMPANY

As at 30 June 2026, the Company's net capital amounted to RMB7,880.44 million, representing an increase of RMB1,450.63 million as compared with RMB6,429.81 million as at the end of 2025. During the Reporting Period, the net capital and related risk control indexes of the Company met the regulatory requirements.

Unit: in RMB'000

Item	**30 June 2026**	31 December 2025	**Regulatory standard**
Net capital	**7,880,444**	6,429,812	N/A
Including: Net core capital	**5,580,444**	5,529,812	N/A
Net supplement capital	**2,300,000**	900,000	N/A
Net assets	**8,883,067**	8,715,091	N/A
Total risk capital provision	**3,480,890**	3,276,835	N/A
Total assets on and off statement of financial position	**23,770,882**	21,869,817	N/A
Risk coverage ratio	**226.39%**	196.22%	≥100%
Capital leverage ratio	**23.99%**	25.91%	≥8%
Liquidity coverage ratio	**173.79%**	250.01%	≥100%
Net stable funding ratio	**176.04%**	165.97%	≥100%
Net capital/net assets	**88.71%**	73.78%	≥20%
Net capital/liabilities	**56.62%**	52.12%	≥8%
Net assets/liabilities	**63.83%**	70.65%	≥10%
Proprietary equity securities and securities derivatives/net capital	**17.53%**	14.46%	≤100%
Proprietary non-equity securities and securities derivatives/net capital	**96.29%**	109.27%	≤500%
Amount of financing (including securities lending)/net capital	**94.48%**	103.13%	≤400%

Section IV Management Discussion and Analysis

I. ECONOMIC AND MARKET ENVIRONMENT DURING THE REPORTING PERIOD

During the Reporting Period, all regions and departments earnestly implemented the decisions and arrangements of the Party Central Committee and the State Council, adhered to the general principle of seeking progress while maintaining stability, fully, accurately, and comprehensively implemented the new development philosophy, accelerated the building of a new development paradigm, focused on promoting high-quality development, and effectively implemented more proactive and effective macro policies. The economy withstood pressure and remained within a reasonable range, with production and supply growing at a relatively rapid pace and the employment situation remaining generally stable. Prices rose moderately, foreign trade maintained a positive growth trend, new growth drivers expanded rapidly, measures to safeguard people's livelihoods were robust and effective, and the resilience of development continued to be demonstrated. In the first half of 2026, GDP recorded a year-on-year increase of 4.70%. By industries, the primary industry, the secondary industry and the tertiary industry recorded a year-on-year increase of 3.70%, 3.90% and 5.20%, respectively. By quarters, the first quarter and the second quarter recorded a year-on-year increase of 5.00% and 4.30%, respectively. In the first half of 2026, the nationwide value-added of industrial enterprises above designated size increased by 5.40% year-on-year, the value-added of the service industry increased by 5.20% year-on-year, the total social retail sales of consumer goods and services increased by 2.70% year-on-year, the nationwide fixed asset investment decreased by 5.70% year-on-year, and the national consumer price index (CPI) increased by 1.00% year-on-year. During the Reporting Period, the People's Bank of China continued to implement a moderately accommodative monetary policy. Building on the ongoing effects of existing policies, it introduced a series of structural monetary policy measures at the beginning of the year. These measures created a suitable monetary and financial environment for steady economic growth, high-quality development and the stable operation of financial markets. At the end of June 2026, the balance of broad money (M2) recorded a year-on-year increase of 8.00%, the stock of social financing scale recorded a year-on-year increase of 7.40%, and the balance of RMB loans recorded a year-on-year increase of 5.20%.

During the Reporting Period, the A-share market in China saw both prices and trading volumes rise, with major market indices recording gains, although significant structural divergence was evident. Specifically, the Shanghai Stock Exchange Composite Index increased by 3.16%, the Shenzhen Stock Exchange Component Index increased by 19.82%, the ChiNext Index increased by 35.58%, and the STAR Market 50 Index increased by 64.25%. The total transaction value of stocks and funds on the Shanghai Stock Exchange and the Shenzhen Stock Exchange amounted to RMB376,160.403 billion, among which, the total trading volumes of stocks and funds on the Shanghai Stock Exchange amounted to RMB182,090.221 billion, and the total trading volumes of stocks and funds on the Shenzhen Stock Exchange amounted to RMB194,070.182 billion. *(Sources: websites of National Bureau of Statistics, the People's Bank of China, the Shanghai Stock Exchange and the Shenzhen Stock Exchange)*

II. ANALYSIS OF PRINCIPAL BUSINESSES

During the Reporting Period, the Group recorded operating income of RMB1,844.52 million and net profit of RMB238.16 million, representing an increase of 10.74% and 13.68%, respectively, as compared with that of the same period of 2025.

(I) Brokerage and Wealth Management Business

During the Reporting Period, the operating income from brokerage and wealth management business amounted to RMB1,263.41 million, representing an increase of 32.88% as compared with that of the same period of 2025.

1. Securities Brokerage

During the Reporting Period, the Company continuously optimized its organizational and management structure, consolidated the collaborative mechanism whereby the headquarters exercises overall coordination and leadership and branches implement initiatives on the ground. It strengthened full-process support and empowerment provided by the headquarters' digital, product, investment and research teams for frontline business development at branches, and advanced the high-quality development of brokerage businesses centering on the core theme of wealth management transformation. The Company continuously upgraded its comprehensive online service platform, improved digital tools including smart investment advisory, online account opening, online business handling and intelligent information push, and accelerated the transformation from the traditional offline manual marketing model to an omni-channel digital, scenario-based and intelligent service model, achieving steady growth in client scale and assets under custody. The Company systematically built a professional team of wealth advisors, and rolled out regular special training covering asset allocation, fund investment advisory, derivatives business, compliance and risk control to comprehensively elevate the overall professional competence of the investment advisory team. It consolidated the data, product and operational support capabilities of the business middle office, and realized precise demand matching based on customer profile data. The Company regularly carried out investor education activities such as offline salons, online investment education live streams and risk popularization columns to guide clients to establish rational and long-term investment philosophies, and served the real economy's investment and financing demands by adhering to the fundamental nature of brokerage business.

During the Reporting Period, the number of new accounts opened reached 74,500, and total number of clients reached 4,265,700, representing an increase of 1.40% as compared with that at the end of 2025. The total assets under custody for clients reached RMB250,744.58 million, representing an increase of 7.01% as compared with that at the end of 2025. The turnover of stocks and funds reached RMB2,391,523.55 million, representing an increase of 73.82% as compared with that of the same period of 2025, while the market share of stocks and funds was 0.3179%, representing a decrease of 12.78% as compared with that of the same period of 2025.

II. ANALYSIS OF PRINCIPAL BUSINESSES (CONTINUED)

(I) Brokerage and Wealth Management Business (Continued)

2. Futures Brokerage

During the Reporting Period, Hengtai Futures closely aligned itself with the 15th Five-Year Strategic Plan, set clear targets and rolled out targeted measures to continuously solidify the foundation of its brokerage business and deliver sustained growth in overall equity scale. Hengtai Futures focused on developing industrial clients and transforming financial institution businesses. It carried out work covering optimizing regional layout, deepening internal and external collaboration, stepping up targeted marketing for internet finance businesses, and enriching service offerings for futures trading advisory businesses. These multi-pronged efforts drove continuous optimization of its business structure, with client equity hitting a new record high. During the Reporting Period, Hengtai Futures added 2,510 new clients.

3. Wealth Management

During the Reporting Period, the Company continued to deepen its wealth management transformation. Guided by brand building, it drove the transformation of its financial product distribution business from a seller-oriented sales model to a buyer-oriented asset allocation service model. Attaching equal importance to product quality and client services, the Company won three industry awards at the 3rd Wealth Management Huazun Award hosted by Cailianshe* (財聯社). During the Reporting Period, the Company sold 3,156 financial products and recorded sales of RMB9,306.74 million. As at the end of the Reporting Period, the existing size of its financial products was RMB26,747.16 million.

4. Capital-based Intermediary

During the Reporting Period, the Company achieved steady development of its margin financing and securities lending businesses. It coordinated the lean management of funds and comprehensive upgrade of the risk control system. Through refined operation and efficient resource allocation, the Company effectively lifted capital operation efficiency, realized steady growth in both business scale and operational efficiency with sound overall operating momentum, laying a solid foundation for high-quality development in the future. As at the end of the Reporting Period, the balance of the margin financing and securities lending businesses amounted to RMB7,401.84 million.

5. Asset Custody

During the Reporting Period, the Company faithfully performed its duties as a custodian, continuously consolidated internal control development, steadily increased system investment, focused on preventing business risks, proactively promoted business collaboration and consistently improved service efficiency and quality. Keeping track of market developments and business innovation, the Company achieved satisfactory results in ETF fund custody. As at the end of the Reporting Period, the aggregate size of asset custody, fund services and fund raising supervision amounted to RMB109,560 million.

II. ANALYSIS OF PRINCIPAL BUSINESSES (CONTINUED)

(II) Investment Banking Business

During the Reporting Period, the operating income from investment banking business amounted to RMB76.59 million, representing a decrease of 17.36% as compared with that of the same period of 2025.

1. Equity Financing

During the Reporting Period, Hengtai Changcai maintained and consolidated core clients, tapped into clients' full-life-cycle capital operation demands and continued to build up equity project reserves. Meanwhile, Hengtai Changcai actively seized market development opportunities and continuously refined its capabilities to enhance professional expertise. Adhering to compliance as the bottom line, it persistently strengthened core competencies in research, value discovery, transaction structuring and integration facilitation, aiming to build a full-service investment banking chain and consistently deliver high-quality comprehensive financial services to clients.

2. Debt Financing

During the Reporting Period, Hengtai Changcai continued to consolidate its advantageous business regions and proactively expanded into new regions to broaden market coverage and influence. During the Reporting Period, Hengtai Changcai ranked among the top five in the market in terms of bond underwriting volume within Jilin Province, achieved business breakthroughs with 4 projects in the Sichuan-Chongqing region and completed 3 projects in Xinjiang, yielding tangible results in business layout expansion. During the Reporting Period, Hengtai Changcai completed 4 projects relevant to the "Five Major Articles", including 2 Sci-Tech Innovation Bonds projects and 2 rural revitalization bonds projects. During the Reporting Period, Hengtai Changcai achieved corporate bond underwriting volume of RMB8,977 million, securing the 45th position in industry rankings.

3. NEEQ Referral Business

During the Reporting Period, Hengtai Changcai has fully leveraged the advantages of its existing NEEQ projects by systematically overseeing project services and ensuring quality control; establishing strategic partnerships with corporate clients to provide tailored, high-quality, and differentiated financing services; focusing on key regions, with specialized in niche sectors and deepened its presence in local markets, while strengthening the development and reserve of NEEQ projects in key areas. During the Reporting Period, Hengtai Changcai completed 4 formal NEEQ listing projects and 3 NEEQ financing projects. As of the end of the Reporting Period, Hengtai Changcai had 127 projects to be continuously supervised.

II. ANALYSIS OF PRINCIPAL BUSINESSES (CONTINUED)

(III) Investment Management Business

During the Reporting Period, the operating income from investment management business amounted to RMB138.82 million, representing an increase of 5.10% as compared with that of the same period of 2025.

1. Assets Management

During the Reporting Period, the asset management business continued to enhance its investment and research capabilities, innovated product solutions, expanded ABS businesses, and strengthened risk management. During the Reporting Period, the Company launched 13 asset management schemes and 2 asset-backed securities special schemes. The asset management schemes covered diversified directions including FOF, cash enhancement, multi-asset strategies and single-client customization. The asset-backed securities special schemes achieved key breakthroughs in data asset ABS and policy loan ABS, further enriching the product portfolio and highlighting product innovation capabilities. During the Reporting Period, the asset management business actively expanded institutional client coverage and explored customized products and innovative business models with initial results achieved. Concurrently, efforts were made to strengthen internal channel synergies through conducting collaborative demand research, and mobilizing retail channel initiatives. The asset securitization business project reserves maintained steadily with breakthroughs in management scale achieved, and actively developed innovative businesses and external cooperation, demonstrating favorable growth momentum. In terms of product performance, the Company proactively responded to market volatility by adjusting investment strategies to stabilize product returns. As at the end of the Reporting Period, the Company's active-managed asset management schemes ranked in the top 1/2 of the market for average comprehensive performance among its peer products.

As at the end of the Reporting Period, the total size of asset management business was RMB17,707.92 million, of which the size of collective asset management schemes amounted to RMB4,943.71 million, the size of single asset management schemes amounted to RMB2,946.62 million, the size of the asset-backed securities special schemes amounted to RMB9,817.59 million.

As at the end of the Reporting Period, the numbers of subsisting products of the collective, single asset management schemes and the asset-backed securities special schemes were 29, 15 and 7, respectively.

II. ANALYSIS OF PRINCIPAL BUSINESSES (CONTINUED)

(III) Investment Management Business (Continued)

2. Fund Management

During the Reporting Period, Xin Hua Fund pushed forward product deployment in a phased manner, launching 7 new public funds and 6 dedicated account products. It continued to deepen investment and research reforms, with investment performance for both equity and fixed income businesses ranking among the top tiers in the industry. Multiple breakthroughs were achieved in channel expansion, and cooperation with third-party platforms was accelerated. Internal management was continuously consolidated, notable results were delivered in cost reduction and efficiency improvement, and the foundation for high-quality development was further strengthened. According to Guotai Haitong Securities' "Performance Rankings of Equity and Fixed Income Assets of Fund Managers", Xin Hua Fund posted sound medium-and-long-term investment performance. Its equity products ranked among the top thirty in the market in terms of returns over the latest three, five, seven and ten years; its fixed income products secured the second place in the market for returns over the latest three years and ranked among the top ten for returns over the latest five, seven and ten years.

As at the end of the Reporting Period, there were a total of 55 public funds with amounts of RMB52,452 million managed under Xin Hua Fund, representing a year-on-year decrease of RMB754 million or 1.42%. As at the end of the Reporting Period, Xin Hua Fund managed 60 dedicated account products with amounts of RMB488 million, representing a year-on-year decrease of RMB321 million or 39.68%.

3. Private Equity Investment

During the Reporting Period, Hengtai Capital actively planned and pushed forward a private equity investment fund focusing on equity investments in enterprises to be listed on the Beijing Stock Exchange. Meanwhile, it actively explored new businesses focusing on sectors including next-generation information technology, artificial intelligence, new energy, new materials, high-end equipment manufacturing, biomedicine and new energy vehicles, and set up relevant industrial funds. At the end of the Reporting Period, Hengtai Capital managed a total of 2 private equity funds, with a total fund management scale of RMB2,900 million.

4. Alternative Investment

During the Reporting Period, Hengtai Pioneer continued to strengthen post-investment management of projects, monitored and analysed the operational performance and risk factors of its invested companies to ensure that the projects remained aligned with investment objectives. It enhanced communication and liaison with its invested companies, striving to achieve a smooth and orderly exit from certain projects to realise investment returns, thereby fostering a virtuous cycle in project investment. At the same time, Hengtai Pioneer actively pursued investment in reserve projects, conducting due diligence on these projects through industry research, market analysis, interviews and site visits to ensure they possessed investment value and that risks were manageable. As at the end of the Reporting Period, Hengtai Pioneer had 23 direct investment projects.

II. ANALYSIS OF PRINCIPAL BUSINESSES (CONTINUED)

(IV) Proprietary Trading Business

During the Reporting Period, the operating income from the proprietary trading business amounted to RMB345.43 million, representing a decrease of 27.30% as compared with that of the same period of 2025.

During the Reporting Period, China's domestic economic operation exhibited structural features of "relatively resilient external demand and slow recovery of domestic demand". On the export front, high-tech industries represented by AI underwent accelerated expansion and served as the key driver for foreign trade growth. On the domestic demand front, the total retail sales of consumer goods maintained low growth, while consumer confidence and willingness remained on a recovery track. Reflected in the A-share market, major indices registered positive returns overall amid prominent structural divergence. Money-spinning effect was highly concentrated in the AI technology industrial chain, with less than 30% of all listed stocks posting gains. A notable divergence emerged between the performance of broad-based indices and industrial prosperity.

In terms of stock investment business, confronted with an extremely divergent market environment, the Company operated under a three-tier framework featuring "core indices as the foundation, AI technology for offensive allocation, and dividend assets as defensive buffers". At the execution level, the Company increased allocations to broad-based indices to consolidate the portfolio base, while precisely focusing on the sci-tech track to capture structural flexibility. Amid a market environment featuring overall divergence and lack of broad-based rallies, this strategy effectively balanced returns and risks, and the overall portfolio performance met expectations.

In terms of fixed income business, against the backdrop of moderately accommodative monetary policies and proactive fiscal policies throughout the year, the interest rate bond market traded within a range. Excluding ultra-long-term interest rate bonds, the overall bond market maintained a steady upward trend. The Company demonstrated timely portfolio adjustments by increasing allocations to medium and short-term credit bonds and quasi-fixed income assets in early 2026 and achieved solid returns. At the same time, the Company's interest rate derivatives trading business and sales and trading business continued to advance and developed steadily.

In terms of the multi-strategy investment business, based on its medium-to-long-term outlook on the domestic equity market, the Company increased equity exposure in seed funds, with a focus on raising allocations to quantitative index-enhanced products. It leveraged robust external quantitative models to capture structural market opportunities and improve the return flexibility of the portfolio. In respect of the Beijing Stock Exchange, dragged by the sustained weak performance of the Beijing Stock Exchange 50 Index in the first half of the year, the Company prioritized in-depth research and pipeline development of high-quality projects during the period.

III. PROSPECTS AND FUTURE PLANS

(I) Development Prospect of the Industry

As capital market reforms continue to deepen and the support for the real economy undergoes a comprehensive and in-depth upgrade, regulatory oversight – based on the reform of classification-based evaluation – is emphasising a function-oriented approach, guiding the securities industry towards differentiated competition and specialised operations. Mergers and acquisitions within the securities industry are accelerating, with the sector evolving towards an ecosystem characterised by "leading firms becoming comprehensive, regional clusters forming, and small and medium-sized firms developing distinctive specialisations". Leveraging their capital strength, client base and comprehensive service capabilities, leading brokerages are expanding into derivatives, institutional business and large-scale investment banking projects, establishing branch networks and pursuing a path of scale and internationalisation, thereby continuously enhancing their competitive advantages. Small and medium-sized brokerages, however, face a more severe test of differentiation, with "large but not strong, small and fragmented, and homogenised" being their primary challenges. As fee rates for light-capital businesses continue to decline and capital thresholds for capital-intensive businesses keep rising, these firms are proactively seeking change, shifting towards a refined development path characterised by being "small but exquisite, specialised and expert". Small and medium-sized brokerages are seeking to differentiate themselves by capitalising on regional strengths and specialised business lines. The transition to wealth management, industrial investment banking and deepening regional market penetration are their core strategies for breaking through the competition, whilst contributing to the "Five Major Articles" of financial development and serving new-quality productive forces. Highly segmented business operations, the normalisation of mergers and acquisitions, the elevation of competitive dimensions, and the differentiated entry of foreign capital are expected to be the core competitive characteristics and trends of the securities industry in the foreseeable future.

III. PROSPECTS AND FUTURE PLANS (CONTINUED)

(II) Development Plan of the Company

In 2026, the Company will adhere to Party-building leadership to reinforce awareness of compliance thresholds, continuously enhance corporate governance standards, consolidate the foundations of compliance and risk management, improve internal control management, strengthen human resources support, enhance trading service capabilities, intensify technology-driven empowerment, and continue to promote brand awareness. The securities brokerage business will closely align with the wealth management transformation strategy, deepen the development of digital channels, upgrade the intelligent operational capabilities of online service platforms, strengthen the professional ranks of wealth advisers, and build a professional service team capable of covering the full range of wealth management products. With firm confidence, the Company will accelerate the development of an ETF ecosystem and a service chain for quantitative private funds. Within proprietary trading, the equity investment arm will continue to maintain the stability of its underlying portfolio whilst closely monitoring the pace at which the technology industry chain delivers results, dynamically adjusting its position structure to strive for steady returns in a complex and volatile market environment; the fixed-income arm will continue to strengthen macroeconomic and policy analysis and maintain a flexible duration management strategy; In multi-strategy investment operations, the Company will continue to adopt a balanced allocation approach, dynamically adjusting equity positions in response to macro liquidity and market styles to balance returns with drawdown risk. In asset management, the Company will closely monitor market developments, accelerate the transition to active management, ensure the stable operation of existing products, and optimise investment portfolios through various strategies at opportune moments to enhance returns. The Company will refine and strengthen our asset securitisation business. Leveraging our unique resource endowments, it will focus on areas such as data asset ABS, inter-institutional REITs and market capitalisation management, striving to establish our brand in these niche markets. The investment banking business will strengthen team building, enhance project compliance and risk control management, consolidate its competitive advantages, actively expand into new business regions, further optimise business processes, enhance end-to-end professional service capabilities, continuously leverage internal synergies, accumulate high-quality project resources, and expand market coverage and influence. The futures business will adhere to a dual-drive strategy of “deepening existing client relationships and expanding new business”, continuing to provide in-depth services to industrial clients and financial institutions, strengthening the management of branch offices and IB channels, enhancing service efficiency, and achieving mutual growth in both the scale of client assets and the depth of cooperation. The futures trading advisory business will diversify its product and service offerings to create a distinctive product portfolio and a professional service system.

IV. FINANCIAL STATEMENTS ANALYSIS

(I) Analysis on Profitability during the Reporting Period

During the Reporting Period, the Group recorded an operating income of RMB1,844.52 million, representing an increase of 10.74% as compared to that of the same period in 2025; net profit attributable to the shareholders of the Company amounted to RMB239.65 million, representing a decrease of 0.45% as compared to that of the same period in 2025; earnings per share amounted to RMB0.0920, representing a decrease of 0.43% as compared to that of the same period in 2025; and the weighted average return on net assets was 2.76%, representing a decrease of 0.10 percentage point as compared to that of the same period in 2025.

(II) Asset Structure and Asset Quality

As at the end of the Reporting Period, total assets of the Group amounted to RMB48,149.05 million, increased by 11.97% as compared to RMB43,000.39 million as at the end of 2025. Total liabilities amounted to RMB39,162.60 million, increased by 14.69% as compared to RMB34,147.56 million as at the end of 2025. Equity attributable to ordinary shareholders of the Company amounted to RMB8,732.46 million, increased by 1.57% as compared with RMB8,597.36 million as at the end of 2025.

The Group's asset structure remained stable with sound asset quality and liquidity. As at the end of the Reporting Period, the total assets of the Group comprised of: cash assets, which primarily included cash and cash equivalents (including cash held on behalf of brokerage clients), clearing settlement funds and refundable deposits, amounted to RMB28,205.57 million, representing 58.58% of the Group's total assets; margin assets, which primarily included margin accounts receivable, financial asset held under resale agreements and placements with a financial institution, amounted to RMB7,643.37 million, representing 15.87% of the Group's total assets; financial investment assets, amounted to RMB10,357.22 million, representing 21.51% of the Group's total assets; and property, equipment and other operating assets, which primarily included property and equipment, investment properties, intangible assets, rights-of-use assets, amounted to RMB1,942.89 million, representing 4.04% of the Group's total assets.

The Group's gearing ratio and financial leverage ratio remained relatively stable. As at the end of the Reporting Period, liabilities after deducting accounts payable to brokerage clients amounted to RMB15,043.46 million, representing an increase of RMB1,569.73 million or 11.65% as compared with that at the end of 2025. The gearing ratio of the Group was 62.60%, increased by 2.25 percentage points from 60.35% as at the end of 2025 (Note: gearing ratio = (total liabilities – accounts payable to brokerage clients)/(total assets – accounts payable to brokerage clients)). Financial leverage ratio was 2.75 folds, increased by 5.77% from 2.60 folds as at the end of 2025 (Note: financial leverage ratio = (total assets – accounts payable to brokerage clients)/equity attributable to ordinary shareholders).

IV. FINANCIAL STATEMENTS ANALYSIS (CONTINUED)

(III) Financing Channels and Financing Ability

During the Reporting Period, the Company met its operating capital requirement through debt financing. Debt financing of the Company included beneficiary certificates, margin and securities refinancing, issuance of subordinated bonds, etc. During the Reporting Period, accumulated placements from China Securities Finance Corporation Limited amounted to RMB2,000 million, capital inflow from beneficiary certificates amounted to RMB950 million, and issuance of subordinated bonds amounted to RMB2,000 million. Meanwhile, the Company received comprehensive credit line with greater limit granted by several banks.

(IV) Liquidity Management

The Company focuses on its liquidity management. It has established a specific department responsible for liquidity management. The Company's liquidity management focused on the organic combination of the security, liquidity and profitability of capital. As requested by the CSRC, the Company established sound management system and contingency measure for liquidity risks. The Company has prepared monthly liquidity monitor statement. The liquidity monitor index of the Company in each month throughout the Reporting Period complied with the regulatory requirements.

(V) Cash Flow

During the Reporting Period, net cash flow arising from operating activities amounted to RMB180.04 million, decreased by RMB209.70 million from RMB389.74 million in the corresponding period of 2025; net cash flow arising from investment activities during the Reporting Period amounted to RMB-359.94 million, decreased by RMB665.45 million from RMB305.51 million in the corresponding period of 2025; net cash flow arising from financing activities during the Reporting Period amounted to RMB564.26 million, increased by RMB1,414.61 million from RMB-850.35 million in the corresponding period of 2025. Cash and cash equivalents at the end of the Reporting Period amounted to RMB3,057.69 million, increased by RMB970.92 million from RMB2,086.77 million in the corresponding period in 2025.

(VI) Changes in Material Accounting Policies

During the Reporting Period, there was no change in the material accounting policies of the Company.

V. BRANCHES AND SUBSIDIARIES

(I) Branch Offices and Securities Branches

As at the end of the Reporting Period, the Company had 7 branch offices and 99 securities branches.

1. Establishment of securities branches and changes in securities branches

(1) Newly-established securities branches

None in the Reporting Period.

(2) Relocation of securities branches

During the Reporting Period, 7 securities branches of the Company were relocated, details of which are as follows:

No.	Name of securities branch before relocation	Name of securities branch after relocation	Address of securities branch after relocation (PRC)
1	Financial Street Securities Co., Limited Changchun Renmin Street Bauhinia Securities Branch (金融街證券股份有限公司長春人民大街紫荊花證券營業部)	Financial Street Securities Co., Limited Changchun Qianjin Street Securities Branch (金融街證券股份有限公司長春前進大街證券營業部)	Room 1529, 1530, 1531-1, Buildings A1, A2, A3, A4, A5, Jishang International Project, Qianjin Street, Chaoyang District, Changchun City, Jilin Province (吉林省長春市朝陽區前進大街集商國際項目A1、A2、A3、A4、A5號樓1529、1530、1531-1號)
2	Financial Street Securities Co., Limited Changchun Xi'an Avenue Securities Branch (金融街證券股份有限公司長春西安大路證券營業部)	Financial Street Securities Co., Limited Changchun Jiefang Avenue Securities Branch (金融街證券股份有限公司長春解放大路證券營業部)	Room 4505, 4506, 45/F, Tower A, Changchun International Finance Center, No. 1888 Jiefang Avenue, Nanguan District, Changchun City, Jilin Province (吉林省長春市南關區解放大路1888 號長春國際金融中心A座45層4505、4506室)
3	Financial Street Securities Co., Limited Shanghai Putuo District North Shaanxi Road Securities Branch (金融街證券股份有限公司上海普陀區陝西北路證券營業部)	Financial Street Securities Co., Limited Shanghai Putuo District North Shaanxi Road Securities Branch (金融街證券股份有限公司上海普陀區陝西北路證券營業部) [1]	Room 2405, 2406, 24/F, No. 1438 North Shaanxi Road, Putuo District, Shanghai (上海市普陀區陝西北路1438號2405、2406室)
4	Financial Street Securities Co., Limited Chengdu Tianfu Avenue Securities Branch (金融街證券股份有限公司成都天府大道證券營業部)	Financial Street Securities Co., Limited Chengdu Shuncheng Avenue Securities Branch (金融街證券股份有限公司成都順城大街證券營業部)	Room 1-105A, 1/F, No. 292 Shuncheng Avenue, Qingyang District, Chengdu City, Sichuan Province (四川省成都市青羊區順城大街292號1層1-105A)

V. BRANCHES AND SUBSIDIARIES (CONTINUED)

(I) Branch Offices and Securities Branches (Continued)

1. Establishment of securities branches and changes in securities branches (Continued)

(2) Relocation of securities branches (Continued)

No.	Name of securities branch before relocation	Name of securities branch after relocation	Address of securities branch after relocation (PRC)
5	Financial Street Securities Co., Limited Wenzhou Jinxiu Road Securities Branch (金融街證券股份有限公司溫州錦繡路證券營業部)	Financial Street Securities Co., Limited Wenzhou Jinxiu Road Securities Branch (金融街證券股份有限公司溫州錦繡路證券營業部)[1]	Room 2702, 27/F, Block 1, Zhixin Center, No. 1067 Jinxiu Road, Danan Sub-district, Lucheng District, Wenzhou City, Zhejiang Province (浙江省溫州市鹿城區大南街道錦繡路1067號置信中心1幢2702室)
6	Financial Street Securities Co., Limited Beijing Dongzhimen Inner North Xiaojie Securities Branch (金融街證券股份有限公司北京東直門內北小街證券營業部)	Financial Street Securities Co., Limited Beijing Dongsi Shitiao Securities Branch (金融街證券股份有限公司北京東四十條證券營業部)	Room 410, 401-1, 4/F, Pingan Development Building, No. 68 Dongsi Shitiao, Dongcheng District, Beijing (北京市東城區東四十條68 號平安發展大廈4層410室、401-1室)
7	Financial Street Securities Co., Limited Foshan Fuping Road Securities Branch (金融街證券股份有限公司佛山佛平路證券營業部)	Financial Street Securities Co., Limited Foshan North Nanhai Avenue Securities Branch (金融街證券股份有限公司佛山南海大道北證券營業部)	Shop 101-1, 1/F, Guanwei Business Building, No. 69 North Nanhai Avenue, Guicheng Sub-district, Nanhai District, Foshan City, Guangdong Province (廣東省佛山市南海區桂城街道南海大道北69號冠威商務樓101 鋪之一)

Note:

1. Name of the securities branch remained unchanged after relocation.

V. BRANCHES AND SUBSIDIARIES (CONTINUED)

(I) Branch Offices and Securities Branches (Continued)

1. Establishment of securities branches and changes in securities branches (Continued)

(3) Deregistration of securities branches

During the Reporting Period, to optimize the network layout and allocate resources rationally, 1 securities branch was deregistered. Details are set out in the table below:

No.	Name of securities branch	Region (China)
1	Financial Street Securities Co., Limited Xianyou Xuefu East Road Securities Branch (金融街證券股份有限公司仙遊學府東路證券營業部)	Putian City, Fujian Province (福建省莆田市)

2. Establishment of new branch offices and changes in branch offices

None in the Reporting Period.

(II) Subsidiaries of the Company

The changes in major subsidiaries during the Reporting Period are set out below:

1. On 14 February 2026, Hengtai Changcai completed the registration of industrial and commercial change of legal representative to Mr. Zhang Jingshun.

2. On 26 March 2026, Hengtai Capital completed the registration of industrial and commercial change of legal representative to Mr. Yang Jinliang.

3. On 27 May 2026, Hengtai Futures completed the registration of industrial and commercial change of legal representative to Ms. Xin Ying.

VI. MAJOR FINANCING

(I) Equity Financing

None in the Reporting Period.

VI. MAJOR FINANCING (CONTINUED)

(II) Major Debt Financing

1. Issuance of beneficiary certificates

The Company raised an aggregate of RMB950 million through issuance of beneficiary certificates during the Reporting Period. As at 30 June 2026, the outstanding balance of the beneficiary certificates amounted to RMB2,050 million. The particulars of the issuance of beneficiary certificates of the Company during the Reporting Period are set out below:

Name	Size of the issuance *(RMB'00 million)*	Interest rate	Term *(days)*	Issue date	Maturity date
Jinjiehuiying No. 4	3.00	1.75%	65	2026-05-20	2026-07-24
Jinjiehuiying No. 5	6.50	1.80%	161	2026-05-20	2026-10-28

2. Issuance of subordinated bonds

The Company raised an aggregate of RMB2,000 million through issuance of subordinated bonds during the Reporting Period. As at 30 June 2026, the outstanding balance of the subordinated debts amounted to RMB3,000 million. The particulars of the issuance of subordinated bonds by the Company during the Reporting Period are set out below:

Name	Size of the issuance *(RMB'00 million)*	Interest rate	Term *(years)*	Issue date	Maturity date
26 Jinzheng C1	10.00	2.39%	3	2026-01-22	2029-01-22
26 Jinzheng C2	10.00	2.10%	3	2026-04-17	2029-04-17

3. Issuance of corporate bonds

During the Reporting Period, the Company has not issued corporate bonds. As at 30 June 2026, the outstanding balance of the corporate bonds amounted to RMB1,950 million.

4. Borrowing of subordinated debts

During the Reporting Period, the Company has not issued subordinated debts. As at 30 June 2026, the outstanding balance of the subordinated debts amounted to RMB200 million.

VII. MAJOR INVESTMENT

None in the Reporting Period.

VIII. ACQUISITION OR DISPOSAL OF MATERIAL ASSETS, EXTERNAL GUARANTEE, MORTGAGE, PLEDGE AND MATERIAL CONTINGENT LIABILITIES

During the Reporting Period, there was no acquisition and disposal of the Company's material assets and business merger, nor any material contingent liabilities that may affect the Company's financial position and operating results.

During the Reporting Period, the Company's external guarantee, mortgage and pledge were as follows:

On 21 September 2023, Financial Street Investment (as guarantor), the Company (as counter-guarantor) and Xin Hua Fund (as debtor) entered into the Counter-Guarantee Agreement, particulars of which are set out in the sub-section headed "IV. Connected Transactions" under Section 7 "Other Material Particulars" in the Company's 2023 annual report. Pursuant to the Counter-Guarantee Agreement, the Company shall mortgage or pledge the following assets of the Company to Financial Street Investment as security in relation to the Guaranteed Amount to be guaranteed by Financial Street Investment in accordance with the Implementation Settlement Agreement, the Guarantee Agreement and the Guarantee Letter:

1. an immovable property, being a residential property of the Company located at Unit 1, Building 2, Block 6, Dongjing Road, Xicheng District, Beijing, with a gross floor area of 1,658.56 square meters and an appraisal value of approximately RMB130 million. It is currently leased to an individual, being an independent third party;

2. an immovable property, being the Manshi Shangdu Office and Commercial Complex Building of the Company located at Hailar East Street, Xincheng District, Hohhot City, Inner Mongolia Autonomous Region, with a gross floor area of 15,106.98 square meters and an appraisal value of approximately RMB120 million. It is currently used by the Company as its office; and

3. 50% equity and derivative interest of Hengtai Changcai (a wholly-owned subsidiary of the Company) with an appraisal value of approximately RMB550 million (being 50% of approximately RMB1,100 million).

The period of Counter-Guarantee shall be 2 years from the date when Financial Street Investment actually performs its guarantee obligations.

As the secured amount under the counter-guarantee decreases concurrently with the repayment of the principal obligation, the conditions for release of charge have objectively been satisfied. On 10 April 2026, the Company completed the mortgage release procedures for the residential property at Unit 1, Building 2, Block 6, Dongjing Road, Xicheng District, Beijing.

IX. RISK MANAGEMENT

(I) Major Risks and Countermeasures relating to Operation of the Company

1. Credit Risk

Credit risk is the possibility of loss caused by our counterparty's failure to perform a contract or a change in its credit rating or ability to perform. Credit risk of the Company is mainly generated from two aspects: (i) financing business such as margin financing and securities lending and stock pledged repurchase transaction; and (ii) proprietary credit bond investment business.

Credit risk associated from financing activities, the Company can employ: (i) using systems to conduct credit rating for clients and implement graded management of collateral such as stocks; and (ii) continuously managing the risk potentials in the process of business development through client suitability management, margin translation, daily mark to market, risk reminders and forced liquidation of client's positions. Credit risks associated from investment business can be managed by establishing internal credit rating, blacklist and whitelist mechanism, credit management, daily risk monitoring, risk monitoring indicator limit, identification of the same customer and other measures.

2. Market Risk

Market risk refers to risk of unexpected potential value losses of the financial assets held by the Company resulting from adverse changes in securities price, interest rate and exchange rate. In particular, the risk of adverse price fluctuations refers to the risk that the stock market may fluctuate and cause the prices of stocks, commodities and their derivatives and other securities products to change, which may incur losses for the Company. Interest rate risk refers to the risk of loss to the Company arising from changes in market interest rates and credit spread that could result in changes in the prices of bonds and other fixed-income securities. Exchange rate risk refers to possibility that the Company may incur losses due to changes in exchange rates during operating activities involving possession or use of foreign exchanges. Market risk of the Company mainly derives from proprietary businesses including equity securities investment, fixed income securities investment, asset management plans investment and financial derivatives investment business.

Market risk is mainly managed by the Company through implementation of limit management, securities pool system, daily mark to market, stress test, monitoring and warning, stop-loss, risk hedge, risk report and other systems and measures. Based on risk tolerance preferences, the Company sets the annual overall limits of market risk for proprietary businesses which are decomposed and assigned to the respective business departments level by level. The Company has established a market risk indicator system including Value at Risk (VaR), Dollar Value of All 01 (DV01), Max Drawdown and Gain and Loss Limits. The risk management department conducts a daily monitoring over the proprietary position risk and regularly carries out stress test to estimate the losses under extreme circumstances and timely make risk warning and urge relevant business department to handle it when the risk control indicator exceeds the warning threshold.

IX. RISK MANAGEMENT (CONTINUED)

(I) Major Risks and Countermeasures relating to Operation of the Company (Continued)

3. Liquidity Risk

Liquidity risk refers to risk where the Company fails to obtain sufficient funds in time at reasonable costs in order to repay mature debts, fulfill other payment obligations and satisfy the funding needs for carrying on normal business. The financial management department of the Company takes the lead in liquidity risk management. The Company constantly monitors Liquidity Coverage Ratio (LCR), Net Stable Funding Ratio (NSFR) and other liquidity risk control indicators and conducts semi-annual liquidity risk stress tests through which its liquidity risk level under the extreme circumstance is evaluated and the risk emergency plans are established. The Company has set threshold values for liquidity risk control indicators, and a risk warning will be sent to the relevant department of the Company based on the real-time monitoring of the indicators. The Company monitors and analyzes the matching of the Company's assets and liabilities from various time periods under both normal and stressed situations, the diversification and stability of the Company's capital resources, the capability of high-quality liquid assets and market liquidity and at the same time strengthens the management of the Company's liquidity during operating hours and makes reasonable arrangements for financing activities to maintain adequate intraday liquidity position.

4. Compliance Risk

Compliance risk refers to the risk that the securities company may be subject to legal sanctions, regulatory measures and self-regulatory disciplinary actions arising from violations of laws, regulations or rules in its business activities or by its employees. The Company has established an effective and sound compliance management system and compliance management organizational structure. In accordance with regulatory requirements, the compliance management department of the Company manages compliance risks through compliance review, compliance monitoring, compliance examination, compliance supervision and compliance training.

5. Operational Risk

Operational risk refers to the risk of loss resulting from inadequate or failed internal processes, people and information technology systems, as well as external events. The Company has formulated operational risk management system and internal management system of various businesses and regulated its business activities. It has established an identification, assessment and control system for operational risk that fully covers the Company's business activities. The Company mainly manages operational risks through risk and control self-assessment (RCSA), loss data collection (LDC), key risk indicator (KRI) monitoring, and imposing penalties or accountability on personnel responsible for operational risk events, among other measures.

IX. RISK MANAGEMENT (CONTINUED)

(I) Major Risks and Countermeasures relating to Operation of the Company (Continued)

6. Reputational Risk

Reputational risk refers to the risk to form negative opinions of investors, issuers, regulatory authorities, self-regulatory organizations, the public and the media on the Company as a result of the business act or external events of the Company and the violation of integrity requirements, professional ethics, business norms, rules and regulations by its employees, thereby damaging the Company's brand value, posing detrimental impact to its normal operations and even affecting market stability and social stability. The Company's management, led by the chief risk officer, is responsible for and establishes a reputational risk management team, which is composed of the office of the Board, the risk management department, the development planning department, the compliance management department and the human resources department. The Company has established a sound reputation risk management system and workflow to provide guarantee for the improvement of its comprehensive risk management system, the enhancement of the reputation risk management capability and the maintenance and promotion of the reputation and image of the Company. The Company dynamically monitors the evolution and development of various reputational risk events through public sentiment monitoring system, organizes the information about the overall situation of the reputational risk events and the corresponding measures to be taken and reports the same to the Company in a timely manner. The reputational risk management team considers and determines the final response plan.

(II) Construction of Risk Management System and Comprehensive Risk Management Implementation of the Company

During the Reporting Period, the Company actively implemented various requirements of the Norms for the Comprehensive Risk Management of Securities Companies (《證券公司全面風險管理規範》) and the Guidelines on Consolidated Statement Management for Securities Companies (Trial) (《證券公司併表管理指引（試行）》) conducted routine risk management and various key projects based on the requirements of full coverage, detectability, measurability, analysis and risk-response ability on risk management and continuously improved the comprehensive risk management system.

IX. RISK MANAGEMENT (CONTINUED)

(II) Construction of Risk Management System and Comprehensive Risk Management Implementation of the Company (Continued)

1. Management System

In accordance with the Securities Law of the PRC (《中華人民共和國證券法》), the Regulations on the Supervision and Administration of Securities Companies (《證券公司監督管理條例》), the Norms for the Comprehensive Risk Management of Securities Companies (《證券公司全面風險管理規範》) and other laws, regulations and regulatory provisions, the Company has formulated the Measures for Comprehensive Risk Management of Financial Street Securities Co., Limited. (《金融街證券股份有限公司全面風險管理辦法》) and the Risk Management and Cultural Manual of Financial Street Securities Co., Limited. (《金融街證券股份有限公司風險管理文化手冊》), which set overall requirements on the comprehensive risk management and special management systems have been established for liquidity risks, market risks, credit risks, operation risks, reputation risks and other risks. In the first half of 2026, the Company conducted a comprehensive review of its current risk management system. In response to revisions in external regulatory requirements and the Company's practical risk control needs, the Company completed the revisions to systems including the Rules for Operational Risk Management of Financial Street Securities Co., Limited. (《金融街證券股份有限公司操作風險管理規定》) and the Rules for Credit Risk Management of Financial Street Securities Co., Limited. (《金融街證券股份有限公司信用風險管理規定》) in a timely manner. The Company initiated the revision of systems including the Measures for Comprehensive Risk Management of Financial Street Securities Co., Limited. (《金融街證券股份有限公司全面風險管理辦法》).

2. Framework

The Company established a four-level risk management system including the Board, the Party Committee, the management, the risk management department and business departments. It specified the responsibilities of the Board, the Party Committee, the management, all departments, branches and subsidiaries in performing the comprehensive risk management and established a multi-layered and inter-connected operation mechanism with effective balances. Meanwhile, the Company has integrated all subsidiaries into the comprehensive risk management system and guided subsidiaries in establishing and improving the governance structure, setting risk appetite and enhancing the risk monitoring, reporting and response mechanism. It is specified that the responsible person for the risk management of each subsidiary is nominated by the chief risk officer of the Company, and the chief risk officer of the Company conducts appraisal on the responsible person.

IX. RISK MANAGEMENT (CONTINUED)

(II) Construction of Risk Management System and Comprehensive Risk Management Implementation of the Company (Continued)

3. Information Technology

The Company has established a risk management system commensurate with the complexity of its business activities and risk profile. The Company has established a securities risk monitoring and management platform with the integration of dynamic risks monitoring on net capitals, market risk management, credit risk management, operation risk management, liquidity risk management, abnormal transaction monitoring and other functions on the basis of its business practice. It supports the collection, identification, measurement, appraisal, monitoring and reporting of various risk information and can meet the demands of the Company in risk management and decision making. In the first half of 2026, the Company continuously enhanced its risk management system functions, based on operational needs, steadily pushed forward the development of the risk data mart, upgraded the dynamic net capital monitoring system, and continuously improved the "Same Business, Same Client" risk monitoring system. The system enables the measurement of credit risk exposures of the same client across the parent and subsidiaries, as well as automated systematic collection of subsidiary risk data. The Company has continuously enhanced the risk penetration management for subsidiaries to ensure the stable and effective implementation of risk monitoring and other relevant works.

4. Indicator System

The Company has established a risk preference indicator system with net capital and liquidity as the core covering market risks, credit risks, operation risks and concentration risks. The risk preference of the Company has fully covered all business line and subsidiaries of the Company, including proprietary investment business, asset management business, securities brokerage business and investment banking business. Based on the development strategy, operation targets and financial conditions of the Company, it sets management and control quota on major risks, including but not limited to risk quota, business size, value at risk, sensitivity indicator, concentration, and stop loss and take profit. It also regularly appraises the risk tolerance through stress test and other methods and guides resources allocation.

IX. RISK MANAGEMENT (CONTINUED)

(II) Construction of Risk Management System and Comprehensive Risk Management Implementation of the Company (Continued)

5. Talent Team

The risk management department of the Company has established four secondary department professional teams for market risks, credit risks, operation risks and comprehensive risks. The financial management department and the board office designate special persons to be responsible for the management of liquidity risks and reputation risks. Currently, risk management staff with over three years of relevant working experience account for over 2% of the total staff at the head office of the Company, which provided talent guarantees to effectively conducting the comprehensive risk management work. Each business department of the Company has set risk management positions as an integral part of the risk management system. They accept the business guidance and assessment of the risk management department and serve as the bridge link between the business and the risk management.

6. Response Mechanism

The Company established a working mechanism on net assets trend monitoring, risk authorization, regular risk reporting, regular stress test and risk management meeting to identify significant potential risks in the business process in a timely manner and actively take prevention and response measures. The Company also has risk emergency preplans on significant risks and emergencies, specified the emergency triggering conditions, the organizational system, measures, methods and procedures in risk disposal and continuously improved them through emergency exercises. The Company has established a performance appraisal and accountability mechanism linked to risk management results. It regularly appraises the risk management performance of all business departments, subsidiaries and branches and the appraisal results are included in the performance appraisal system. Meanwhile, the audit department regularly appraises the comprehensive risk management system to guarantee the effectiveness of the comprehensive risk management.

Section V Other Material Particulars

I. PROFIT DISTRIBUTION AND PROFIT DISTRIBUTION PLAN

(I) Implementation of the 2025 Profit Distribution Plan

The Company held the 2025 annual general meeting on 20 May 2026 to consider and approve the resolution in relation to the 2025 Profit Distribution Plan, pursuant to which, based on the Company's total share capital of 2,604,567,412 shares as at 31 December 2025, the Company will distribute a cash dividend of RMB0.15 (tax inclusive) per 10 shares to domestic shareholders and H Share shareholders whose names appear on the Company's register of members on 1 June 2026 (the "Final Dividend"), with an aggregate cash dividend distribution of RMB39,068,511.18 (tax inclusive).

The Final Dividend shall be denominated and declared in RMB. Domestic shareholders will receive the dividend in RMB, while H Share shareholders will receive the dividend in HK$. Based on the average benchmark exchange rate of RMB against HK$ announced by the People's Bank of China in the five business days immediately preceding the 2025 annual general meeting, which is HK$1.00 to RMB0.873680, the amount of Final Dividend payable per 10 H Shares is HK$0.171688 (tax inclusive). Payment of the Final Dividend was completed on 15 July 2026.

(II) The 2026 Interim Profit Distribution Plan

The Company did not have any profit distribution plan for the first half of 2026.

II. SHARE OPTION SCHEME OR EQUITY INCENTIVE SCHEME

During the Reporting Period, the Company did not adopt nor implement any share option scheme or equity incentive scheme.

III. SIGNIFICANT LAWSUITS AND ARBITRATIONS

(I) Significant Lawsuits and Arbitrations Newly Increased during the Reporting Period

None in the Reporting Period.

III. SIGNIFICANT LAWSUITS AND ARBITRATIONS (CONTINUED)

(II) Subsequent Progress of the Significant Lawsuits and Arbitrations in the Previous Years

1. The dispute with regard to the Qinghui Leasing asset-backed special scheme Phase I under the management of the Company

For details of the case, please refer to II. "Significant Lawsuits and Arbitrations" in Section 7 "Other Material Particulars" of the 2018 annual report, 2019 annual report, 2020 annual report, 2021 annual report, 2022 annual report, 2023 annual report, 2024 annual report and 2025 annual report of the Company.

(1) Complaints filed by the Company against Hongyuan Petrochemical and Qinghui Leasing

As the manager, the Company set up the Qinghui Leasing asset-backed special scheme Phase I (the "**P**roject", the "Special Scheme") on 7 January 2016. The basic assets are the rent claim and other rights under a single lease contract and their collateral security interests. The Project was originally scheduled to expire on 4 November 2018. In December 2017, the Company learned that Xianyang Hongyuan Petrochemical Co., Ltd. (咸陽鴻元石油化工有限責任公司) ("Hongyuan Petrochemical"), the single lessee of the Special Scheme, was in a state of suspension of production, and Hongyuan Petrochemical had been taken legal procedures by many financial institutions to collect debts. The early termination of the Special Scheme was triggered by the risk that Hongyuan Petrochemical could not pay the rent in full. In order to safeguard the legitimate rights and interests of the priority holders of this Project, on 15 January 2018, the Company filed a lawsuit with the Beijing High People's Court, suing Qinghui Leasing Co., Ltd. (慶匯租賃有限公司) ("Qinghui Leasing"), the equity originator of the Special Scheme, and Hongyuan Petrochemical with a total amount of approximately RMB530 million, and the Beijing High People's Court filed the case on 22 January 2018. On 17 November 2021, the Beijing High People's Court ruled on such case and suspended the trial as involving criminal cases. In December 2021, the High People's Court of Shaanxi Province made a final judgment on the criminal cases involved. On 11 August 2022, the Company agreed to Qinghui Leasing's application to add King & Wood Mallesons, China Chengxin Certification and Evaluation Information Technology Co., Ltd. (中誠信證評資料科技有限公司) and BDO China Shu Lun Pan CPAs as defendants, and applied to the Beijing High People's Court to change the litigation request to order the defendants to jointly bear the losses and legal fees of the Company. On 14 July 2023, Beijing High People's Court ruled on such case and rejected the application made by the Company. On 25 July 2023, the Company filed an appeal to the Supreme People's Court through the Beijing High People's Court, and the Company received a notice of acceptance of the case from the Supreme People's Court on 8 March 2024. On 30 June 2025, the Company received the second-instance ruling from the Supreme People's Court, which the Supreme People's Court has revoked the first-instance ruling and instructing the Beijing High People's Court to conduct the trial. On 24 September 2025 and 23 December 2025, two hearings were held in this case at the Beijing High People's Court. As at the end of 2025, the Company had not yet received the judgement. At the end of May 2026, following a ruling by the Beijing No. 1 Intermediate People's Court ordering the substantive consolidation and bankruptcy liquidation of Zhongzhi Enterprise Group Co., Ltd.* (中植企業集團有限公司) and 316 associated enterprises (including Qinghui Leasing), the Beijing High People's Court ruled to stay proceedings in this case. In June 2026, the Company completed the filing of its creditor claims with the insolvency administrator in accordance with the announcement issued by the Beijing No. 1 Intermediate People's Court.

III. SIGNIFICANT LAWSUITS AND ARBITRATIONS (CONTINUED)

(II) Subsequent Progress of the Significant Lawsuits and Arbitrations in the Previous Years (continued)

2. Cases involving the Company as the defendant in Lawsuits with Hualing Series Investors

For details of the case, please refer to II. "Significant Lawsuits and Arbitrations" in Section 7 "Other Material Particulars" of the 2025 annual report of the Company.

(1) Infringement case filed by Canny Elevator and Ms. Zhu Xiaojuan

In June 2024, Canny Elevator and Ms. Zhu Xiaojuan separately filed a lawsuit against the Company, Beijing Dahanhua Energy Group Co., Ltd. (北京大瀚發能源集團有限公司) and Shanghai Huamu International Trade Co., Ltd. (上海華木國際貿易有限公司) with the Huqiu People's Court of Suzhou on the ground of tort liability dispute, claiming joint compensation for their investment principal and income from the defendants. Subsequent to the Company's assertion of jurisdiction objection, the case of Canny Elevator was transferred to Chongming District People's Court of Shanghai for further trial, which was heard in court on 29 October 2025. On 30 June 2026, the Company received the Civil Ruling from Chongming District People's Court of Shanghai, which granted Canny Elevator's application to withdraw its claim. The case of Ms. Zhu Xiaojuan is still under further trial by the Huqiu District People's Court of Suzhou. On 17 September 2025, Suzhou Huqiu District People's Court issued a first-instance judgment, holding the Company not liable on the grounds that the Company had performed its contractual obligations in accordance with the agreement, had no breach of contract and corresponding fault, and there was no causation link in between the performance of the contractual obligations by the Company under the agreement and the losses suffered by the Plaintiff(s). Ms. Zhu Xiaojuan has filed an appeal with the Intermediate People's Court of Suzhou on 7 October 2025, which has accepted the case. A pre-trial conference was held on 7 May 2026, and the judgement has not yet been handed down.

(2) Cases involving entrusted wealth management contract disputes with multiple other investors

Among the private equity fund products issued by Hualing Company as the manager, a total of 18 products for which the Company acts as the custodian failed to be redeemed upon maturity. As at the end of December 2025, multiple investors filed lawsuits with the Chongming District People's Court of Shanghai, claiming that the Company should compensate for 10% of their investment principal as losses. The Chongming District People's Court of Shanghai has issued a series of first-instance judgments successively. The Company has filed an appeal with the Shanghai Financial Court within the statutory appeal period. Those cases are currently proceeding in an orderly manner. As at 30 June 2026, the second-instance judgement ordered the Company to pay compensation totalling approximately RMB83.12 million.

IV. ENGAGEMENT OF AUDITORS

During the Reporting Period, the Company re-appointed Grant Thornton Certified Public Accountants as its domestic auditor for the year 2026 for providing relevant audit service and review service based on China Accounting Standards for Business Enterprises. The Company also re-appointed Grant Thornton Hong Kong Limited as its international auditor for the year 2026 for providing relevant audit and review services based on the IFRS Accounting Standards.

V. COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company exerts its effort in maintaining high quality corporate governance in order to protect the interest of its shareholders and enhance its corporate value and accountability. During the Reporting Period, the Company strictly complied with all provisions under Part 2 of the Corporate Governance Code, where applicable, and the Company will continue to review and enhance its corporate governance practices to ensure compliance with the Corporate Governance Code.

VI. CORPORATE GOVERNANCE

(I) General Meeting

The Articles of Association and the Rules of Procedure for General Meetings of the Company have stipulated the rights and obligations of shareholders and the convocation, voting and proposal of general meetings. During the Reporting Period, the Company convened 2 general meetings.

(II) Operation of the Board and its Special Committees

The Board comprises 11 Directors, including 2 executive Director (Mr. Zhu Yanhui *(Chairman)*, Mr. Yin Guohong), 5 non-executive Directors (Mr. Pang Jiemin, Mr. Luo Guohua, Mr. Li Yanyong, Mr. Xie Xin, Mr. Zhou Lijun *(Employee Representative Director)*) and 4 independent non-executive Directors (Mr. Chen Xin, Mr. Xu Hongcai, Ms. Cheng Zhuo, Mr. Qi Liang).

The Board consists of 4 special committees, including Strategy and Investment Committee, Risk Control and Supervisory Committee, Audit Committee and Remuneration and Nomination Committee. The special committees of the Board shall, within their terms of reference specified in the rules of respective procedures, conduct work and be accountable to the Board.

VI. CORPORATE GOVERNANCE (CONTINUED)

(II) Operation of the Board and its Special Committees (continued)

Composition of the current special committees of the Board:

Strategy and Investment Committee:	Zhu Yanhui *(Chairman of the Committee, executive Director)*, Yin Guohong *(executive Director)*, Pang Jiemin *(non-executive Director)*, Xu Hongcai *(independent non-executive Director)*, Qi Liang *(independent non-executive Director)*
Risk Control and Supervisory Committee:	Zhu Yanhui *(Chairman of the Committee, executive Director)*, Luo Guohua *(non-executive Director)*, Li Yanyong *(non-executive Director)*
Audit Committee:	Chen Xin *(Chairman of the Committee, independent non-executive Director)*, Luo Guohua *(non-executive Director)*, Cheng Zhuo *(independent non-executive Director)*, Qi Liang *(independent non-executive Director)*, Zhou Lijun *(non-executive Director)*
Remuneration and Nomination Committee:	Cheng Zhuo *(Chairlady of the Committee, independent non-executive Director)*, Xu Hongcai *(independent non-executive Director)*, Xie Xin *(non-executive Director)*

During the Reporting Period, the Board convened 9 meetings to consider 39 proposals; the Strategy and Investment Committee convened 2 meetings, the Risk Control and Supervisory Committee convened 3 meetings, the Audit Committee convened 5 meetings, and the Remuneration and Nomination Committee convened 4 meetings.

The Audit Committee has reviewed and confirmed this report.

VII. COMPLIANCE WITH MODEL CODE

The Company has also adopted the Model Code as its code of conduct regarding securities transactions by the Directors. The Company has made specific enquiry of all Directors, and all Directors confirmed that they had complied with the required standards set out in the Model Code during the Reporting Period.

VIII. DIRECTOR SERVICE CONTRACT

No Directors entered into any service contract with the Company or its subsidiaries which shall be compensated (except for statutory compensation) upon termination within one year.

IX. DIRECTORS' RIGHT TO PURCHASE SHARES OR DEBENTURES

During the Reporting Period, no Directors of the Company or their respective spouse or children under the age of 18 purchased the shares or debentures of the Company to obtain rights, or such persons exercised any such right; or no arrangements have been made by the Company or any of its subsidiaries to entitle such right to the Company's Directors or their respective spouse or children under the age of 18 in any other body corporate.

I. SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2026, to the knowledge of the Directors after having made reasonable enquiries, the following persons (excluding the Directors or chief executives of the Company) had interests or short positions in shares or underlying shares of the Company which are required to be notified to the Company pursuant to Divisions 2 and 3 of Part XV of the SFO, as recorded in the register required to be kept pursuant to Section 336 of the SFO:

Names of substantial shareholders	Class of shares	Nature of interest	Number of shares held *(shares)*	Approximate percentage of total number of issued shares of the Company[1] *(%)*	Approximate percentage of the Company's total issued Domestic Shares/H Shares[1] *(%)*	Long positions/ short positions/ shares available for lending
Huarong Zonghe Investment[2]	Domestic Shares	Beneficial owner	569,895,304	21.8806	26.4610	Long positions
Financial Street Xihuan Properties[3]	Domestic Shares	Beneficial owner	211,472,315	8.1193	9.8189	Long positions
Huarong Infrastructure[3]	Domestic Shares	Interests of controlled corporation	211,472,315	8.1193	9.8189	Long positions
Financial Street Investment[2,3,4]	Domestic Shares	Interests of controlled corporation	781,367,619	29.9999	36.2799	Long positions
Financial Street Capital[2,3,4]	Domestic Shares	Interests of controlled corporation	781,367,619	29.9999	36.2799	Long positions
SASAC Xicheng District[2,3,4]	Domestic Shares	Interests of controlled corporation	781,367,619	29.9999	36.2799	Long positions
Tianfeng Securities	Domestic Shares	Beneficial owner	440,618,114	16.9171	20.4585	Long positions
Baotou Huazi	Domestic Shares	Beneficial owner	308,000,000	11.8254	14.3008	Long positions
Huifa Technology[5]	Domestic Shares	Beneficial owner	154,000,000	5.9127	7.1504	Long positions
Ms. Chen Shan[5]	Domestic Shares	Interests of controlled corporation	154,000,000	5.9127	7.1504	Long positions
Mr. Shen Weimin[5]	Domestic Shares	Interests of controlled corporation	154,000,000	5.9127	7.1504	Long positions
Hongzhi Huitong[6]	Domestic Shares	Beneficial owner	123,500,000	4.7417	5.7343	Long positions
Shaanxi Tianchen[6]	Domestic Shares	Interests of controlled corporation	123,500,000	4.7417	5.7343	Long positions
Hangzhou Ruisi[6]	Domestic Shares	Interests of controlled corporation	123,500,000	4.7417	5.7343	Long positions
Suzhou Bingtai[6]	Domestic Shares	Interests of controlled corporation	123,500,000	4.7417	5.7343	Long positions
Mr. Zhou Zhiqiang[6]	Domestic Shares	Interests of controlled corporation	123,500,000	4.7417	5.7343	Long positions
Glowing Lane Limited[7]	H Shares	Beneficial owner	124,724,000	4.7887	27.6644	Long positions
KUO YUNG CHUN[7]	H Shares	Interests of controlled corporation	124,724,000	4.7887	27.6644	Long positions
Ravi Global Limited[8]	H Shares	Beneficial owner	123,206,000	4.7304	27.3277	Long positions
Quick Idea Investments Limited[8]	H Shares	Interests of controlled corporation	123,206,000	4.7304	27.3277	Long positions
G-Resources Group Limited[8]	H Shares	Interests of controlled corporation	123,206,000	4.7304	27.3277	Long positions
Guotai Fund Management Co., Ltd. (國泰基金管理有限公司)	H Shares	Investment manager	72,161,000	2.7706	16.0057	Long positions

I. SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OF THE COMPANY (CONTINUED)

Notes:

1. As at 30 June 2026, there was a total of 2,604,567,412 shares of the Company in issue, comprising 2,153,721,412 Domestic Shares and 450,846,000 H Shares.

2. 100% of the equity interest in Huarong Zonghe Investment is held by Financial Street Investment. Therefore, Financial Street Investment is deemed to be interested in the 569,895,304 Domestic Shares held by Huarong Zonghe Investment.

3. 90.00% of the equity interest in Financial Street Xihuan Properties is held by Huarong Infrastructure, and 100% of the equity interest in Huarong Infrastructure is held by Financial Street Investment. Therefore, each of Huarong Infrastructure and Financial Street Investment are deemed to be interested in the 211,472,315 Domestic Shares held by Financial Street Xihuan Properties.

4. 62.06% and 37.94% of the equity interest in Financial Street Investment is held by Financial Street Capital and SASAC Xicheng District, respectively, and 100% of the equity interest of Financial Street Capital is held by SASAC Xicheng District. Therefore, each of Financial Street Capital and SASAC Xicheng District is deemed to be interested in the 781,367,619 Domestic Shares held indirectly by Financial Street Investment.

5. 53.33% and 46.67% of the equity interest in Huifa Technology is held by Mr. Shen Weimin (沈為民) and Ms. Chen Shan (陳姍), respectively. Therefore, each of Mr. Shen Weimin (沈為民) and Ms. Chen Shan (陳姍) is deemed to be interested in the 154,000,000 Domestic Shares held by Huifa Technology.

6. 97.67% of the equity interest in Hongzhi Huitong is held by Shaanxi Tianchen. 98.67% of the equity interest in Shaanxi Tianchen is held by Hangzhou Ruisi. 100% of the equity interest in Hangzhou Ruisi is held by Suzhou Bingtai. 81.82% of the equity interest in Suzhou Bingtai is held by Mr. Zhou Zhiqiang (周志強). Therefore, each of Shaanxi Tianchen, Hangzhou Ruisi, Suzhou Bingtai and Mr. Zhou Zhiqiang (周志強) is deemed to be interested in the 123,500,000 Domestic Shares held by Hongzhi Huitong.

7. 100% of the equity interest in Glowing Lane Limited is held by KUO YUNG CHUN. Therefore, KUO YUNG CHUN is deemed to be interested in the 124,724,000 H Shares held by Glowing Lane Limited.

8. 100% of the equity interest in Ravi Global Limited is held by Quick Idea Investments Limited. 100% of the equity interest in Quick Idea Investments Limited is held by G-Resources Group Limited. Therefore, each of Quick Idea Investments Limited and G-Resources Group Limited is deemed to be interested in the 123,206,000 H Shares held by Ravi Global Limited.

Save as disclosed above, as at 30 June 2026, the Company is not aware of any other persons (excluding the Directors and chief executives of the Company) having any interest or short position in the shares or underlying shares of the Company which will be required to be recorded in the register under Section 336 of the SFO.

II. INTERESTS AND SHORT POSITIONS OF DIRECTORS AND CHIEF EXECUTIVES IN THE SHARES, UNDERLYING SHARES OR DEBENTURES OF THE COMPANY AND ANY OF ITS ASSOCIATED CORPORATIONS

As at 30 June 2026, based on the information acquired by the Company and to the knowledge of the Directors, the Directors and chief executives of the Company have no (i) interests and short positions (including interests and short positions which they were taken or deemed to have under such provisions of the SFO) which shall be notified to the Company and the Hong Kong Stock Exchange in accordance with Sections 7 and 8 of Part XV under the SFO, or (ii) interests or short positions which shall be recorded in the interests register in accordance with section 352 of the SFO, or (iii) interest and short positions which shall be notified to the Company and the Hong Kong Stock Exchange in accordance with the requirements of the Model Code in the shares, underlying shares or debentures of the Company or any of its associated corporations (as defined in Part XV of the SFO).

III. PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries has purchased, redeemed or sold any listed securities (including sale of treasury shares (within the meaning of the Listing Rules)) of the Company during the Reporting Period. As at the end of the Reporting Period, the Company did not hold any treasury shares.

Section VII Directors, Senior Management and Employees

I. CHANGES IN DIRECTORS AND SENIOR MANAGEMENT

Save for the followings, there was no change in details of Directors which are required to be disclosed pursuant to Rule 13.51B of the Listing Rules as compared with those disclosed in the 2025 annual report.

(I) Changes in Directors

1. On 8 June 2026, the Board received the resignation report submitted by Mr. Wang Linjing applying to resign as a non-executive Director of the fifth session of the Board. Mr. Wang Linjing resigned as a non-executive Director of the fifth session of the Board with effect from 8 June 2026.

2. On 3 July 2026, the resolution in relation to the Election of Mr. Luo Guohua as a non-executive Director of the fifth session of the Board was considered and approved at the 2026 second extraordinary general meeting. Mr. Luo Guohua was appointed as a non-executive Director of the fifth session of the Board for a term commencing from 3 July 2026 until the expiration of the term of office of the fifth session of the Board.

(II) Changes in Senior Management

None in the Reporting Period.

(III) Change in Directors' information

1. Mr. Yin Guohong ceased to be the legal representative and chairman of Hengtai Futures with effect from May 2026; and he has been a director of Hengtai Futures since May 2026.

2. Mr. Luo Guohua has been a director of Tianfeng Securities since July 2026.

3. Mr. Chen Xin has served as a director of Jinghe Gongchuang Technology (Shanghai) Co., Ltd. since July 2026.

II. EMPLOYEES, REMUNERATION POLICY AND TRAINING

As at the end of the Reporting Period, the Group had 2,454 employees in total, including 2,052 employees of the Company and 402 employees of its subsidiaries.

The Company has established a stable and long-term remuneration management mechanism that integrates incentives and constraints, and integrates fairness and efficiency, aiming to implement the principle of prudent operation, ensure compliance requirements, and promote positive incentives, so as to consolidate the governance foundation, risk control foundation, compliance foundation, cultural foundation and talent foundation for high-quality development. The Company has built a diversified remuneration structure consisting of fixed remuneration, variable remuneration, benefits, allowances and long-term incentives, continuously improved the income distribution system, and given full play to the positive guiding role of remuneration management. The Company has established and continuously improved a mechanism for deferred payment of remuneration allocation and a mechanism for recovery, deduction and suspension of variable remuneration, completely utilizing the role of remuneration in corporate governance and risk control and promoting its prudent operation and sustainable development. The Company has made contributions to various social insurance, housing provident funds and enterprise annuities on behalf of employees in accordance with relevant laws and regulations of the PRC, providing employees with diversified welfare protection and long-term incentives. The Company has strictly observed the Labor Law of the PRC, Labor Contract Law of the PRC and other applicable laws and regulations, and has established a sound human resources management system and process to ensure its recruitment complies with regulation, thus effectively protecting the rights and interests of the employees.

The Company has always paid special attention to the improvement of staff capabilities in various dimensions including professional service capabilities and management capabilities. The Company formulated the 2026 Training Plan at the beginning of 2026 based on the Company's development strategy, business objectives and actual needs of employees. During the Reporting Period, various trainings regarding compliance and risk management, Party building, internal control, macroeconomics and professional courses were organized and carried out. A total of 75 training sessions were organized and implemented following a total of 7,349 participants and a training coverage rate of 100%, so as to improve the comprehensive quality and professional capabilities of all staff. Meanwhile, the Company focused on implementing special talent development programs such as the "Kunpeng Program (鯤鵬計劃) – Phase III", "Hundred Talents Program (百人計劃) – Phase II" and "Eagle Program (雛鷹計劃)", which deepened the development of talent supply chains, built long-term competitiveness and provided talent support for the long-term and prudent development of the Company.

Independent Review Report

GrantThornton
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To the Board of Directors of Financial Street Securities Co., Limited
(a joint stock company incorporated in the People's Republic of China with limited liability)

INTRODUCTION

We have reviewed the condensed consolidated interim financial statements of Financial Street Securities Co., Limited (the "Company") and its subsidiaries (together, the "Group") set out on pages 48 to 92, which comprise the condensed consolidated statement of financial position as at 30 June 2026 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended, and notes to the condensed consolidated interim financial statements, including material accounting policy information. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on the interim financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34") as issued by the International Accounting Standards Board. The directors of the Company are responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with IAS 34. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

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" as issued by the Hong Kong Institute of Certified Public Accountants. A review of condensed consolidated interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34.

Grant Thornton Hong Kong Limited
Certified Public Accountants
11th Floor, Lee Garden Two
28 Yun Ping Road
Causeway Bay
Hong Kong SAR

21 August 2026

Lam Wai Ping
Practising Certificate No.: P07826

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

for the six months ended 30 June 2026

		Six months ended 30 June	
		2026	2025
	Notes	***RMB'000***	*RMB'000*
		(unaudited)	(unaudited)
Fees and commission income	3	**1,093,314**	838,699
Interest income	4	**385,545**	353,446
Net investment income	5	**323,164**	258,674
Other income and gains	6	**42,496**	214,823
Total operating income		**1,844,519**	1,665,642
Fees and commission expenses	7	**(180,171)**	(118,523)
Interest expenses	8	**(190,238)**	(195,238)
Staff costs	9	**(676,802)**	(604,588)
Depreciation and amortisation	10	**(83,979)**	(92,141)
Taxes and surcharges		**(9,862)**	(8,662)
Other operating expenses	11	**(299,958)**	(208,881)
Reversal of impairment losses/(Impairment losses), net	12	**1,498**	(106,746)
Unrealised fair value losses from financial assets at fair value through profit or loss ("**FVTPL**")		**(85,787)**	(16,504)
Total operating expenses		**(1,525,299)**	(1,351,283)
Profit before income tax		**319,220**	314,359
Income tax expense	13	**(81,062)**	(104,859)
Profit for the period		**238,158**	209,500

	Note	Six months ended 30 June	
		2026	2025
		RMB'000	*RMB'000*
		(unaudited)	(unaudited)
Other comprehensive (loss)/income:			
Item that may not be reclassified subsequently to profit or loss:			
Equity investments at fair value through other comprehensive income ("FVTOCI")			
– Net change in fair value		**(88,876)**	20,305
– Income tax impact		**22,219**	(5,076)
		(66,657)	15,229
Item that may be reclassified subsequently to profit or loss:			
Debt investments at FVTOCI			
– Net change in fair value		**1,576**	(9,396)
– Income tax impact		**(394)**	2,349
		1,182	(7,047)
Other comprehensive (loss)/income for the period, net of tax		**(65,475)**	8,182
Total comprehensive income for the period		**172,683**	217,682
Profit/(Loss) for the period attributable to:			
Ordinary shareholders of the Company		**239,653**	240,733
Non-controlling interests		**(1,495)**	(31,233)
		238,158	209,500
Total comprehensive income/(loss) for the period attributable to:			
Ordinary shareholders of the Company		**174,178**	248,915
Non-controlling interests		**(1,495)**	(31,233)
		172,683	217,682
Earnings per share			
Basic and diluted	14	**RMB0.0920**	RMB0.0924

Condensed Consolidated Statement of Financial Position

as at 30 June 2026

	Notes	**As at 30 June 2026 *RMB'000* (unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Non-current assets			
Property and equipment	15	**263,605**	256,205
Right-of-use assets	16	**72,008**	83,305
Investment properties		**29,848**	30,936
Goodwill		**43,739**	43,739
Intangible assets		**135,548**	149,101
Refundable deposits		**1,830,750**	1,309,501
Deferred tax assets		**869,388**	832,428
Other non-current assets	17	**72,378**	69,065
Total non-current assets		**3,317,264**	2,774,280
Current assets			
Margin account receivables	18	**7,346,380**	6,535,750
Other current assets	19	**456,381**	424,877
Placements with a financial institution	20	**62,862**	62,862
Financial assets held under resale agreements	21	**234,130**	167,901
Financial assets at FVTOCI	22	**1,236,738**	656,068
Financial assets at FVTPL	23	**9,120,481**	9,060,542
Derivative financial assets		**–**	791
Cash held on behalf of brokerage clients	24	**22,914,492**	19,884,148
Clearing settlement funds		**863,676**	773,001
Cash and bank balances	25	**2,596,645**	2,660,172
Total current assets		**44,831,785**	40,226,112
Total assets		**48,149,049**	43,000,392

	Notes	**As at 30 June 2026** ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Current liabilities			
Debt instruments	26	**3,094,973**	4,378,635
Placements from a financial institution		**3,500,000**	3,500,000
Account payables to brokerage clients	27	**24,119,141**	20,673,825
Employee benefit payables		**665,515**	662,808
Contract liabilities		**65**	29
Lease liabilities		**40,037**	44,170
Other current liabilities	28	**807,730**	740,898
Financial assets sold under repurchase agreements	29	**2,046,832**	1,276,020
Derivative financial liabilities		**3,480**	2,210
Current tax liabilities		**126,977**	74,039
Total current liabilities		**34,404,750**	31,352,634
Net current assets		**10,427,035**	8,873,478
Total assets less current liabilities		**13,744,299**	11,647,758
Non-current liabilities			
Debt instruments	26	**4,049,090**	2,081,416
Lease liabilities		**23,961**	27,790
Other non-current liabilities	28	**684,800**	684,800
Deferred tax liabilities		**–**	918
Total non-current liabilities		**4,757,851**	2,794,924
Net assets		**8,986,448**	8,852,834

Condensed Consolidated Statement of Financial Position

as at 30 June 2026

	Note	**As at 30 June 2026 RMB'000 (unaudited)**	As at 31 December 2025 RMB'000 (audited)
Equity			
Share capital	30	**2,604,567**	2,604,567
Share premium		**1,665,236**	1,665,236
Reserves		**4,462,661**	4,327,552
Total equity attributable to ordinary shareholders of the Company		**8,732,464**	8,597,355
Non-controlling interests		**253,984**	255,479
Total equity		**8,986,448**	8,852,834

Approved by the Board of Directors on 21 August 2026 and are signed on its behalf by:

Zhu Yanhui
Chairman of Board of Directors

Yu Lei
Chief Financial Officer

Condensed Consolidated Statement of Changes in Equity

for the six months ended 30 June 2026

	Attributable to ordinary shareholders of the Company									
	Share capital *RMB'000*	Share premium *RMB'000*	Surplus reserve *RMB'000*	General risk reserve *RMB'000*	Transaction risk reserve *RMB'000*	Investment revaluation reserve *RMB'000*	Retained profits *RMB'000*	Total *RMB'000*	Non-controlling interests *RMB'000*	Total equity *RMB'000*
As at 1 January 2026 (audited)	**2,604,567**	**1,665,236**	**726,581**	**1,135,921**	**850,692**	**(32,244)**	**1,646,602**	**8,597,355**	**255,479**	**8,852,834**
Profit for the period	**–**	**–**	**–**	**–**	**–**	**–**	**239,653**	**239,653**	**(1,495)**	**238,158**
Other comprehensive loss for the period	**–**	**–**	**–**	**–**	**–**	**(65,475)**	**–**	**(65,475)**	**–**	**(65,475)**
Total comprehensive income for the period	**–**	**–**	**–**	**–**	**–**	**(65,475)**	**239,653**	**174,178**	**(1,495)**	**172,683**
Appropriation to general risk reserve	**–**	**–**	**–**	**5,901**	**–**	**–**	**(5,901)**	**–**	**–**	**–**
Dividend (note 31)	**–**	**–**	**–**	**–**	**–**	**–**	**(39,069)**	**(39,069)**	**–**	**(39,069)**
Transactions with ordinary shareholders	**–**	**–**	**–**	**5,901**	**–**	**–**	**(44,970)**	**(39,069)**	**–**	**(39,069)**
As at 30 June 2026 (unaudited)	**2,604,567**	**1,665,236**	**726,581**	**1,141,822**	**850,692**	**(97,719)**	**1,841,285**	**8,732,464**	**253,984**	**8,986,448**
As at 1 January 2025 (audited)	2,604,567	1,665,236	682,940	1,073,607	804,352	(9,122)	1,473,953	8,295,533	411,490	8,707,023
Profit for the period	–	–	–	–	–	–	240,733	240,733	(31,233)	209,500
Other comprehensive income for the period	–	–	–	–	–	8,182	–	8,182	–	8,182
Total comprehensive income for the period	–	–	–	–	–	8,182	240,733	248,915	(31,233)	217,682
Appropriation to general risk reserve	–	–	–	6,458	–	–	(6,458)	–	–	–
As at 30 June 2025 (unaudited)	2,604,567	1,665,236	682,940	1,080,065	804,352	(940)	1,708,228	8,544,448	380,257	8,924,705

Condensed Consolidated Statement of Cash Flows

for the six months ended 30 June 2026

		Six months ended 30 June	
		2026	2025
	Note	***RMB'000***	*RMB'000*
		(unaudited)	(unaudited)
Net cash generated from operating activities		**180,043**	389,736
Cash flows from investing activities			
Proceeds from disposal of property and equipment		**258**	148
Purchases of property and equipment, intangible assets and other non-current assets		**(48,576)**	(29,241)
(Purchases)/Proceeds of financial assets at FVTOCI, net		**(657,625)**	480,200
Decrease/(Increase) in time deposits with original maturities exceeding three months		**346,000**	(145,600)
Net cash (used in)/generated from investing activities		**(359,943)**	305,507
Cash flows from financing activities			
Proceeds from issuance of debt instruments		**2,950,000**	1,500,000
Repayments of debt instruments		**(2,250,000)**	(2,190,000)
Interest paid for financing activities		**(107,392)**	(122,990)
Payment of lease liabilities		**(28,352)**	(37,362)
Net cash generated from/(used in) financing activities		**564,256**	(850,352)
Net increase/(decrease) in cash and cash equivalents		**384,356**	(155,109)
Cash and cash equivalents at the beginning of the period		**2,674,308**	2,242,066
Effect of foreign exchange rate changes		**(970)**	(187)
Cash and cash equivalents at the end of the period	25	**3,057,694**	2,086,770

1. BASIS OF PREPARATION

These condensed consolidated interim financial statements (the "Interim Financial Information") of the Company's and its subsidiaries (together, referred to as the "Group") for the six months ended 30 June 2026 have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" as issued by the International Accounting Standards Board ("IASB") and the applicable disclosures required by the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The Interim Financial Information does not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025. The accounting policies and accounting estimates and judgments used in the preparation of the Interim Financial Information are consistent with those used in the annual consolidated financial statements for the year ended 31 December 2025 except as stated below.

The Interim Financial Information is presented in thousands of Renminbi ("RMB'000"), unless otherwise stated.

2. ADOPTION OF NEW AND AMENDED IFRS ACCOUNTING STANDARDS

2.1 Amended IFRS Accounting Standards that are effective for annual periods beginning on 1 January 2026

The Interim Financial Information for the six months ended 30 June 2026 has been prepared in accordance with the accounting policies adopted in the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the following amended IFRS Accounting Standards which are effective as of 1 January 2026.

Amendments to IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to IFRS 9 and IFRS 7	Contracts Referencing Nature-dependent Electricity
Amendments to IFRS Accounting Standards	Annual Improvements to IFRS Accounting Standards – Volume 11

Except for those mentioned below, the adoption of these amended IFRS Accounting Standards had no material impact on how the results and financial position of the Group for the current and prior periods have been prepared and presented.

2. ADOPTION OF NEW AND AMENDED IFRS ACCOUNTING STANDARDS (CONTINUED)

2.1 Amended IFRS Accounting Standards that are effective for annual periods beginning on 1 January 2026 (Continued)

Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"

The amendments to IFRS 9 and IFRS 7 are summarised as follows:

- clarified the date of recognition and derecognition of some financial assets and liabilities, with a new optional exception that permit some financial liabilities settled through an electronic payment system to be derecognised before the settlement date, provided that specific criteria are met;
- clarified and added further guidance for assessing whether a financial asset meets the solely payments of principal and interest criterion;
- added new disclosures for certain instruments with contractual terms that can change the cash flows (e.g. some financial instruments with features linked to the achievement of environment, social and governance targets); and
- introduced new disclosures for disposals of investments in equity instruments designated at FVTOCI.

As the Group did not hold any financial assets and financial liabilities within the scope of the amendments, their adoption did not have any impact on the Interim Financial Information. The Group will provide the additional disclosures relating to its equity instruments designated at FVTOCI in the Group's consolidated financial statements for the year ending 31 December 2026.

2.2 Issued but not yet effective IFRS Accounting Standards

At the date of authorisation of the Interim Financial Information, certain new and amended IFRS Accounting Standards have been published but are not yet effective, and have not been adopted early by the Group.

IFRS 18	Presentation and Disclosure in Financial Statements[1]
IFRS 19	Subsidiaries without Public Accountability: Disclosures and related amendments[1]
IFRS 20	Regulatory Assets and Regulatory Liabilities[2]
Amendments to IFRS 10 and IAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[3]
Amendments to IAS 21	Translation to a Hyperinflationary Presentation Currency[1]
Amendments to IAS 28	Fair Value Option for Investments in Associates and Joint Ventures[1]

1 Effective for annual periods beginning on or after 1 January 2027
2 Effective for annual periods beginning on or after 1 January 2029
3 Effective date not yet determined

The directors anticipate that all of the pronouncements will be adopted in the Group's accounting policy for the first period beginning on or after the effective date of the pronouncement. The new and amended IFRS Accounting Standards are not expected to have a material impact on the Group's Interim Financial Information.

3. FEES AND COMMISSION INCOME

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Fees and commission income arising from:		
– Securities brokerage business	**782,013**	544,618
– Assets management business	**113,683**	95,994
– Underwriting and sponsoring business	**61,070**	66,631
– Financial advisory business	**13,215**	21,237
– Future brokerage business	**52,163**	68,469
– Investment advisory business	**67,913**	37,051
– Custody business	**3,257**	4,699
Revenue from contracts with customers within the scope of IFRS 15	**1,093,314**	838,699

The following table shows revenue disaggregation by timing of revenue recognition:

	Securities and future brokerage businesses	**Assets management, financial and investment advisory businesses**	**Underwriting and sponsoring business**	**Custody business**	**Total**
	RMB'000				
For the six months ended 30 June 2026 (unaudited)					
– Over time	**–**	**194,811**	**–**	**3,257**	**198,068**
– Point in time	**834,176**	**–**	**61,070**	**–**	**895,246**
For the six months ended 30 June 2025 (unaudited)					
– Over time	–	154,282	–	4,699	158,981
– Point in time	613,087	–	66,631	–	679,718

4. INTEREST INCOME

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Interest income arising from:		
– Margin financing	**208,105**	182,693
– Deposits in financial institutions	**170,044**	143,221
– Financial assets held under resale agreements	**1,530**	2,136
– Financial assets at FVTOCI	**5,866**	25,396
	385,545	353,446

5. NET INVESTMENT INCOME

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Dividend and interest income from financial assets at FVTPL and FVTOCI	**99,563**	110,132
Net realised gains from disposal of financial assets at FVTPL and FVTOCI	**223,601**	148,542
	323,164	258,674

6. OTHER INCOME AND GAINS

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Foreign exchange loss, net	**(970)**	(186)
Rental income	**2,652**	2,342
Government grants *(note)*	**3,033**	2,803
Gain on disposal of property and equipment	**46**	126
Unrealised fair value gain on financial assets at FVTPL	**37,521**	209,372
Others	**214**	366
	42,496	214,823

Note: Government grants were received from several local government authorities for supporting the Group's operations, of which the entitlements were unconditional.

7. FEES AND COMMISSION EXPENSES

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Expenses arising from:		
– Securities brokerage business	**172,832**	112,604
– Underwriting and sponsoring business	**7,339**	5,919
	180,171	118,523

8. INTEREST EXPENSES

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Interest expenses arising from:		
– Account payables to brokerage clients	**7,494**	9,426
– Placements from a financial institution	**30,340**	31,375
– Financial assets sold under repurchase agreements	**13,156**	37,462
– Finance charges on lease liabilities	**771**	2,033
– Debt instruments	**133,629**	109,184
– Short-term borrowing from an immediate holding company	**–**	713
– Other investors of consolidated asset management schemes	**(119)**	(255)
– Compensation payable	**4,967**	5,300
	190,238	195,238

9. STAFF COSTS

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Short-term benefits	**603,797**	540,362
Severance payment	**5,467**	3,356
Defined contribution plan *(note)*	**67,538**	60,870
	676,802	604,588

Note: The Group is required to participate in pension schemes in the People's Republic of China (the "PRC") whereby the Group is required to pay contributions for its employees at certain rates of the wages of employees. The Group has no other material obligations for payment of retirement benefits to its employees beyond the contributions described above.

10. DEPRECIATION AND AMORTISATION

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Depreciation of:		
– property and equipment	**15,500**	18,077
– investment properties	**1,088**	1,088
– right-of-use assets	**31,687**	35,588
Amortisation of:		
– intangible assets	**29,367**	31,405
– leasehold improvements, long-term prepaid expenses and other foreclosed assets *(note 17)*	**6,337**	5,983
	83,979	92,141

11. OTHER OPERATING EXPENSES

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Business entertainment expenses	**7,661**	6,457
Business travel expenses	**7,301**	6,256
Consulting fees	**7,682**	11,951
Electronic software and IT service expenses	**117,549**	53,719
Miscellaneous office expenses	**1,190**	531
Other commission expenses	**24,610**	20,066
Outsourcing fee	**15,908**	17,609
Postal and communication expenses	**10,002**	10,652
Compensation expenses on litigations	**24,425**	8,843
Lease charges for short-term leases	**4,305**	3,981
Securities investor protection funds	**9,024**	8,214
Utilities and building management fees	**8,959**	9,243
Others *(note)*	**61,342**	51,359
	299,958	208,881

Note: Others mainly consist of marketing expenses, membership fee and other daily operating expenses.

12. (REVERSAL OF IMPAIRMENT LOSSES)/IMPAIRMENT LOSSES, NET

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
(Reversal of impairment losses)/Impairment losses on:		
– margin financing	**(2,064)**	3,598
– financial assets at FVTOCI	**(494)**	(105,753)
– other current assets	**1,060**	208,901
	(1,498)	106,746

13. INCOME TAX EXPENSE

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Current tax	**97,115**	70,786
Deferred tax	**(16,053)**	34,073
	81,062	104,859

The provision for the PRC's Enterprise Income Tax is calculated based on the statutory income tax rate of 25% (six months ended 30 June 2025: 25%).

14. EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the earnings for the period attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares in issue.

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Earnings		
Profit for the period attributable to ordinary shareholders of the Company	**239,653**	240,733
Number of shares		
Weighted average number of ordinary shares used in basic earnings per share calculation (in thousands)	**2,604,567**	2,604,567

For the six months ended 30 June 2026 and 2025, there were no dilutive potential ordinary shares, hence the diluted earnings per share equals to the basic earnings per share.

15. PROPERTY AND EQUIPMENT

During the six months ended 30 June 2026, the Group acquired property and equipment of approximately RMB23,112,000 (six months ended 30 June 2025: RMB8,990,000) and disposed property and equipment of approximately RMB212,000 (six months ended 30 June 2025: RMB22,000).

16. RIGHT-OF-USE ASSETS

During the six months ended 30 June 2026, the Group entered into 7 (six months ended 30 June 2025: 9) new lease agreements in respect of properties for initial periods ranging from two to five years (six months ended 30 June 2025: two to five years). These leases do not contain any option to renew the lease and subject to agreed fixed rental payment. For the six months ended 30 June 2026, the total additions to right-of-use assets amounted to RMB20,390,000 (six months ended 30 June 2025: RMB8,697,000).

17. OTHER NON-CURRENT ASSETS

	As at 30 June 2026	As at 31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Leasehold improvements, long-term prepaid expenses and other foreclosed assets *(Note)*	**37,398**	37,233
Prepayments	**34,980**	31,832
	72,378	69,065

Note: The movements of leasehold improvements, long-term prepaid expenses and other foreclosed assets are as below:

	As at 30 June 2026	As at 31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
At the beginning of the period/year	**37,233**	31,749
Additions	**6,502**	18,345
Amortisation	**(6,337)**	(12,861)
At the end of the period/year	**37,398**	37,233

18. MARGIN ACCOUNT RECEIVABLES

	As at 30 June 2026	As at 31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Individual receivables	**7,346,384**	6,516,380
Institution receivables	**55,455**	76,893
Less: accumulated impairment losses	**(55,459)**	(57,523)
	7,346,380	6,535,750

18. MARGIN ACCOUNT RECEIVABLES (CONTINUED)

The fair value of collaterals for margin financing business is analysed as follows:

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Equity securities	**23,348,361**	20,161,705
Cash	**1,196,395**	1,073,059
	24,544,756	21,234,764

As at 30 June 2026, the margin account receivables carried interests at 3.6% to 8.6% (31 December 2025 (audited): 4.0% to 8.6%) per annum.

19. OTHER CURRENT ASSETS

	Notes	**As at 30 June 2026** ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Accounts receivable	(a)	**167,460**	132,849
Interest receivables	(b)	**142,217**	165,606
Prepaid expenses		**13,756**	14,015
Income tax recoverable		**69,174**	65,094
Other receivables	(c)	**63,774**	47,313
		456,381	424,877

Notes:

(a) Accounts receivable

The ageing analysis of accounts receivable, based on the invoice date, is as follows:

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Within one year	**150,235**	113,019
Over one year	**216,151**	217,583
Less: accumulated impairment losses	**(198,926)**	(197,753)
	167,460	132,849

19. OTHER CURRENT ASSETS (CONTINUED)

Notes: *(Continued)*

(b) Interest receivables

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Financial assets at FVTOCI	**39,334**	43,437
Financial assets at FVTPL	**33,205**	57,226
Margin financing	**110,611**	107,198
Bank deposits	**6,139**	4,929
Financial assets held under resale agreements	**107,418**	107,418
Placements with a financial institution	**7,230**	7,226
Less: accumulated impairment losses	**(161,720)**	(161,828)
	142,217	165,606

(c) Other receivables

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Other receivables	**145,850**	129,394
Less: accumulated impairment losses	**(82,076)**	(82,081)
	63,774	47,313

20. PLACEMENTS WITH A FINANCIAL INSTITUTION

	As at 30 June 2026	As at 31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
A non-bank financial institution:		
Cost	**311,660**	311,660
Less: accumulated impairment losses	**(248,798)**	(248,798)
	62,862	62,862

During the year ended 31 December 2022, the Group placed RMB375,000,000 placements to GMK Finance Company Limited ("GMK Finance") through the National Interbank Funding Centre. Amount of RMB150,000,000 was due on 30 March 2022 and amount of RMB225,000,000 was due on 31 March 2022.On 28 March 2022, the Company and certain shareholders and related companies of GMK Finance ("GMK Group Companies") entered into a debt-creditor relationship confirmation and extension agreement to extend the placements to 22 April 2022 and the placements to be guaranteed by certain shareholders and related companies of GMK Finance. On 22 April 2022, GMK Finance and GMK Group Companies failed to make the repayment. Subsequently, the Group filed a civil claim to the Intermediate People's Court of Hohhot, Inner Mongolia Autonomous Region for demanding the repayment. On 14 July 2022, the Shandong Yanggu People's Court upheld GMK Group companies to be restructured. On 19 June 2023, the Intermediate People's Court of Hohhot, Inner Mongolia Autonomous Region ruled that GMK Finance for the repayment of RMB375,000,000 and the interest payable. On 10 July 2023, the Group filed a claim report of the payable of RMB375,000,000 and interest payable of RMB7,016,000 to the administrator of the restructuring of GMK Group Companies. On 28 June 2024, the Shandong Yanggu People's Court ruled to declare GMK Finance bankrupt. As at 30 June 2026, the restructure of GMK Group Companies is still in progress.

During the year ended 31 December 2025, the Group received RMB30,839,000 as a partial settlement of the amount due.

During the six months ended 30 June 2026, the Group did not receive any repayments from the GMK Group Companies.

As at 30 June 2026, the provision of expected credit loss on placements with a financial institution was RMB248,798,000 (31 December 2025 (audited): RMB248,798,000).

21. FINANCIAL ASSETS HELD UNDER RESALE AGREEMENTS

	As at 30 June 2026 *RMB'000* **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Analysis by collateral type:		
– Equity securities	**363,103**	363,103
– Debt securities	**287,321**	221,092
Less: accumulated impairment losses	**(416,294)**	(416,294)
	234,130	167,901
Analysis by market:		
– Shenzhen Stock Exchange	**431,521**	481,206
– Shanghai Stock Exchange	**218,903**	102,989
Less: accumulated impairment losses	**(416,294)**	(416,294)
	234,130	167,901

As at 30 June 2026, the fair values of the collaterals amounted to RMB340,050,000 (31 December 2025 (audited): RMB310,147,000).

As at 30 June 2026, the financial assets held under resale agreements carried interests at 1.4% to 1.7% (31 December 2025 (audited): 1.8% – 2.1%) per annum.

22. FINANCIAL ASSETS AT FVTOCI

	As at 30 June 2026 **RMB'000** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Analysis by collateral type:		
– Debt securities	**674,938**	651,760
– Equity securities	**561,800**	4,308
	1,236,738	656,068
Analysis into:		
– Listed outside Hong Kong	**187,930**	234,769
– Listed in Hong Kong	**492,483**	–
– Unlisted	**556,325**	421,299
	1,236,738	656,068
Accumulated impairment losses	**46,993**	47,487

Financial assets at FVTOCI comprise debt securities and equity securities which are not held for trading.

As at 30 June 2026, the financial assets at FVTOCI carried interests at 2.2% to 7.5% (31 December 2025 (audited): 1.9% to 7.5%) per annum.

23. FINANCIAL ASSETS AT FVTPL

	As at 30 June 2026 **RMB'000** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Held for trading:		
– Debt securities	**4,442,149**	4,216,098
– Equity securities	**1,925,464**	1,964,620
– Investment funds	**1,962,924**	2,304,552
– Assets management schemes	**759,822**	545,149
– Collective trust schemes	**30,122**	30,123
	9,120,481	9,060,542
Analysis into:		
– Listed in Hong Kong	**107,922**	136,655
– Listed outside Hong Kong	**3,755,549**	3,451,624
– Unlisted	**5,257,010**	5,472,263
	9,120,481	9,060,542

24. CASH HELD ON BEHALF OF BROKERAGE CLIENTS

The Group maintains segregated deposit accounts with banks and authorised institutions to hold clients' monies arising from its normal course of business. The Group classified the brokerage clients' monies as cash held on behalf of brokerage clients under the current assets of the condensed consolidated statement of financial position, and recognised the corresponding account payables to the respective brokerage clients on the grounds that the Group is liable for any loss or misappropriation of their brokerage clients' monies. Cash held on behalf of brokerage clients for their transaction and settlement purposes is subject to regulatory oversight by third-party depository institutions in accordance with China Securities Regulatory Commission regulations.

25. CASH AND CASH EQUIVALENTS

	As at 30 June 2026 *RMB'000* **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Cash in hand	**2**	2
Bank balances	**2,596,643**	2,660,170
Cash and bank balances per condensed consolidated statement of financial position	**2,596,645**	2,660,172
Add: clearing settlement funds	**863,676**	773,001
Add: financial assets held under resale agreements with original maturities within three months	**234,130**	221,092
Less: time deposits with original maturities exceeding three months	**(180,000)**	(526,000)
Less: restricted bank deposits	**(456,757)**	(453,957)
Cash and cash equivalents per condensed consolidated statement of cash flows	**3,057,694**	2,674,308

Restricted bank deposits represent future risk reserve and deposits restricted for the payment of compensation provisions.

26. DEBT INSTRUMENTS

	As at 30 June 2026 *RMB'000* **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Beneficiary certificates	**2,050,000**	1,850,000
Subordinated bonds	**2,949,090**	2,475,643
Long-term corporate bonds	**1,944,973**	1,934,408
Subordinated debts	**200,000**	200,000
	7,144,063	6,460,051
Analysis by remaining maturity:		
Current – Within one year	**3,094,973**	4,378,635
Non-current – Between two to five years	**4,049,090**	2,081,416
	7,144,063	6,460,051

26. DEBT INSTRUMENTS (CONTINUED)

Beneficiary certificates

As at 30 June 2026 (unaudited)

					Par value					
Name	Par value	Issuance date	Due date	Interest rate	As at 1 January 2026	Issuance	Redemption	As at 30 June 2026	Accrued interest	Book value as at 30 June 2026
	RMB'000				*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
恒創泰富No.60	400,000	11.02.2025	02.02.2026	2.80%	400,000	–	(400,000)	–	–	–
恒富No.41	50,000	13.06.2025	26.05.2026	2.60%	50,000	–	(50,000)	–	–	–
恒創泰富No.63	200,000	09.07.2025	09.07.2026	2.40%	200,000	–	–	200,000	4,695	200,000
恒創泰富No.64	100,000	12.08.2025	11.02.2026	2.28%	100,000	–	(100,000)	–	–	–
恒創泰富No.65	300,000	05.09.2025	03.09.2027	2.60%	300,000	–	–	300,000	6,390	300,000
金街匯贏No.1	300,000	21.10.2025	21.10.2027	2.50%	300,000	–	–	300,000	5,199	300,000
金街匯贏No.2	300,000	12.11.2025	11.11.2027	2.50%	300,000	–	–	300,000	4,747	300,000
金街匯贏No.3	200,000	26.11.2025	26.05.2026	2.10%	200,000	–	(200,000)	–	–	–
金街匯贏No.4	300,000	20.05.2026	24.07.2026	1.75%	–	300,000	–	300,000	604	300,000
金街匯贏No.5	650,000	20.05.2026	28.10.2026	1.80%	–	650,000	–	650,000	1,346	650,000
					1,850,000	950,000	(750,000)	2,050,000	22,981	2,050,000

26. DEBT INSTRUMENTS (CONTINUED)

Beneficiary certificates (Continued)

As at 31 December 2025 (audited)

Name	Par value	Issuance date	Due date	Interest rate	Par value: As at 1 January 2025	Par value: Issuance	Par value: Redemption	Par value: As at 31December 2025	Accrued interest	Book value as at 31 December 2025
	RMB'000				RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
恒創泰富No.49	400,000	26.01.2024	23.01.2025	3.30%	400,000	–	(400,000)	–	–	–
恒創泰富No.50	400,000	26.01.2024	23.01.2025	3.25%	400,000	–	(400,000)	–	–	–
恒富No.35	40,000	08.02.2024	06.02.2025	3.30%	40,000	–	(40,000)	–	–	–
恒創泰富No.52	400,000	02.08.2024	05.02.2025	2.79%	400,000	–	(400,000)	–	–	–
恒富No.38	50,000	30.08.2024	03.03.2025	2.60%	50,000	–	(50,000)	–	–	–
恒創泰富No.54	260,000	24.09.2024	24.09.2025	2.90%	260,000	–	(260,000)	–	–	–
恒富No.39	30,000	25.09.2024	25.09.2025	2.80%	30,000	–	(30,000)	–	–	–
恒富No.40	10,000	25.09.2024	25.09.2025	2.90%	10,000	–	(10,000)	–	–	–
恒創泰富No.55	200,000	17.10.2024	17.10.2025	2.85%	200,000	–	(200,000)	–	–	–
恒創泰富No.56	300,000	23.10.2024	23.07.2025	2.95%	300,000	–	(300,000)	–	–	–
恒創泰富No.57	30,000	25.10.2024	24.10.2025	2.85%	30,000	–	(30,000)	–	–	–
恒創泰富No.58	300,000	17.12.2024	24.03.2025	2.50%	300,000	–	(300,000)	–	–	–
恒創泰富No.59	300,000	22.01.2025	23.04.2025	2.30%	–	300,000	(300,000)	–	–	–
恒創泰富No.60	400,000	11.02.2025	02.02.2026	2.80%	–	400,000	–	400,000	9,942	400,000
恒創泰富No.61	300,000	28.03.2025	27.06.2025	2.40%	–	300,000	(300,000)	–	–	–
恒創泰富No.62	300,000	29.04.2025	28.07.2025	2.40%	–	300,000	(300,000)	–	–	–
恒富No.41	50,000	13.06.2025	26.05.2026	2.60%	–	50,000	–	50,000	719	50,000
恒創泰富No.63	200,000	09.07.2025	09.07.2026	2.40%	–	200,000	–	200,000	2,315	200,000
恒創泰富No.64	100,000	12.08.2025	11.02.2026	2.28%	–	100,000	–	100,000	887	100,000
恒富No.42	50,000	15.08.2025	29.12.2025	2.28%	–	50,000	(50,000)	–	–	–
恒創泰富No.65	300,000	05.09.2025	03.09.2027	2.60%	–	300,000	–	300,000	2,522	300,000
恒創泰富No.67	200,000	12.09.2025	12.12.2025	2.30%	–	200,000	(200,000)	–	–	–
金街匯贏No.1	300,000	21.10.2025	21.10.2027	2.50%	–	300,000	–	300,000	1,479	300,000
金街匯贏No.2	300,000	12.11.2025	11.11.2027	2.50%	–	300,000	–	300,000	1,027	300,000
金街匯贏No.3	200,000	26.11.2025	26.05.2026	2.10%	–	200,000	–	200,000	414	200,000
					2,420,000	3,000,000	(3,570,000)	1,850,000	19,305	1,850,000

26. DEBT INSTRUMENTS (CONTINUED)

Subordinated bonds

As at 30 June 2026 (unaudited)

Name	Issuance date	Due date	Nominal interest rate	As at 1 January 2026 *RMB'000*	Issuance *RMB'000*	Redemption *RMB'000*	As at 30 June 2026 *RMB'000*
23恒泰C1次級債*	08.06.2023	08.06.2026	5.30%	400,000	–	(400,000)	–
23恒泰C2次級債*	08.06.2023	08.06.2026	4.00%	1,100,000	–	(1,100,000)	–
25金證K1次級債**	20.10.2025	20.10.2028	2.39%	1,000,000	–	–	1,000,000
26金證C1次級債***	22.01.2026	22.01.2029	2.39%	–	1,000,000	–	1,000,000
26金證C2次級債****	17.04.2026	17.04.2029	2.10%	–	1,000,000	–	1,000,000
Total				**2,500,000**	**2,000,000**	**(1,500,000)**	**3,000,000**
Amortised cost				**2,475,643**			**2,949,090**

As at 31 December 2025 (audited)

Name	Issuance date	Due date	Nominal interest rate	As at 1 January 2025 *RMB'000*	Issuance *RMB'000*	Redemption *RMB'000*	As at 31 December 2025 *RMB'000*
23恒泰C1次級債*	08.06.2023	08.06.2026	5.30%	400,000	–	–	400,000
23恒泰C2次級債*	08.06.2023	08.06.2026	4.00%	1,100,000	–	–	1,100,000
25金證K1次級債**	20.10.2025	20.10.2028	2.39%	–	1,000,000	–	1,000,000
Total				1,500,000	1,000,000	–	2,500,000
Amortised cost				1,481,096			2,475,643

* On 8 June 2023, the Company issued a 3-year subordinated bond with a par value of RMB1,500,000,000.The subordinated bond was listed at Shanghai Stock Exchange. The subordinated bond was divided into 2 classes. 23恒泰C1次級債 was unsecured and with par value of RMB400,000,000 and 23恒泰C2次級債 was guaranteed by Beijing Financial Street Investment (Group) Co., Ltd, the Company's ultimate holding company and with par value of RMB1,100,000,000.

26. DEBT INSTRUMENTS (CONTINUED)

Subordinated bonds (Continued)

** On 20 October 2025, the Company issued a 3-year science and technology innovation subordinated bond with a par value of RMB1,000,000,000.The subordinated bond was secured and not listed.

*** On 22 January 2026, the Company issued a 3-year subordinated bond with a par value of RMB1,000,000,000. The subordinated bond was not listed and was guaranteed by Beijing Financial Street Investment (Group) Co., Ltd, the Company's ultimate holding company.

**** On 17 April 2026, the Company issued a 3-year subordinated bond with a par value of RMB1,000,000,000. The subordinated bond was not listed and was guaranteed by Beijing Financial Street Investment (Group) Co., Ltd, the Company's ultimate holding company.

Long-term corporate bonds

As at 30 June 2026 (unaudited)

Name	Issuance date	Due date	Nominal interest rate	As at 1 January 2026 *RMB'000*	Issuance *RMB'000*	Redemption *RMB'000*	As at 30 June 2026 *RMB'000*
23恒泰F1私募債#	26.09.2023	26.09.2026	3.50%	1,950,000	–	–	1,950,000
Amortised cost				1,934,408			1,944,973

As at 31 December 2025 (audited)

Name	Issuance date	Due date	Nominal interest rate	As at 1 January 2025 *RMB'000*	Issuance *RMB'000*	Redemption *RMB'000*	As at 31 December 2025 *RMB'000*
23恒泰F1私募債#	26.09.2023	26.09.2026	3.50%	1,950,000	–	–	1,950,000
Amortised cost				1,913,799			1,934,408

On 26 September 2023, the Company issued a 3-year long-term corporate bond with a par value of RMB1,950,000,000. The long-term corporate bond was listed at Shanghai Stock Exchange and guaranteed by Beijing Financial Street Investment (Group) Co., Ltd.

26. DEBT INSTRUMENTS (CONTINUED)

Subordinated debts

	Notes	**As at 30 June 2026** ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Non-current:			
– Related company	(a)	**150,000**	150,000
– Independent third party	(b)	**50,000**	50,000
		200,000	200,000

Notes:

(a) On 12 May 2025, the Company entered into a subordinated debt agreement with Beijing Hualijiahe Industrial Co., Ltd. (「北京華利佳合實業有限公司」), a related company of the Group, in agreement with lending RMB150,000,000 to the Company. The borrowing is unsecured, bearing interest at 4% per annum and repayable by 14 May 2030.

(b) On 4 August 2025, the Company entered into a subordinated debt agreement with an independent third party in agreement with lending RMB50,000,000 to the Company. The borrowing is unsecured, bearing interest at 4% per annum and repayable by 6 August 2030.

27. ACCOUNT PAYABLES TO BROKERAGE CLIENTS

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Clients' deposits for:		
– margin financing business	**1,226,447**	1,093,244
– other brokerage business	**22,892,694**	19,580,581
	24,119,141	20,673,825

Account payables to brokerage clients represent the monies received from and repayable to brokerage clients. Account payables to brokerage clients are interest bearing at the prevailing interest rate.

The majority of the account payables balances are repayable on demand except where certain account payables to brokerage clients represent monies received from clients for the margin financing activities under normal course of business. Only the amounts in excess of the required amount of margin deposits and cash collateral 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.

28. OTHER LIABILITIES

	As at 30 June 2026	As at 31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Third-party interests in consolidated asset management schemes *(note (a))*	**34,383**	47,233
Future risk reserve	**59,963**	57,354
Other payables *(note (b))*	**282,648**	204,622
Interest payables	**117,208**	91,052
Dividend payable *(note 31)*	**39,069**	–
Taxes and surcharges payables	**25,511**	27,441
Compensation payable	**856,000**	856,000
Provision of compensation	**77,748**	141,996
	1,492,530	1,425,698
Less: portion due within one year included under current liabilities	**(807,730)**	(740,898)
Portion due after one year included under non-current liabilities	**684,800**	684,800

Notes:

(a) Third-party interests in consolidated asset management schemes consist of third-party unit holders' interests in these consolidated structured entities which are recognised as a liability since they can be put back to the Group for cash.

(b) Other payables mainly consist of accrued professional fees, securities investor protection funds and other daily operating expenses and deposits received.

29. FINANCIAL ASSETS SOLD UNDER REPURCHASE AGREEMENTS

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Analysis by collateral type:		
– Debt securities	**2,046,832**	1,276,020
Analysis by market:		
– Inter-bank market	**1,794,000**	1,046,460
– Shanghai Stock Exchange	**252,832**	211,460
– Shenzhen Stock Exchange	**–**	18,100
	2,046,832	1,276,020
Analysis by transaction type:		
– Pledged	**2,046,832**	1,276,020

As at 30 June 2026, the financial assets sold under repurchase agreements carried interests at 1.53% to 1.63% (31 December 2025 (audited): 1.75% to 2.23%) per annum.

As at 30 June 2026 and 31 December 2025, the carrying amount of the financial assets that had been placed as financial assets sold under repurchase agreements are noted as below:

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Financial assets at FVTPL	**1,786,619**	1,487,310
Financial assets at FVTOCI	**485,093**	116,620
	2,271,712	1,603,930

30. 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:

	Number of share (in thousands)	***RMB'000***
As at 1 January 2025, 31 December 2025 (audited), 1 January 2026 and 30 June 2026 (unaudited)	**2,604,567**	**2,604,567**

31. DIVIDENDS

No dividend has been proposed by the Company in respect of the six months ended 30 June 2026 and 2025.

On 25 March 2026, the Company's directors proposed a final dividend of RMB0.15 per 10 ordinary share, totalling approximately RMB39,069,000 in respect of the year ended 31 December 2025.The proposed dividend was approved at the Annual General Meeting on 20 May 2026 and has been paid on 15 July 2026.

32. COMMITMENTS

(a) Capital commitments

At the end of the reporting period, the capital commitments outstanding but not provided for in the Interim Financial Information are as follows:

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Acquisition of property and equipment, intangible assets and other non-current assets	**17,066**	19,489

32. COMMITMENTS (CONTINUED)

(b) Lease commitments

The Group as lessee

At the end of the reporting period, the lease commitments for short-term leases are as follows:

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Properties	**1,798**	1,929

The Group as lessor

At the end of the reporting period, the total future minimum lease receivables under non-cancellable operating leases falling due as follows:

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Within 1 year (inclusive)	**5,181**	4,628
Later than 1 year and not later than 2 years	**3,576**	4,513
Later than 2 years and not later than 3 years	**3,326**	4,476
Later than 3 years and not later than 4 years	**1,762**	3,353
Later than 4 years and not later than 5 years	**1,362**	2,016
After 5 years	**5,962**	6,969
	21,169	25,955

(c) Underwriting commitments

As at 30 June 2026, according to the relevant underwriting agreements, underwriting commitments taken but not provided for by the Group amounted to RMB7,402,000,000 (31 December 2025 (audited): RMB11,358,000,000).

33. CONTINGENCIES AND LITIGATIONS

Lawsuits with regard to certain private equity funds custodied by the Company

In February 2025, the Shanghai Financial Court held that the fraudulent activities committed by Hualing Asset Management Co., Ltd., the fund manager of certain private equity funds custodied by the Company (the "Hualing Private Equity Funds"), and other criminal entities were the direct cause of investors' losses. The Company in its capacity as custodian, was also found liable. Following the initial ruling, the Company received approximately 500 (31 December 2025 (audited): 400) lawsuits filed by other investors of the Hualing Private Equity Funds as at 30 June 2026.

During the year ended 31 December 2025 (audited), the Group recognised a provision for potential liabilities resulting from the court's initial ruling approximately RMB122,570,000, considers the expected loss on the settlement of these lawsuits. During the six months ended 30 June 2026, the Group further recognised a provision of approximately RMB 23,389,000 and settled RMB80,273,000.As at 30 June 2026, the provision of compensation to these lawsuits amounted to approximately RMB65,685,000 (31 December 2025 (audited): RMB122,570,000).

34. RELATED PARTY TRANSACTIONS AND BALANCES

(a) The Group has the following balances with its related parties:

	As at 30 June 2026 *RMB'000* (unaudited)	As at 31 December 2025 *RMB'000* (audited)
Account payables to brokerage clients	**7,201**	5,475
Guarantee fee payables to the ultimate holding company	**32,377**	11,032
Security deposit to a related party	**570**	396
Lease liabilities to a related party	**1,466**	2,006
Right-of-use assets from a related party	**1,582**	2,034
Security deposit to an immediate holding company	**413**	413
Lease liabilities to an immediate holding company	**3,351**	4,053
Right-of-use assets from an immediate holding company	**3,421**	4,128
Client maintenance fees payable to mutual funds	**443**	365
Debt instruments due to a related company	**150,000**	150,000
Prepaid expenses to a related company	**447**	606

34. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

(b) The Group has the following transactions with its related parties:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Fees and commission income from a related party	**69**	2,713
Interest expenses to a related party	**3,000**	783
Interest expenses to an immediate holding company	**85**	827
Utility charges and other miscellaneous expenses to a related party	**452**	529
Benefit payment to a related party	**–**	8
Property fees to a related party	**117**	135
Utility charges and other miscellaneous expenses to an immediate holding company	**708**	708
Conference fees to a related party	**–**	114
Client maintenance fees to a related party	**74**	103
Business travel expenses to a related party	**–**	22
Outsourcing fee to a related party	**191**	74
Business entertainment expenses to a related party	**–**	4
Rental expenses to a related party	**143**	–
Amortisation expenses of prepaid expenses to a related company	**60**	–

(c) Key management personnel remuneration

Key management personnel are those persons who have the power to, directly or indirectly, plan, direct and control the activities of the Group, including members of the Board of Directors, board of supervisors and other members of senior management. The total remuneration includes fees, salaries, bonus, allowances, benefits in kind, discretionary bonuses (including deferred bonuses paid) and contribution to social pension schemes.

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Contribution to pension schemes	**610**	630
Fees, salaries, allowance and bonus	**8,609**	7,086
	9,219	7,716

35. SEGMENT REPORTING

	Brokerage and wealth management *RMB'000*	Investment banking *RMB'000*	Proprietary trading *RMB'000*	Investment management *RMB'000*	Others *RMB'000*	Total *RMB'000*
Six months ended 30 June 2026 (unaudited)						
Revenue						
– External	1,261,560	76,541	314,035	132,487	17,400	1,802,023
– Inter-segment	(22)	–	22	–	–	–
Other income and gains	1,874	45	31,372	6,333	2,872	42,496
Segment revenue and other income	1,263,412	76,586	345,429	138,820	20,272	1,844,519
Segment expenses	(936,326)	(67,017)	(120,704)	(259,449)	(141,803)	(1,525,299)
Profit/(Loss) before income tax	327,086	9,569	224,725	(120,629)	(121,531)	319,220
Other segment information:						
– Interest income	354,050	4,525	7,156	4,487	15,327	385,545
– Interest expenses	(114,478)	(64)	(70,517)	(5,068)	(111)	(190,238)
– Depreciation and amortisation	(45,026)	(3,571)	(2,786)	(14,501)	(18,095)	(83,979)
– Reversal of impairment losses/ (Impairment losses), net	2,177	(396)	494	(777)	–	1,498
– Capital expenditure	27,536	–	527	6,899	10,466	45,428
– Right-of-use assets additions	20,390	–	–	–	–	20,390

35. SEGMENT REPORTING (CONTINUED)

	Brokerage and wealth management *RMB'000*	Investment banking *RMB'000*	Proprietary trading *RMB'000*	Investment management *RMB'000*	Others *RMB'000*	Total *RMB'000*
Six months ended 30 June 2025 (unaudited)						
Revenue						
– External	949,321	92,565	272,635	124,757	11,541	1,450,819
– Inter-segment	(13)	–	13	–	–	–
Other income and gains	1,460	113	202,471	7,326	3,453	214,823
Segment revenue and other income	950,768	92,678	475,119	132,083	14,994	1,665,642
Segment expenses	(738,286)	(80,521)	(144,334)	(241,788)	(146,354)	(1,351,283)
Profit/(Loss) before income tax	212,482	12,157	330,785	(109,705)	(131,360)	314,359
Other segment information:						
– Interest income	299,312	4,968	27,699	10,565	10,902	353,446
– Interest expenses	(98,840)	(110)	(89,339)	(5,858)	(1,091)	(195,238)
– Depreciation and amortisation	(51,428)	(4,506)	(3,834)	(16,600)	(15,773)	(92,141)
– (Impairment losses)/ Reversal of impairment losses, net	(4,746)	47	226	(101,273)	(1,000)	(106,746)
– Capital expenditure	6,069	1,512	1,300	2,435	19,764	31,080
– Right-of-use assets additions	8,697	–	–	–	–	8,697

35. SEGMENT REPORTING (CONTINUED)

	Brokerage and wealth management *RMB'000*	Investment banking *RMB'000*	Proprietary trading *RMB'000*	Investment management *RMB'000*	Others *RMB'000*	Total *RMB'000*
As at 30 June 2026 (unaudited)						
Segment assets	**33,410,933**	**621,290**	**8,359,198**	**2,550,929**	**2,337,311**	**47,279,661**
Deferred tax assets						**869,388**
Total assets						**48,149,049**
Segment liabilities	**31,007,533**	**144,061**	**6,133,981**	**1,134,026**	**743,000**	**39,162,601**
Deferred tax liabilities						**–**
Total liabilities						**39,162,601**
As at 31 December 2025 (audited)						
Segment assets	28,959,753	627,998	7,616,346	2,619,673	2,344,194	42,167,964
Deferred tax assets						832,428
Total assets						43,000,392
Segment liabilities	26,990,223	161,532	5,228,825	1,204,886	561,174	34,146,640
Deferred tax liabilities						918
Total liabilities						34,147,558

36. FAIR VALUE MEASUREMENTS

(a) Fair value hierarchy

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following disclosures of fair value measurements use a fair value hierarchy that categorises into three level inputs to valuation techniques used to measure fair value:

Level 1 inputs: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.

Level 2 inputs: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and not using significant unobservable inputs.

Level 3 inputs: significant unobservable inputs for the asset or liability.

The Group's policy is to recognise transfers into and transfers out of any of the three levels as of the date of the event or change in circumstances that caused the transfer.

36. FAIR VALUE MEASUREMENTS (CONTINUED)

(a) Fair value hierarchy (Continued)

Disclosures of level in fair value hierarchy:

	Level 1 *RMB'000*	Level 2 *RMB'000*	Level 3 *RMB'000*	Total *RMB'000*
As at 30 June 2026 (unaudited)				
Financial assets at FVTPL:				
– Debt securities	1,783,452	2,476,479	182,218	4,442,149
– Equity securities	1,794,967	43,986	86,511	1,925,464
– Investment funds	1,660,913	298,229	3,782	1,962,924
– Assets management schemes	–	759,822	–	759,822
– Collective trust schemes	–	27,746	2,376	30,122
	5,239,332	3,606,262	274,887	9,120,481
Financial assets at FVTOCI:				
– Debt securities	78,110	596,828	–	674,938
– Equity securities	557,521	–	4,279	561,800
	635,631	596,828	4,279	1,236,738
Financial liabilities at FVTPL:				
– Derivative financial instruments	–	(3,480)	–	(3,480)
	5,874,963	4,199,610	279,166	10,353,739

36. FAIR VALUE MEASUREMENTS (CONTINUED)

(a) Fair value hierarchy (Continued)

Disclosures of level in fair value hierarchy: (Continued)

	Level 1 *RMB'000*	Level 2 *RMB'000*	Level 3 *RMB'000*	Total *RMB'000*
As at 31 December 2025 (audited)				
Financial assets at FVTPL:				
– Debt securities	1,317,266	2,716,614	182,218	4,216,098
– Equity securities	1,774,996	104,282	85,342	1,964,620
– Investment funds	1,995,802	305,118	3,632	2,304,552
– Assets management schemes	–	545,149	–	545,149
– Collective trust schemes	–	27,746	2,377	30,123
– Derivative financial instruments	–	791	–	791
	5,088,064	3,699,700	273,569	9,061,333
Financial assets at FVTOCI:				
– Debt securities	40,810	610,950	–	651,760
– Equity securities	–	–	4,308	4,308
	40,810	610,950	4,308	656,068
Financial liabilities at FVTPL:				
– Derivative financial instruments	–	(2,210)	–	(2,210)
	5,128,874	4,308,440	277,877	9,715,191

36. FAIR VALUE MEASUREMENTS (CONTINUED)

(a) Fair value hierarchy (Continued)

There were no significant transfers between Level 1, Level 2 and Level 3 of the fair value hierarchy during the six months ended 30 June 2026 (Year ended 31 December 2025: an unlisted debt instrument of RMB615,663,000 was transferred from Level 2 to Level 3).

(b) Fair value of financial instruments that are not presented at fair value

The carrying amount and fair value of debt instruments which are not presented at fair value are as below:

	As at 30 June 2026		As at 31 December 2025	
	Carrying amount	**Fair value**	Carrying amount	Fair value
	RMB'000	***RMB'000***	*RMB'000*	*RMB'000*
	(unaudited)	**(unaudited)**	(audited)	(audited)
Financial liabilities:				
– Subordinated bonds	**2,949,090**	**3,012,205**	2,475,643	2,519,125
– Long-term corporate bonds	**1,944,973**	**1,958,871**	1,934,408	1,972,647
	4,894,063	**4,971,076**	4,410,051	4,491,772

Except as disclosed above, the directors of the Company considers that the carrying amount of the Group's financial liabilities as reflected in the condensed consolidated statement of financial position approximate their respective fair values.

36. FAIR VALUE MEASUREMENTS (CONTINUED)

(c) Valuation process used by the Group and valuation techniques and inputs used in fair value measurements

Level 1 fair value measurements

Fair value of financial instruments under Level 1 fair value measurement is based on quoted prices (unadjusted) reflected in active markets.

Level 2 fair value measurements

As at 30 June 2026 and 31 December 2025, the Group's financial assets at FVTPL and FVTOCI under Level 2 fair value measurements consist of debt securities, equity securities, investment funds, assets management schemes and collective trust schemes and their fair value measurements were determined as follows:

For debt securities of RMB3,073,307,000 (31 December 2025 (audited): RMB3,327,564,000), of which values are available on China bond pricing system on the valuation date, fair values are determined by using the latest valuation results published by China bond pricing system.

For equity securities of RMB43,986,000 (31 December 2025 (audited): RMB104,282,000), fair values are determined by using the latest quoted price adjusted by certain observable inputs.

For investment funds, assets management schemes and collective trust schemes of RMB298,229,000 (31 December 2025 (audited): RMB305,118,000), RMB759,822,000 (31 December 2025 (audited): RMB545,149,000) and RMB27,746,000 (31 December 2025 (audited): RMB27,746,000), respectively, fair values are determined based on the quoted prices or recent market transaction price of the underlying investments in each portfolio or the net asset values as published by the fund managers.

For derivative financial instruments that are traded either on exchanges or liquid over-the-counter markets, the Group uses the closing price at the end of the reporting period. Normally, the derivatives entered into by the Group are not traded on active markets. The fair values of such contracts are estimated using observable interest rates corresponding to the maturity of the contract. The effects of non-observable inputs are not significant for the derivative financial instruments.

During the six months ended 30 June 2026 and the year ended 31 December 2025, there were no significant changes of valuation techniques for Level 2 fair value measurements.

36. FAIR VALUE MEASUREMENTS (CONTINUED)

(c) Valuation process used by the Group and valuation techniques and inputs used in fair value measurements (Continued)

Level 3 fair value measurements

For financial instruments under Level 3 fair value measurements, prices are determined using valuation methodologies such as market comparable method or other similar techniques. The fair value measurements of these financial instruments may involve unobservable inputs such as price-to-book ratio, recoverable rate and discount rate for lack of marketability, etc. The Group periodically reviews all significant unobservable inputs and valuation adjustments used to measure the fair values of financial instruments in Level 3 fair value measurements.

The quantitative information of fair value measurements for Level 3 is as follows:

Description	**Fair value as at**		**Valuation technique**	**Unobservable input**	**Relationship of unobservable input to fair value**
	30 June 2026 (unaudited) ***RMB'000***	31 December 2025 (audited) *RMB'000*			
Unlisted equity investments	**88,887**	87,719	Market comparable	Discount rate for lack of marketability – 40% (31 December 2025 (audited): 40%)	The higher the discount rate, the lower the fair value
Unlisted equity investments	**4,279**	4,308	Market comparable	Price-to-Book ratio – 1:1 (31 December 2025 (audited): 1:1)	The higher the ratio, the higher the fair value
Unlisted investment funds	**3,782**	3,632	Market comparable	Discount rate for lack of marketability – 40% (31 December 2025 (audited): 40%)	The higher the discount rate, the lower the fair value
Unlisted debt securities	**182,218**	182,218	Market comparable	Recoverable rate – 15% (31 December 2025 (audited): 15%)	The higher the recoverable rate, the higher the fair value
	279,166	277,877			

36. FAIR VALUE MEASUREMENTS (CONTINUED)

(d) Reconciliation of financial assets measured at fair value under Level 3 fair value measurements:

During the six months ended 30 June 2026 and the year ended 31 December 2025, there were no significant changes of valuation techniques for Level 3 fair value measurements.

	Financial assets at FVTPL *RMB'000*	Financial assets at FVTOCI *RMB'000*	Total *RMB'000*
As at 1 January 2026 (audited)	**273,569**	**4,308**	**277,877**
Changes in fair value recognised in profit or loss or other comprehensive income	**1,318**	**(29)**	**1,289**
As at 30 June 2026 (unaudited)	**274,887**	**4,279**	**279,166**
Total gain/(loss) included in profit or loss for financial assets during the period	**1,318**	**(29)**	**1,289**
As at 1 January 2025 (audited)	90,236	4,308	94,544
Changes in fair value recognised in profit or loss or other comprehensive income	(432,330)	–	(432,330)
Transfer	615,663	–	615,663
As at 31 December 2025 (audited)	273,569	4,308	277,877
Total loss included in profit or loss for financial assets during the year	432,330	–	432,330

37. APPROVAL OF INTERIM FINANCIAL INFORMATION

The Interim Financial Information was approved and authorised for issue by the Board of Directors on 21 August 2026.