MOKINGRAN JEWELLERY GROUP CO., LTD.
夢金園黃金珠寶集團股份有限公司

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

(Stock Code: 2585)

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

The board of directors (the "**Board**") of MOKINGRAN JEWELLERY GROUP CO., LTD. (the "**Company**") is pleased to announce the unaudited interim results of the Company and its subsidiaries for the six months ended June 30, 2026 ("**Interim Results**"). This announcement, containing the full text of the interim report of the Company for the six months ended June 30, 2026 ("**Interim Report**"), complies with the relevant requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited in relation to the information to accompany preliminary announcement of interim results.

The Interim Results have been reviewed by the audit committee of the Board.

This announcement will be published on the websites of the Hong Kong Exchanges and Clearing Limited ("**HKEx**") (www.hkexnews.hk) and the Company (www.mokingran.com). The Interim Report will be published on the aforesaid websites of the HKEx and the Company in due course.

By order of the Board
MOKINGRAN JEWELLERY GROUP CO., LTD.
夢金園黃金珠寶集團股份有限公司
WANG Zhongshan
Chairman and Executive Director

Shandong, the People's Republic of China
August 25, 2026

As at the date of this announcement, the Board comprises Mr. WANG Zhongshan, Ms. ZHANG Xiuqin, Mr. WANG Guoxin and Mr. WANG Zegang as executive directors; and Mr. BAI Xianyue, Mr. WENG Xin and Mr. DING Xiaodong as independent non-executive directors.

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. WANG Zhongshan *(Chairman)*
Ms. ZHANG Xiuqin
Mr. WANG Guoxin
Mr. WANG Zegang *(Employee Representative Director)*

Independent Non-executive Directors

Mr. BAI Xianyue
Mr. WENG Xin
Mr. DING Xiaodong

STRATEGY AND SUSTAINABILITY COMMITTEE

Mr. WANG Zhongshan *(Chairman)*
Ms. ZHANG Xiuqin
Mr. WANG Guoxin
Mr. WANG Zegang
Mr. BAI Xianyue

AUDIT COMMITTEE

Mr. DING Xiaodong *(Chairman)*
Mr. BAI Xianyue
Mr. WENG Xin

REMUNERATION AND APPRAISAL COMMITTEE

Mr. WENG Xin *(Chairman)*
Mr. WANG Guoxin
Mr. DING Xiaodong

NOMINATION COMMITTEE

Mr. BAI Xianyue *(Chairman)*
Ms. ZHANG Xiuqin
Mr. WENG Xin

JOINT COMPANY SECRETARIES

Mr. WANG Zegang
Ms. YU Wing Sze

AUTHORIZED REPRESENTATIVES

Mr. WANG Zegang
Ms. YU Wing Sze

COMPANY'S WEBSITE

http://www.mokingran.com

REGISTERED OFFICE

No. 15 Ziyuan Road
Huayuan Industrial Zone
Binhai Hi-Tech District
Tianjin
The People's Republic of China

PRINCIPAL PLACES OF BUSINESS IN THE PEOPLE'S REPUBLIC OF CHINA

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Binhai Hi-Tech District
Tianjin
The People's Republic of China

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Changle County, Weifang City
Shandong Province
The People's Republic of China

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

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Wanchai
Hong Kong

COMPLIANCE ADVISER

Rainbow Capital (HK) Limited

PRINCIPAL BANKERS

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Weifang City
Shandong Province
The People's Republic of China

Agricultural Bank of China Limited, Changle Branch
No. 1777 Hongyang Street
Changle County
Weifang City
Shandong Province
The People's Republic of China

LEGAL ADVISERS TO THE COMPANY

Jia Yuan Law Offices *(as to PRC law)*
Jia Yuan Law Office *(as to Hong Kong law)*

AUDITOR

Deloitte Touche Tohmatsu
Registered Public Interest Entity Auditors

INVESTOR RELATIONS CONTACT

mjy9999@mokingran.com

STOCK CODE

02585

MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY REVIEW

In the first half of 2026, gold prices experienced sharp rises and falls, demonstrating an overall trend of first rising and then declining. In the first quarter, gold prices rose with the expectations of interest rate cuts, geopolitical safe-haven demand, and central bank gold purchases. At the end of January, London gold reached a record high of USD5,598 per ounce. In the second quarter, the trend reversed and gold prices were under sustained downward pressure. The decline accelerated in June, with London gold briefly falling below the USD4,000 mark, representing a pullback of nearly 30% from its peak.

High and increasingly volatile gold prices further dampened demand for gold jewellery. While low consumer confidence remained a key obstacle, with this trend becoming more pronounced over time. Meanwhile, investment demand continued to shift towards gold bullion, coins and other investment products. Market polarization also intensified: lightweight hard pure-gold products and high-end traditional gold collections continued to perform well. In response, the industry has increasingly introduced lightweight designs incorporating affordable diamonds, colored gemstones and enamel elements, offering consumers products that balance affordability with emotional appeal.

According to the China Gold Association, gold consumption in China in the first half of 2026 was 511.412 tonnes, representing a period-over-period increase of 1.23%. Among which:

Gold jewellery:	132.133 tonnes, a period-over-period decrease of 33.88%;
Gold bullion and gold coins:	339.336 tonnes, a period-over-period increase of 28.42%;
Industrial and other uses:	39.943 tonnes, a period-over-period decrease of 2.90%.

According to the World Gold Council, in the first half of 2026, China's gold jewellery consumption totaled RMB141.9 billion, representing a period-over-period increase of 2%. Although gold jewellery demand declined sharply in volume terms, consumer spending on gold jewellery products continued to increase, primarily driven by rising gold prices.

At the end of June 2026, the London spot gold fixing price was USD4,026.05 per ounce, representing a decrease of 8.22% from the beginning of the year. The closing price of Au9999 on the Shanghai Gold Exchange was RMB879.03 per gram, representing a decrease of 11.21% from the opening price of RMB990.00 per gram at the beginning of the year. Although gold prices have declined, they remain elevated and have experienced intensified short-term volatility, thereby increasing market risk.

BUSINESS REVIEW

The Group is a gold jewellery original brand manufacturer in China's gold jewellery industry, with an operation that encompasses key stages of the gold jewellery industry, from raw material sourcing and purification, R&D, product design, manufacturing to retailing through our diversified sales network. The Group is primarily engaged in (i) the production and sales of gold jewellery and other gold products; (ii) the production and sales of K-gold jewellery, diamond inlaying jewellery and other products; and (iii) the provision of other services.

During the Reporting Period, the Group's total revenue decreased by 2.6% to RMB10,175.3 million, compared to total revenue of RMB10,450.9 million for the corresponding period of last year. The total comprehensive income of the Group for the period amounted to RMB29.0 million, compared to total comprehensive expense of RMB64.0 million for the corresponding period of last year.

We primarily sell products to customers through an offline network consisting of franchise stores and self-operated stores. In addition, we also offer products to customers through online channels. As of June 30, 2026, the Company had established an offline sales network covering 2,394 stores, comprising 2,367 franchise stores and 27 self-operated stores.

Actively expanding into overseas markets. The Group exports a diversified range of products, including gold jewellery, K-gold jewellery, diamond-set jewellery and multi-material accessories. Its sales network extends across North America, Europe, the Middle East, Southeast Asia and other regions. Leveraging its in-house manufacturing capabilities, the Group has established long-term and stable relationships with overseas business partners. As its overseas business continues to expand, the Group has steadily optimized its product portfolio, enhanced its quality standards and broadened its customer base. In the first half of 2026, revenue from overseas operations amounted to approximately RMB255.7 million, representing a period-over-period increase of 76.7%. Looking ahead, management intends to continue implementing its overseas expansion strategy, strengthen collaboration with its overseas teams and fully capture the growth potential of overseas markets.

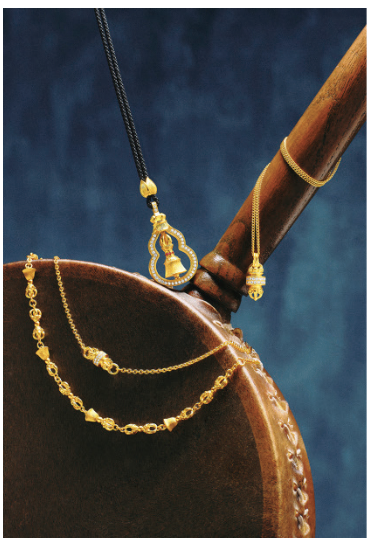
Brand development is becoming increasingly diversified. In line with evolving consumer aesthetic preferences, the Group continues to draw on the richness of traditional Eastern culture and expand the creative possibilities of jewellery design. On the one hand, the Group explores innovative applications of craftsmanship and contemporary, youth-oriented design expressions. On the other hand, it actively pursues cross-industry collaborations with established intellectual property partners to develop themed jewellery collections. These products combine contemporary aesthetic appeal with profound cultural and artistic meaning, conveying consumers' aspirations and imbuing jewellery with emotional resonance. Through these efforts, the Group continues to enrich its product portfolio and strengthen the brand's differentiated cultural positioning and competitiveness.

Golden Interweave • Braided Good Fortune Collection (金織萬象 • 好運交織系列)

Inspired by the intangible cultural heritage of bamboo weaving, this collection infuses Eastern resilience and wisdom into the luminous, layered texture of "Phantom Gold Weave (疊影金織)". The ancient technique of "warp and weft interweaving (經緯交織)" becomes a gentle metaphor for the "interweaving of good fortune (好運交織)" between people. Every thread and fiber carries the blessings and tender thoughts we hold for one another.

Zang Yun Hua Guang Collection (藏韻華光系列)

Rooted in the spiritual heritage of Tibetan culture, this collection combines the refined warmth of traditional goldsmithing with the luminous brilliance of gemstone inlays. Inspired by the intricate warp-and-weft artistry of Kesi silk, each piece reveals the beauty of Eastern spirituality, devotion and craftsmanship within a carefully balanced design. Enshrining devotion in a sacred space, the collection conveys a sense of protection and understated majesty. Unmoved by the noise of the world and unbound by passing trends, it is more than an adornment — it is a reflection of the soul.



Velvet Gold Collection

"Velvet Gold" conveys the gentle sentiment of warm companionship within reach. Crafted with infant-grade, skin-friendly plush materials, the collection offers a reassuringly soft touch. While lightweight to wear, each piece delivers a visual presence that surpasses that of traditional hard gold. Every soft and endearing design embodies a distinct personality and heartfelt wish, bringing comfort and warmth to every moment that calls for an embrace.

SpongeBob SquarePants Collection

SpongeBob SquarePants embodies pure vitality. His optimism is an inner light that shines through the darkest moments; his friendships reflect unconditional trust and companionship; and his enthusiasm represents wholehearted devotion. The greatest strength in the world lies not in the armour of worldly sophistication, but in preserving an innocent and genuine heart.

The Group has revamped and upgraded its store image. Culture extends beyond products to offline experiential spaces. The Group is advancing a store image revamp and upgrade initiative, rolling out "Shan Hai Ling Yun" (Mystical Rhymes of Mountains and Seas) themed stores. Drawing aesthetic inspiration from the Classic of Mountains and Seas (Shan Hai Jing), the stores weave the fantastical and timeless narratives of mountains and seas into the very fabric of the space, creating an immersive gold-buying experience for consumers and establishing a distinctive jewellery landmark that blends aesthetic appeal with cultural charm.

The Company is implementing its brand-upgrade strategy, with omnichannel marketing initiatives driving continued enhancement of brand value. In the first half of 2026, the Company made steady progress in executing this strategy: it officially appointed a brand spokesperson, continued to develop its co-branded SpongeBob SquarePants IP product line, and hosted the Mokingran 2026 New Product Launch, themed “New Dreams, New Inspiration”. Meanwhile, the Company announced the official launch of its smart jewellery business, with its first self-developed smart ring, the iRing N1, scheduled for release in the third quarter of 2026. The Company was again included in China’s 500 Most Valuable Brands list, with its brand value exceeding RMB63.7 billion.

FINANCIAL REVIEW, OPERATING RESULTS AND ANALYSIS

Revenue

The Group primarily derives its revenue from (i) the production and sales of gold jewellery and other gold products; (ii) the production and sales of K-gold jewellery, diamond inlaying jewellery and other products; and (iii) the provision of other services. The following table sets out the breakdown of revenue by products and services during the indicated periods:

	For the six months ended June 30,	
	2026 (RMB'000)	2025 (RMB'000)
Sales of gold jewellery and other gold products	**9,957,924**	10,135,196
Sales of K-gold jewellery, diamond inlaying jewellery and other products	**164,316**	262,860
Other services	**53,054**	52,863
Total:	**10,175,294**	10,450,919

Segmental performance review

By Products and Services

(i) ***Sales of gold jewellery and other gold products***

During the Reporting Period, the revenue derived from sales of gold jewellery and other gold products amounted to RMB9,957.9 million (2025: RMB10,135.2 million), representing a period-over-period decrease of 1.7%. Such decrease was primarily attributable to the continued weakening of market consumer demand amid persistently high gold prices, which led to a decline in sales volume during the current period.

(ii) ***Sales of K-gold jewellery, diamond inlaying jewellery and other products***

During the Reporting Period, the revenue derived from sales of K-gold jewellery, diamond inlaying jewellery and other products amounted to RMB164.3 million (2025: RMB262.9 million), representing a period-over-period decrease of 37.5%. Such decrease was primarily attributable to the continued weakening of market consumer demand and disposal of equity interests in an e-commerce company, which led to lower sales volume for the current period.

(iii) ***Other services***

The Group received service fees from various sources including annual franchise fees, one-off franchise fees, brand admittance fees and others.

During the Reporting Period, the Group's revenue derived from other services amounted to RMB53.1 million (2025: RMB52.9 million), representing a period-over-period increase of 0.4%. There was no significant change as compared with the corresponding period of last year.

By geographical markets

The Group generated revenue from two major geographical markets, namely: (i) Chinese Mainland; and (ii) overseas.

(i) Chinese Mainland

During the Reporting Period, the revenue derived from the Chinese Mainland market amounted to RMB9,919.6 million (2025: RMB10,306.2 million), of which its revenue contribution to the total revenue amounted to 97.5% (2025: 98.6%), representing no significant change as compared with that of corresponding period of last year.

(ii) Overseas

During the Reporting Period, the Group's revenue from the overseas market amounted to RMB255.7 million (2025: RMB144.7 million), of which its revenue contribution to the total revenue amounted to 2.5% (2025: 1.4%). During the Reporting Period, the Group's revenue from overseas market increased by 76.7% period-over-period, mainly due to the gradual implementation and effectiveness of the overseas sales expansion strategy, which has led to significant improvements in product portfolio diversity, product quality and customer coverage.

Cost of sales

Cost of sales primarily consists of material costs, staff costs, overheads and subcontracting costs. During the Reporting Period, cost of sales amounted to RMB9,747.3 million (2025: RMB9,628.4 million), a period-over-period increase of 1.2%. The increase was primarily due to the rise in material costs, generally caused by the rising gold price.

Gross profit and gross profit margin

During the Reporting Period, our gross profit amounted to RMB428.0 million, representing a decrease of 48.0% from RMB822.5 million for the six months ended June 30, 2025. This decrease was primarily attributable to continued weakness in consumer demand amid persistently high gold prices, which resulted in lower sales volumes during the current period. Our gross profit margin for the Reporting Period was 4.2% (2025: 7.9%). The decrease in gross profit margin was primarily attributable to adjustments in the prices of our gold products in line with declining market gold prices during the Reporting Period, while the procurement costs of raw materials held in inventory remained relatively high.

Other income

Other income mainly consisted of (i) interest income from bank and other deposits; (ii) other income from franchisees and provincial dealers; (iii) rental income; and (iv) government grants. During the Reporting Period, other income amounted to RMB6.8 million (2025: RMB8.5 million), a period-over-period decrease of 20.0%. The decrease was primarily due to the decrease in government subsidies.

Distribution and selling expenses

Distribution and selling expenses mainly consisted of staff costs, media advertising and promotion expenses. During the Reporting Period, distribution and selling expenses amounted to RMB102.2 million (2025: RMB108.2 million), a period-over-period decrease of 5.5%, primarily due to the disposal of equity interests in an e-commerce company, resulting in a decrease in selling expenses related to the e-commerce platform.

R&D expenses

R&D expenses mainly consisted of staff costs and consumables, such as raw materials used in R&D activities and parts and components of machinery. During the Reporting Period, the Group recorded R&D expenses of RMB11.5 million (2025: RMB12.3 million), a period-over-period decrease of 6.5%. The decrease was primarily due to the continued effectiveness of the centralised R&D management measures, under which the Group coordinated and optimised the allocation of R&D resources, while maintaining stable core R&D activities.

Administrative expenses

Administrative expenses mainly represented (i) staff costs; (ii) depreciation and amortization; (iii) office expenses; and (iv) consulting service fees.

During the Reporting Period, administrative expenses amounted to RMB60.0 million (2025: RMB49.2 million), a period-over-period increase of 22.0%. The increase was primarily due to an increase in labor costs, consulting service and relevant operating expenses.

Other expenses and other gains and losses, net

Other expenses and other gains and losses, net mainly consisted of (i) direct operating expenses incurred for investment properties; (ii) realised gains or losses on Au (T+D) contracts; (iii) realised gains or losses on gold loans; (iv) unrealised gains or losses on gold loans; and (v) realised gain or loss on futures contracts. During the Reporting Period, other expenses and other gains and losses, net recorded a net loss of RMB165.1 million (2025: RMB695.9 million), representing a period-over-period decrease of 76.3%. The decrease was primarily attributable to lower losses on Au (T+D) contracts, futures contracts and gold loans during the Reporting Period, amid fluctuations in gold prices, as compared with the corresponding period of last year.

Finance costs

Finance costs represent (i) interest on borrowings; (ii) interest on gold loans; (iii) interest on discounted bills payables; and (iv) interest on lease liabilities.

During the Reporting Period, our finance costs amounted to RMB50.6 million (2025: RMB42.4 million), a period-over-period increase of 19.3%. The increase was primarily attributable to an increase in the Group's borrowings and gold loans, which resulted in higher interest payments.

(Impairment losses)/reversal of impairment losses under the expected credit loss model, net

(Impairment losses)/reversal of impairment losses under the expected credit loss model, net mainly represented net impairment losses recognized on (i) trade receivables, and (ii) other receivables.

During the Reporting Period, the Group recorded an impairment loss of RMB1.5 million under expected credit loss model, as compared with a reversal of expected credit losses of RMB6.0 million for the six months ended June 30, 2025, primarily due to the increase in the balance of outstanding trade receivables.

Profit/(loss) before tax

During the Reporting Period, the Group's profit before tax amounted to RMB44.0 million as compared with a loss before tax of RMB71.1 million for the six months ended June 30, 2025, representing a period-over-period increase of 161.9%. The increase was primarily attributable to the following factors: (i) amid fluctuations in gold prices, losses on Au (T+D) contracts, futures contracts and gold loans were lower than those recorded in the corresponding period of the previous year; and (ii) although lower domestic sales volumes resulted in a decline in overall revenue, overseas revenue increased as a result of the Group's effective overseas market expansion efforts, contributing to the continued optimization of its domestic and overseas business mix.

Income tax (expense)/credit

During the Reporting Period, our income tax expense amounted to RMB15.0 million (2025: income tax credit of RMB7.1 million) and our effective tax rate was 34.2% (2025: nil).

Profit/(loss) for the period

During the Reporting Period, the Group recorded a net profit of RMB29.0 million, compared to a net loss of RMB64.0 million for the six months ended June 30, 2025. The reasons for the increase in net profit are the same as those for the increase in the profit before tax.

FINANCIAL POSITION REVIEW

Assets

As of June 30, 2026, the Group's total assets amounted to RMB5,007.5 million, with total liabilities of RMB2,736.6 million and Shareholders' equity of RMB2,270.9 million.

Inventories

Inventories mainly included raw materials, work in progress, finished goods, goods in transit, consigned processing materials and consumables. As of June 30, 2026, the inventories amounted to approximately RMB2,782.2 million (December 31, 2025: RMB2,632.4 million), representing an increase of 5.7%, which is primarily due to the persistently high gold prices and the impact of tax reform, which increased raw material costs during the Reporting Period.

Trade receivables

Trade receivables primarily represent receivables from the Group's customers. As of June 30, 2026, our trade receivables amounted to RMB337.8 million (December 31, 2025: RMB253.7 million), representing an increase of 33.1%, which was primarily attributable to the fact that certain customers were still within the agreed credit period, and the relevant amounts had not yet been settled and collected by the end of the month.

Prepayments, deposits and other receivables

Prepayments, deposits and other receivables mainly represented our deductible input value-added tax ("**VAT**") and a right to returned goods asset. Deductible input VAT was mainly in relation to procurement of gold raw materials. The right to returned goods asset represented the gold lending arrangement to our customers to replenish their inventories when they have urgent needs and the return policy of the Group's diamond inlaying jewellery products. As of June 30, 2026, our prepayments, deposits and other receivables amounted to RMB512.9 million (December 31, 2025: RMB401.2 million), representing an increase of 27.8%, primarily due to the fact that at the end of the period, certain platform amounts pending settlement had not yet been transferred to the Group's bank accounts, and such amounts will subsequently be recovered in the normal course in accordance with the platform's settlement arrangements.

Pledged/restricted deposits

Pledged and restricted deposits mainly include deposits pledged to banks to secure banking facilities, security deposits for issuance of bills payables, security deposits for gold loans, security deposits for gold trading accounts and others. As of June 30, 2026, pledged/restricted deposits amounted to RMB221.4 million (December 31, 2025: RMB606.4 million).

Cash and cash equivalents

As of June 30, 2026, the cash and cash equivalents amounted to RMB444.3 million (December 31, 2025: RMB501.1 million).

Trade and bills payables

Trade payables primarily relate to purchase of raw materials and finished goods and are non-interest bearing. Bills payables were in relation to bank bills that were applied to settle with an Independent Third Party supplier for the procurement of gold materials from it. All bills payables of the Group had a maturity period of less than one year.

As of June 30, 2026, the trade and bills payables amounted to RMB33.8 million (December 31, 2025: RMB265.8 million), representing a decrease of 87.3%, which is primarily due to a decrease in the use of bills payables for the settlement of raw material procurement costs.

Other payables and accruals

Other payables and accruals mainly represented deposits received, salaries, welfare and bonus payable, accrued expenses, and other tax payable. As of June 30, 2026, the other payables and accruals amounted to RMB192.7 million (December 31, 2025: RMB160.9 million), representing an increase of 19.8%, which was primarily attributable to an increase in performance deposits payables.

Contract liabilities

The contract liability represents the Group's obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. The contract liabilities were expected to be recognized as revenue in the next 12 months. The contract liabilities arose when customers made advance payment to us for their purchases, which the customers can fix the purchase price of the gold jewellery to be purchased in advance. As of June 30, 2026, the contract liabilities amounted to RMB39.2 million (December 31, 2025: RMB63.3 million), representing a decrease of 38.1%, which is primarily due to the decrease in prepayments received from customers.

Gold loans

The Group borrows gold from commercial banks with terms ranging from 3 months to 12 months and pays a fixed fee to the bank during the subsistence of the contract based on the value of gold at inception and relevant interest rates at inception. As of June 30, 2026, the gold loans amounted to RMB622.5 million (December 31, 2025: RMB547.8 million), representing an increase of 13.6%, which is primarily due to an increase in the amount of gold loans undertaken by the Group.

Refund liabilities

Under the standard contract terms of the Group, except for closures of stores, franchisees have no right to return any goods after their acceptance of the products but have a right to exchange unsold diamond inlaying jewellery within five years. Revenue is recognized for sales when it is highly probable that a significant reversal in the cumulative revenue recognized will not occur. Conversely, if the goods are expected to be exchanged, a refund liability, instead of revenue, is recognized. Simultaneously, the Group recognizes a right to returned goods asset, measured at the carrying amount of the inventories sold less any expected costs to recover the goods, with a corresponding adjustment to the cost of sales. As of June 30, 2026, the Group recorded refund liabilities of RMB9.8 million (December 31, 2025: RMB24.5 million), representing a decrease of 60.0%, which is primarily due to a decrease in sales of diamond inlaying jewellery products.

Capital expenditures

As of June 30, 2026, the Group had capital expenditures of RMB18.3 million (December 31, 2025: RMB33.2 million), which was primarily used for property, plant and equipment, leasehold lands and intangible assets.

Capital commitments

As of June 30, 2026, the Group had capital commitments of RMB10.7 million (December 31, 2025: RMB9.7 million) in respect of property, plant and equipment.

Contingent liabilities

The Group had no significant contingent liabilities, litigation or arbitration of material importance as of June 30, 2026.

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

As of June 30, 2026, the Group had total assets of approximately RMB5,007.5 million (December 31, 2025: RMB4,949.9 million) and interest-bearing borrowings of approximately RMB1,832.7 million (December 31, 2025: RMB1,450.0 million), representing a gearing ratio, defined as interest-bearing borrowings over total equity, of approximately 80.7% (December 31, 2025: 61.3%).

As of June 30, 2026, the Group had net current assets of approximately RMB1,724.4 million (December 31, 2025: RMB1,834.8 million), which consisted of current assets of approximately RMB4,424.1 million (December 31, 2025: RMB4,366.6 million) and current liabilities of approximately RMB2,699.7 million (December 31, 2025: RMB2,531.8 million), representing a current ratio of approximately 1.6 times (December 31, 2025: 1.7 times).

As of June 30, 2026, the Group had cash and cash equivalents (including pledged/restricted deposits) of approximately RMB665.7 million (December 31, 2025: RMB1,107.5 million). As of June 30, 2026, the Group had cash and cash equivalents (excluding pledged/restricted deposits) of approximately RMB444.3 million (December 31, 2025: RMB501.1 million).

As of June 30, 2026, the Group's borrowings amounted to RMB1,832.7 million (December 31, 2025: RMB1,450.0 million), which were mainly denominated in RMB, among which all adopted fixed interest rates. The increase in borrowings of the Group was mainly used for the general working capital.

Material investments, material acquisitions and disposals of subsidiaries, associates or joint ventures

On March 25, 2026 (after trading hours), Shandong Mokingran E-commerce Limited ("**Shandong E-Commerce**"), a wholly owned subsidiary of the Group, entered into the equity transfer agreement with Shenzhen Jinqianhui Investment Consulting Management Partnership (Limited Partnership) ("**Shenzhen Jinqianhui**") (the "**Transaction**"), pursuant to which Shandong E-Commerce disposed of 51% equity interest in Shenzhen Mokingran E-commerce Limited ("**Shenzhen E-Commerce**") to Shenzhen Jinqianhui at a consideration of RMB19,729,992.67. Upon completion of the Transaction, Shandong E-Commerce will no longer hold any equity interest in Shenzhen E-Commerce, and Shenzhen E-Commerce will cease to be a subsidiary of the Group.

Save as disclosed above, during the Reporting Period, the Group did not have any material investments, material acquisitions or disposals of subsidiaries, associates or joint ventures.

Future plans for material investments or capital assets

As of June 30, 2026, the Group had no plan for any material investment, disposal of or addition of capital assets.

Pledge of assets

As of June 30, 2026, (i) the carrying amount of property, plant and equipment of RMB277.9 million (December 31, 2025: RMB226.9 million) were pledged to banks as collaterals for the Group's borrowings, bills payables and gold loans; (ii) the carrying amount of leasehold lands of RMB51.8 million (December 31, 2025: RMB49.1 million) were pledged to banks as collaterals for the Group's borrowings; (iii) investment properties with a carrying amount of RMB18.4 million (December 31, 2025: nil) were pledged to banks as collaterals for the Group's borrowings; and (iv) the carrying amount of pledged/restricted deposits of the Group of RMB24.4 million (December 31, 2025: RMB241.6 million) were pledged to banks as collaterals for the Group's borrowings, gold loans and bills payables.

OTHER SIGNIFICANT EVENTS DURING THE REPORTING PERIOD

H Share Full Circulation of the Company

The Board of Directors has received a filing notification from the CSRC in respect of the proposed conversion of 40,000,000 unlisted Shares held by a shareholder of the Company into H Shares (the "**H Share Full Circulation**"), and has completed the filing for the conversion of 40,000,000 domestic unlisted Shares into H Shares (with a validity period of 12 months). The Company has also obtained the approval of the Hong Kong Stock Exchange on January 30, 2026 for the listing of, and permission to deal in, such H Shares. The relevant unlisted Shares were converted on February 12, 2026, and the 40,000,000 H Shares as converted have commenced trading on the Hong Kong Stock Exchange at 9:00 a.m. on February 13, 2026.

For further details, please refer to the announcements of the Company dated January 16, 2026, February 2, 2026 and February 12, 2026.

SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

Save as disclosed in this interim report, the Board confirms that there are no events after the Reporting Period that need to be brought to the attention of the Shareholders.

MARKET RISKS

The Group is exposed to various market risks from changes in market, such as commodity price risk, interest rate risk and risk of changes in economic development.

Foreign exchange risk

Our financial statements are expressed in RMB, but certain transactions of the Group are denominated in foreign currencies, and are exposed to foreign currency risk. As most of the Company's business transactions are conducted in Chinese Mainland and such transactions in Chinese Mainland are mainly denominated in RMB, the Company is exposed to foreign currency risk but such risk is not significant. Accordingly, the Group currently does not have a foreign currency hedging policy. However, the management monitors foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

Commodity price risk

A significant decline in the price of gold could adversely affect the Group's financial performance. In order to reduce the commodity price risk, the Group uses derivative financial instruments of gold contracts, such as gold loans, Au (T+D) contracts and futures contract, to reduce its exposure to fluctuations in the gold price on gold products. However, revenue arising from increases in gold prices are generally only reflected upon the sale of products, and the revenue from appreciation of unsold inventory goods is not reflected. When products are sold at prevailing market prices, the increased revenue generated from higher gold prices will offset the adverse impact of losses from Au (T+D) contracts, futures contract and gold loans on net profit.

Interest rate risk

The Group's fair value interest rate risk relates primarily to pledged/restricted deposits, fixed-rate borrowings, gold loans, amounts due to the controlling shareholder and lease liabilities. The Group's cash flow interest rate risk is mainly concentrated on the fluctuation of interest rates on bank balances, which carry prevailing market interest rates. The Group manages interest rate exposures by assessing the potential impact arising from any interest rate movements based on interest rate level and outlook. The Group did not use any interest rate swap contracts to hedge its interest rate risk during the Reporting Period.

Risk of changes in economic development

The Group's business is particularly sensitive to the economic development and the purchasing power of consumers in the PRC. Economic growth in the PRC over the past three decades has led to substantial growth in personal disposable income and has resulted in increasing purchasing power and greater demand for discretionary consumer products. The demand for gold jewellery products is partially dependent on end-consumers' income and consumption patterns, which in turn are affected by prevailing economic conditions. The Group intends to continue to develop and offer different product categories with various designs and features that align with regional market trends and cater to consumer preferences.

EMPLOYEES AND REMUNERATION POLICIES

We recognize the importance of talent for sustainable business growth and competitive advantages. We believe that our success depends on our ability to attract, retain and motivate qualified personnel. As of June 30, 2026, we had 1,661 (December 31, 2025: 1,840) full-time employees, a majority of whom were based in China.

The remuneration is determined based on the terms of reference, the prevailing industry practice and the educational background, experience and performance of the staff, the importance of the post, the amount of time he/she devotes to the post, etc.. These policies are reviewed regularly. Besides basic salaries, the Group also provides other fringe benefits to its employees, including year-end bonuses, allowances and benefits in kind.

We have invested substantial efforts and resources in recruiting and training our employees. In addition to our recruitment process and internal referrals, we also recruit talent through specialized recruiting firms and other third parties.

We offer vocational training to our newly hired employees serving in the production function to equip them with adequate knowledge and skills in respect of gold jewellery crafting before formally engaging them in our daily production. The training will usually last for three to six months depending on the skill sets required for respective positions. We regularly review the performance of our employees according to their individual key performance indicators (KPI) and make reference to such performance appraisals in our discretionary bonus, salary adjustment and promotional appraisal in order to attract and retain talented employees. In light of the long-term benefits of talent cultivation, we provide internal training programs to our employees from time to time so as to enhance our overall efficiency and promote employees' sense of belonging to the Group. We place heavy emphasis on occupational safety in our production and we conduct periodic training for our employees to raise awareness in relation to production safety.

We believe we have maintained good relationships with our employees. During the Reporting Period and up to the date of this interim report, we have not experienced any strikes or any labour disputes with our employees which have had or are likely to have a material effect on our business.

OUTLOOK FOR THE SECOND HALF OF 2026

Against the backdrop of accelerating trends in the gold jewellery industry, including consumer segmentation, increasing brand concentration, digital transformation across the value chain and the expansion of global operations, the Company will remain committed to its core objective of high-quality development. It will focus on four key strategies: channel transformation, premium brand enhancement, intelligent manufacturing iteration, and overseas market expansion, with a view to further strengthening its core competitiveness, optimising its business structure, enhancing operational efficiency and expanding its market presence.

In respect of channel transformation, the Company will continue to optimize its omnichannel network through a structural upgrade. Moving away from the traditional model of extensive store expansion, it will accelerate the rationalization of its offline retail network by closing underperforming and loss-making stores, while focusing on prime locations in core cities, including high-end commercial districts and affluent residential communities. The Company also plans to establish flagship experiential stores to enhance brand visibility and customer engagement. Meanwhile, the Company will further strengthen its digital-channel capabilities by expanding its presence in content-driven e-commerce, livestreaming platforms and refined private-domain customer operations. By integrating online customer acquisition, offline experiential purchases and omnichannel customer retention into a seamless closed-loop ecosystem, the Company aims to shift its channel strategy from scale-driven expansion to a model focused on quality, efficiency and profitability. These initiatives are expected to further broaden market coverage and stimulate end-consumer demand.

In terms of premium brand enhancement, the Company will fully advance the construction of a high-end brand system and value repositioning. Anchored in the cultural attributes and craftsmanship essence of gold and jewellery, the Company will deeply explore the connotations of traditional Eastern culture and intangible cultural heritage fine craftsmanship design, continuously iterate high-value-added product lines such as the premium “Crafted Heritage” series and private customization series, thereby enriching the high-end brand product matrix. In parallel, the Company will upgrade its high-end customization service system, refine the full-process exclusive service standards, and consistently strengthen its high-end brand presence through high-quality brand marketing activities such as high-end brand salons, IP collaborations and themed roadshows, so as to enhance the development of its high-end brands and reinforce the building of high-end brand perception.

At the intelligent-manufacturing level, the Company will continue to deepen the digital and intelligent transformation of its production operations, while steadily advancing iterative upgrades to core equipment and technologies, including flexible production lines, 3D precision engraving and intelligent quality inspection. The Company seeks to establish digital production-management, intelligent warehousing and supply-chain control systems, and develop an integrated digital ecosystem spanning the entire process from product design and mass production to personalized customization, quality inspection, warehousing and dispatch. Through intelligent manufacturing, the Company will be better positioned to meet both large-scale, standardized production requirements and small-batch, high-precision customization needs. These initiatives are expected to enhance product craftsmanship precision, production efficiency and supply-chain responsiveness, while reducing costs, improving operational efficiency and further reinforcing the Company’s product-quality advantage.

In respect of overseas markets, the Company will proactively capture opportunities arising from the global expansion of Chinese brands and the upgrading of overseas affordable-luxury consumption. It will continue to refine its overseas market strategy and broaden its sales channels. Leveraging its craftsmanship capabilities and differentiated product offerings, the Company will tailor its products to the consumer preferences and market requirements of key overseas regions, including Southeast Asia and the Middle East, and further optimize its overseas product portfolio. Meanwhile, the Company will establish a distributor partnership framework and a cross-border e-commerce operating model, while enhancing its overseas brand promotion, cross-border logistics and after-sales service capabilities. Through these initiatives, the Company aims to steadily increase the contribution of overseas markets to its revenue and achieve dual progress in improving the quality of its domestic market operations and expanding its overseas growth.

Looking ahead, the Company will pursue deeper integration and mutual reinforcement across its four strategic priorities: channels, brands, intelligent manufacturing and overseas operations. It will leverage high-quality sales channels to support the rollout of premium brands, empower retail sales with high-end products, enhance product quality and delivery capabilities through intelligent manufacturing, and unlock new growth opportunities through overseas expansion. The Company will continue to advance its comprehensive transformation and upgrade, positioning itself to capture opportunities arising from structural adjustments in the industry and intensifying global competition, while achieving steady, high-quality and sustainable growth.

CORPORATE GOVERNANCE AND OTHER INFORMATION

CORPORATE GOVERNANCE PRACTICES

The Board recognizes the importance of good corporate governance for enhancing the management of the Company as well as preserving the interests of the Shareholders as a whole. The Group has adopted and applied corporate governance practices based on the principles and code provisions as set out in the CG Code as contained in Appendix C1 to the Listing Rules as the Company's own code of corporate governance practices.

The Board is of the view that during the Reporting Period, the Company has complied with all the applicable code provisions as set out in Part 2 of the CG Code, as well as the majority of the recommended best practices requirements. The Board will continue to review and monitor its code of corporate governance practices of the Company with an aim to maintaining a high standard of corporate governance.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as the code of conduct regarding securities transactions of the Company by the Directors. Upon making specific enquiries to all of the Directors of the Company, all the existing Directors have confirmed that each of them has fully complied with the required standards as set out in the Model Code during the Reporting Period.

AUDIT COMMITTEE'S REVIEW OF INTERIM RESULTS AND INTERIM REPORT

The Audit Committee has formulated terms of reference in written form in accordance with the requirements of the Listing Rules. It comprises three members, namely, Mr. DING Xiaodong (independent non-executive Director), Mr. BAI Xianyue (independent non-executive Director) and Mr. WENG Xin (independent non-executive Director).

Mr. DING Xiaodong currently serves as the chairman of the Audit Committee. The Audit Committee has considered and reviewed the accounting principles and practices adopted by the Group and discussed matters in relation to internal control and financial reporting with the management. The Audit Committee reviewed and considered that the interim financial results for the six months ended June 30, 2026 are in compliance with the relevant accounting standards, rules and regulations and appropriate disclosures have been duly made.

The condensed consolidated financial statements of the Group for the six months ended June 30, 2026 as set out in this interim report have not been reviewed nor audited by the Company's auditor, Deloitte Touche Tohmatsu.

SHARE CAPITAL

As at June 30, 2026, the total share capital of the Company was RMB273,023,466.00, divided into 273,023,466 Shares of RMB1.00 each.

As of June 30, 2026, the Company did not hold any treasury shares.

PURCHASE, SALE AND/OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities (including the sale of treasury shares) during the Reporting Period. As of June 30, 2026, the Company did not hold any treasury shares.

INTERESTS AND SHORT POSITIONS OF DIRECTORS AND CHIEF EXECUTIVE IN SHARES, UNDERLYING SHARES AND DEBENTURES

As of June 30, 2026, the Directors and chief executive of the Company had interests and/or short positions in the Shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO), which were required to be notified to the Company and the Hong Kong Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including those taken or deemed as their interests or short positions in accordance with such provisions of the SFO), or which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to the Model Code, to be notified to the Company, once the Shares are listed on the Hong Kong Stock Exchange were as follows:

Interests in Shares and Underlying Shares

Name and position	Description of Shares[1]	Nature of interests	Number of Shares	Approximate percentage of interest in the Company
Mr. WANG Zhongshan (executive Director)	H Shares (L)	Beneficial owner	64,760,000	23.72%
		Interest in controlled corporation[2]	17,550,000	6.43%
		Interest of spouse[2]	68,910,000	25.24%
Ms. ZHANG Xiuqin (executive Director)	H Shares (L)	Beneficial owner	60,000,000	21.98%
		Interest in controlled corporation[2]	8,910,000	3.26%
		Interest of spouse[2]	82,310,000	30.15%
Mr. WANG Guoxin (executive Director and general manager)	H Shares (L)	Interest in controlled corporation[3]	40,000,000	14.65%
Mr. WANG Zegang (executive Director)	H Shares (L)	Beneficial owner	2,941,600	1.08%

Notes:

(1) The letter “L” denotes the person’s long position in the Shares.

(2) Ms. Zhang Xiuqin is the spouse of Mr. Wang Zhongshan. As such, Mr. Wang Zhongshan and Ms. Zhang Xiuqin are deemed to be interested in the Shares, directly or indirectly, held by each other.

Jinmeng Partnership and Jinyuan Partnership are limited partnerships established in the PRC and are the Employee Shareholding Platforms. Ms. ZHANG Xiuqin directly and indirectly controls more than one-third of the limited partnership interests in Jinyuan Partnership; and Mr. WANG Zhongshan directly and indirectly controls more than one-third of the limited partnership interests in Jinmeng Partnership. Therefore, Mr. WANG Zhongshan and Ms. ZHANG Xiuqin are deemed to be interested in the Shares directly held by Jinyuan Partnership and Jinmeng Partnership by virtue of the SFO.

(3) Tianjin Yuanjinmeng was owned as to 50% by Mr. Wang Guoxin and 50% by Ms. Wang Na. Therefore, Mr. Wang Guoxin and Ms. Wang Na are deemed to be interested in the Shares directly held by Tianjin Yuanjinmeng. Since February 12, 2026, these Shares have been converted from domestic shares into H Shares.

Save as disclosed above, as of June 30, 2026, none of the Directors and chief executive had interests or short positions in the Shares or underlying Shares or debentures of the Company and any of its associated corporations (within the meaning of Part XV of the SFO) which would fall to be disclosed to the Company under the provisions of Divisions 7 and 8 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 352 of the SFO or as otherwise notified to the Company and the Hong Kong Stock Exchange pursuant to the Model Code.

INTERESTS AND SHORT POSITIONS OF SUBSTANTIAL SHAREHOLDERS

As of June 30, 2026, so far as it was known to the Directors and chief executive of the Company, the following persons (other than the Directors and chief executive of the Company) had interests and/or short positions in the Shares or underlying Shares which are required to be notified to the Company under Divisions 2 and 3 of Part XV of the SFO, or had interests or short positions in 5% or more of the respective type of Shares which were recorded in the register required to be kept by the Company under section 336 of the SFO:

Shareholder name	Description of Shares[1]	Nature of interests	Number of Shares	Approximate percentage of interest in the Company
Jinmeng Partnership[2]	H Shares (L)	Beneficial owner	17,550,000	6.43%
Ms. Wang Na[3]	H Shares (L)	Interest in controlled corporation	40,000,000	14.65%
Tianjin Yuanjinmeng[3]	H Shares (L)	Beneficial owner	40,000,000	14.65%

Notes:

(1) The letter "L" denotes the person's long position in the Shares.

(2) Jinmeng Partnership is a limited partnership established in the PRC and is one of the Employee Shareholding Platforms.

(3) Tianjin Yuanjinmeng was owned as to 50% by Mr. Wang Guoxin and 50% by Ms. Wang Na. Therefore, Mr. Wang Guoxin and Ms. Wang Na are deemed to be interested in the Shares directly held by Tianjin Yuanjinmeng. With effect from February 12, 2026, such shares have been converted from domestic shares into H Shares.

Save as disclosed above, the Company is not aware that as of June 30, 2026, any other person had any interests or short positions in the Shares and underlying Shares, which is required to be notified to the Company pursuant to Divisions 2 and 3 of Part XV of the SFO, or which is required to be entered in the register maintained by the Company under section 336 of the SFO.

PLEDGING OF SHARES BY THE CONTROLLING SHAREHOLDER

There was no controlling shareholder pledging any of its shares in the Company to secure the Company's debts or to secure guarantees or other support of the Company's obligations during the Reporting Period.

LOAN AGREEMENTS OR FINANCIAL ASSISTANCE OF THE COMPANY

The Company did not provide any financial assistance nor guarantee to its affiliated companies during the Reporting Period, which would give rise to a disclosure under Rule 13.16 of the Listing Rules. The Company did not enter into any loan agreement with covenants relating to specific performance of its Controlling Shareholder nor breach the terms of any loan agreements during the Reporting Period.

SHARE SCHEME

At the first extraordinary general meeting of the Company on February 10, 2025 (the "**Adoption Date**"), the Shareholders passed a special resolution to approve the adoption of a share award scheme of the Company (the "**Share Award Scheme**"). Major terms of the Share Award Scheme are set out as below:

(A) Purposes

The purposes of the Share Award Scheme are:

(i) to provide opportunities to own equity interests in the Company so as to attract, incentivize and retain skilled and experienced persons to contribute for the future development and expansion of the Group;

(ii) to improve the Company's incentive mechanism so as to attract, incentivize and retain core employees and service providers who make strong contributions to the Company's ongoing operation, development and longterm growth; and

(iii) to closely align the interests of incentive recipients with the interests of the Shareholders, investors and the Company, so as to enhance the Company's cohesion and promote the maximization of the Company's value.

(B) Duration

The Share Award Scheme shall be valid and effective for a period of ten (10) years commencing on the Adoption Date, after which period no further award may be granted, but the scheme rules shall remain in full force and effect in all other respects to the extent necessary to give effect to the vesting of any award made prior thereto. As the Share Award Scheme was adopted on February 10, 2025, subject to the termination of the Share Award Scheme pursuant to the scheme rules it shall be valid and effective until and including February 9, 2035.

(C) Eligible participants

The eligible participants of the Share Award Scheme include:

(i) employee participants, who shall be full-time employees of the Group, excluding individuals deemed as connected persons by the Hong Kong Stock Exchange, such as Directors of the Group;

(ii) related entity participants, who shall be any person of the fellow subsidiaries or associated companies of the Group (other than members of the Group), excluding companies or individuals deemed as connected persons by the Hong Kong Stock Exchange; and

(iii) service providers and business partners, who shall be the service providers or suppliers who have provided the Group with services which are in the interest of the long-term growth of the Group in the ordinary and usual course of business and on a continuing basis, or business partners such as former shareholders of the Group's acquisition or merger targets, excluding entities or individuals deemed as connected persons by the Hong Kong Stock Exchange.

Those who are not deemed eligible participants under the scheme rules shall be excluded.

(D) Scheme mandate limit and grant of awards

The maximum number of award Shares that can be awarded under the Share Award Scheme must not exceed 10% of the number of total Shares in issue as of the Adoption Date (i.e. 27,302,346 Shares). Awards lapsed in accordance with the terms of the Company's circular dated January 16, 2025 shall not be counted for the purposes of calculating the scheme mandate limit.

Further grant of awards to any eligible participant shall not result in the total number of award Shares granted to such participant in any 12-month period exceeding 1% of the number of total Shares in issue (i.e., 2,730,234 Shares). If the participant to whom award shares are granted is a Director, other than an independent non-executive Director, or the chief executive officer or his/her connected person, and such grant exceeds 0.1% of the issued Shares (i.e., 273,023 Shares), such grant shall be subject to approval by the Shareholders' general meeting.

Subject to the limit on granting awards to individual participants under Chapter 17 of the Listing Rules, the Company shall issue the grant letter to each grantee, in such form as the Board and/or its authorised person may from time to time determine, specifying the applicable terms of grant, including but not limited to the grant date, methods of accepting the grant of awards, the number of award Shares.

(E) Limitations

The Share Award Scheme is designated as a "Non-connected Person Share Award Scheme" and no awards shall be granted to connected persons of the Company. At the same time, the plan rules impose several restrictions on matters such as the timing of grants.

(F) Source of awards and fund

To satisfy the grant of awards, the Board and/or its authorised person shall, so far as reasonably practicable, wire transfer the required fund to the trustee (or instruct the trustee to use the cash income of the trust), and instruct the trustee to purchase H Shares through on-market or off-market transactions.

The Board and/or its authorised person shall also instruct the trustee on whether to use any returned Shares to satisfy the grant of awards. The Board and/or its authorised person may set out any conditions or terms in the instructions given to the trustee for the purchase of H Shares, including but not limited to the specific purchase price or price range, the maximum amount of purchase fund and/or the maximum number of H Shares to be purchased. The source of fund for purchasing the award Shares shall be the Group's internal funds or the cash income of the trust.

(G) Vesting of awards

The vesting of awards shall be subject to the Company's performance targets (as determined by the Board and/or its authorised person from time to time with reference to the Company's business performance and financial conditions and the then market conditions) and other vesting conditions set forth in the relevant grant letter.

The vesting period shall be determined by the Board and/or its authorised person and set forth in the grant letter. Each vesting period shall be not less than twelve (12) months, unless the Board and/or its authorised person determine otherwise in their sole discretion.

For the purposes of vesting of awards, the Board and/or its authorised person may instruct and procure the trustee to (i) release the award shares from the trust to the grantee; or (ii) sell the award shares vested to the grantee through on-market or off-market transactions and pay to the grantee the actual sale price (after deduction of all applicable expenses) in cash.

(H) Lapse of awards

If any grantee fails to fulfil the vesting conditions, the relevant award shares shall be immediately forfeited and become the returned shares held by the trustee. The decisions of the Board and/or its authorised person on whether the vesting conditions are fulfilled shall be irrevocable and final.

(I) Appointment of trustee

The Company has entered into a trust deed under the Share Award Scheme, whereby the professional trustee was appointed. The trustee shall be given any guidance, instruction or advice for the purpose of satisfying the grant of Awards. To the best knowledge, information and belief of the Board after making all reasonable enquiries, the Trustee and its ultimate beneficial owners are Independent Third Parties and not connected with the Company or any of its connected persons.

The maximum number of Shares in respect of which award shares may be granted pursuant to the Share Award Scheme is 27,302,346, being 10% of the issued share capital of the Company as of the Adoption Date. As at June 30, 2026 and the date of this interim report, no award shares were granted under the Share Award Scheme, leaving 27,302,346 award shares being available for grant under the scheme limit, representing approximately 10% of the total number of Shares in issue of the Company as of the date of this interim report.

Except for the above disclosures, the Board approved and adopted the Employee Share Ownership Scheme in March 2016. The Employee Share Ownership Scheme is not subject to the provisions of Chapter 17 of the Listing Rules as the Employee Share Ownership Scheme does not involve the grant of new Shares or awards by the Company after the Listing.

INTERIM DIVIDEND

The Board resolved not to declare the payment of an interim dividend for the Reporting Period (2025: nil).

CHANGE IN INFORMATION OF DIRECTORS AND SENIOR MANAGEMENT

During the Reporting Period and up to the date of this interim report, there has been no other change in the information of Directors or chief executives of the Company that is required to be disclosed under Rule 13.51(B) of the Listing Rules.

USE OF NET PROCEEDS FROM INITIAL PUBLIC OFFERING

The Company's H Shares were listed on the Hong Kong Stock Exchange on November 29, 2024, raising net proceeds of approximately HK$452.50 million (equivalent to approximately RMB420.70 million). As of June 30, 2026, approximately RMB230.48 million of the net proceeds had been utilized. All remaining unutilized net proceeds (approximately RMB190.22 million) were deposited with certain licensed financial institutions in China.

The amount of proceeds actually used by the Company during the Reporting Period, the unutilized net proceeds as of the end of the Reporting Period and the expected timeline for utilizing the remaining unutilized net proceeds are as follows:

	Percentage of net proceeds intended to be distributed according to Prospectus (%)	Net proceeds intended to be distributed according to the Prospectus (RMB million)	Actual net proceeds received and proportional proceeds intended to be distributed (Note) (RMB million)	Proceeds utilized during the Reporting Period (RMB million)	Net proceeds unutilized as of June 30, 2026 (RMB million)	Expected timeline for utilizing the remaining unutilized net proceeds
Production expansion plan	50.0	232.5	210.4	104.73	105.67	To be fully utilized before the end of 2027
Expansion of sales network						
– Establishment of self-operated stores	31.0	144.1	130.4	99.75	30.65	To be fully utilized before the end of 2027
– Improving scale and operations of self-operated direct service centers	3.0	14.0	12.6	12.6	–	To be fully utilized before the end of 2027
Sub-total:	34.0	158.1	143.0	112.35	30.65	
Upgrade on information technology	16.0	74.4	67.3	13.4	53.9	To be fully utilized before the end of 2027
Total:	100	465.0	420.7	230.48	190.22	

Note: Calculated based on the exchange rate of RMB0.9298 to HK$1.

Since the Listing, in order to enhance the efficiency of fund utilization, the Company has reduced non-essential expenditures while ensuring operational quality and operational stability. After prudent consideration and assessment of the prevailing market environment, the Board has re-planned the timetable of the use of proceeds for 2026, and expects that the utilization period for certain portions of the proceeds will be extended to the end of 2027. To improve the utilization efficiency of the temporarily unutilized proceeds, the Board resolved on December 29, 2025 to temporarily apply an aggregate amount of RMB210 million of idle proceeds to replenish the Company's working capital for one year (the "**Utilization Period**"), comprising RMB70 million for the production facilities upgrading project, RMB90 million for the establishment of the marketing network, and RMB50 million for the upgrading of information technology.

During the Utilization Period, the Company expects that the relevant working capital will be used for purchasing gold raw materials. Upon the expiry of the Utilization Period, the Company will promptly and fully return such funds to the respective projects for their intended use. If the Company decides to accelerate the progress of any construction or investment project within the Utilization Period, the Company will return the proceeds to such construction and investment projects at any time as required.

The temporary replenishment of working capital is primarily based on the current market conditions, aimed at maintaining a prudent pace of expansion and optimizing capital allocation. The arrangement will help to ensure the security of the Company's cash flow and enhance the Company's resilience against market risks. Concurrently, it ensures the Company's daily operational funding requirements are met while supporting the stable development of its core business. The temporary replenishment of working capital is in line with the Company's operational needs and strategic arrangements at the present stage. This temporary replenishment of working capital will not compromise the progress of the upgrading projects of production facilities and information technology systems and the expansion of marketing network.

For further details regarding the Company's utilization of certain idle proceeds raised from H Share initial public offering for temporary replenishment of working capital, please refer to the Company's announcement dated December 29, 2025.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended June 30, 2026

	Notes	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Revenue	4	**10,175,294**	10,450,919
Cost of sales		**(9,747,320)**	(9,628,441)
Gross profit		**427,974**	822,478
Other income	5	**6,780**	8,484
Distribution and selling expenses		**(102,162)**	(108,169)
Research and development expenses		**(11,493)**	(12,332)
Administrative expenses		**(59,972)**	(49,184)
Other expenses and other gains and losses, net	6	**(165,088)**	(695,934)
Finance costs		**(50,574)**	(42,390)
(Impairment losses)/reversal of impairment losses under expected credit loss model, net	7	**(1,468)**	5,975
Profit/(loss) before tax		**43,997**	(71,072)
Income tax (expense)/credit	8	**(15,039)**	7,057
Profit/(loss) for the period	9	**28,958**	(64,015)
Other comprehensive income			
Item that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of foreign operations		**24**	—
Other comprehensive income for the period, net of income tax		**24**	—
Total comprehensive income/(expense) for the period		**28,982**	(64,015)
Profit/(loss) for the period attributable to			
Owners of the Company		**19,517**	(70,091)
Non-controlling interests		**9,441**	6,076
		28,958	(64,015)
Total comprehensive income/(expense) for the period attributable to			
Owners of the Company		**19,529**	(70,091)
Non-controlling interests		**9,453**	6,076
		28,982	(64,015)
Earnings/(loss) per share			
Basic and diluted (RMB)	10	**0.07**	(0.26)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at June 30, 2026

	Notes	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Non-current Assets			
Property, plant and equipment	12	**361,060**	372,839
Right-of-use assets		**55,275**	63,050
Investment properties		**20,886**	22,026
Intangible assets	12	**18,939**	14,339
Deferred tax assets		**99,215**	82,183
Prepayments, deposits and other receivables		**23,692**	28,327
Other non-current assets		**4,363**	547
		583,430	583,311
Current Assets			
Inventories	13	**2,782,160**	2,632,428
Trade receivables	14	**337,826**	253,747
Prepayments, deposits and other receivables		**489,187**	372,898
Financial assets at fair value through profit or loss		**61,080**	—
Financial assets at amortised cost		**88,104**	—
Pledged/restricted deposits		**221,369**	606,405
Cash and cash equivalents		**444,328**	501,089
		4,424,054	4,366,567
Current Liabilities			
Trade and bills payables	15	**33,786**	265,845
Other payables and accruals		**192,651**	160,897
Amounts due to the controlling shareholder		**1,300**	12,000
Lease liabilities		**2,575**	5,721
Borrowings	16	**1,800,649**	1,416,424
Contract liabilities		**39,206**	63,287
Tax liabilities		**819**	46,853
Gold loans	17	**622,452**	547,796
Financial liabilities at fair value through profit or loss		**350**	—
Deferred income		**29**	33
Refund liabilities		**5,889**	12,944
		2,699,706	2,531,800
Net Current Assets		**1,724,348**	1,834,767
Total Assets less Current Liabilities		**2,307,778**	2,418,078

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

As at June 30, 2026

	Notes	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Non-current Liabilities			
Borrowings	16	**32,011**	33,583
Deferred tax liabilities		**18**	687
Lease liabilities		**880**	4,924
Refund liabilities		**3,933**	11,520
Deferred income		**32**	46
		36,874	50,760
Net Assets		**2,270,904**	2,367,318
Capital and Reserves			
Share capital	18	**273,023**	273,023
Shares held for share award scheme	18	**(139,698)**	(139,698)
Reserves		**2,137,231**	2,199,412
Equity attributable to owners of the Company		**2,270,556**	2,332,737
Non-controlling interests		**348**	34,581
Total Equity		**2,270,904**	2,367,318

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended June 30, 2026

	Attributable to owners of the Company										
	Share capital RMB'000	Shares held for share award scheme RMB'000	Share premium RMB'000	Other reserve RMB'000 *(Note i)*	Share-based payments reserve RMB'000	Translation reserve RMB'000	Statutory reserve RMB'000 *(Note ii)*	Retained profits RMB'000	Subtotal RMB'000	Non-controlling interests RMB'000	Total RMB'000
At January 1, 2025 (audited)	273,023	–	912,758	(18,287)	71,244	–	230,158	988,826	2,457,722	19,925	2,477,647
(Loss)/profit and total comprehensive (expense)/ income for the period	–	–	–	–	–	–	–	(70,091)	(70,091)	6,076	(64,015)
Purchase of shares (not cancelled) *(Note 18)*	–	(46,036)	–	–	–	–	–	–	(46,036)	–	(46,036)
Dividend declared *(Note 11)*	–	–	–	–	–	–	–	(81,907)	(81,907)	–	(81,907)
	–	(46,036)	–	–	–	–	–	(81,907)	(127,943)	–	(127,943)
At June 30, 2025 (unaudited)	273,023	(46,036)	912,758	(18,287)	71,244	–	230,158	836,828	2,259,688	26,001	2,285,689
At January 1, 2026 (audited)	273,023	(139,698)	912,758	(18,287)	71,244	99	252,567	981,031	2,332,737	34,581	2,367,318
Profit for the period	–	–	–	–	–	–	–	19,517	19,517	9,441	28,958
Other comprehensive income for the period	–	–	–	–	–	12	–	–	12	12	24
Total comprehensive income for the period	–	–	–	–	–	12	–	19,517	19,529	9,453	28,982
Capital injection from non-controlling interests	–	–	197	–	–	–	–	–	197	503	700
Dividend declared *(Note 11)*	–	–	–	–	–	–	–	(81,907)	(81,907)	–	(81,907)
Dividends paid to non-controlling interests *(Note 21)*	–	–	–	–	–	–	–	–	–	(27,069)	(27,069)
Disposal of subsidiaries *(Note 21)*	–	–	–	453	–	–	–	(453)	–	(17,120)	(17,120)
	–	–	197	453	–	–	–	(82,360)	(81,710)	(43,686)	(125,396)
At June 30, 2026 (unaudited)	**273,023**	**(139,698)**	**912,955**	**(17,834)**	**71,244**	**111**	**252,567**	**918,188**	**2,270,556**	**348**	**2,270,904**

Notes:

(i) Other reserve mainly represents the differences between the amount by which non-controlling interests are adjusted and the fair value of consideration paid when the Group acquired partial interests in existing subsidiaries.

(ii) According to the relevant laws of the People's Republic of China (the "**PRC**"), the Company and its subsidiaries established in the PRC are required to transfer a portion of their profits after tax to the statutory reserve. The transfer to this reserve must be made before the distribution of a dividend to the equity owners. The transfer can cease when the balance of the reserve reaches 50% of the registered capital of the respective subsidiaries. The reserve can be applied either to set off accumulated losses or to increase capital.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended June 30, 2026

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Net cash (used in)/from operating activities	**(301,239)**	65,606
Investing activities		
Purchase of property, plant and equipment	**(12,286)**	(8,473)
Proceeds from disposal of property, plant and equipment	**250**	—
Purchases of intangible assets	**(6,283)**	(2,316)
Purchases of financial assets at fair value through profit or loss	**(67,910)**	—
Purchases of financial assets at amortised cost	**(88,873)**	—
Purchase of financial products and structured deposits	**—**	(10,000)
Withdrawal of pledged/restricted deposits	**178,692**	265,000
Interest received from pledged/restricted deposits	**502**	1,711
Placement of pledged/restricted deposits	**—**	(150,000)
Net cash inflow on disposal of subsidiaries	**17,039**	—
Net cash from investing activities	**21,131**	95,922
Financing activities		
Proceeds from borrowings	**1,081,000**	800,740
Proceeds from amounts due to the controlling shareholder	**3,000**	—
Repayment of borrowings	**(710,549)**	(636,195)
Repayment of amounts due to the controlling shareholder	**(13,700)**	—
Interest paid	**(50,119)**	(33,076)
Capital injection from non-controlling interests	**700**	—
Dividends paid to shareholders	**(81,907)**	—
Repayments of lease liabilities	**(2,793)**	(3,574)
Net cash from financing activities	**225,632**	127,895
Net (decrease)/increase in cash and cash equivalents	**(54,476)**	289,423
Cash and cash equivalents at beginning of the period	**501,089**	556,167
Effect of foreign exchange rate changes	**(2,285)**	3,667
Cash and cash equivalents at end of the period	**444,328**	849,257

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended June 30, 2026

1. GENERAL INFORMATION

Mokingran Jewellery Group Co., Ltd. (the "**Company**") was established as a limited liability company in the PRC on September 8, 2000 and converted into a joint-stock company with limited liability under the Company Law of the PRC on June 29, 2018. The Company and its subsidiaries (collectively referred to as the "**Group**") are primarily engaged in the design, production, wholesale and retail of jewellery in the PRC.

The condensed consolidated financial statements are presented in RMB, which is also the functional currency of the Company and its subsidiaries in the PRC.

2. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared on the historical cost basis except for financial instruments, which are measured at fair values, as appropriate.

3. ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 ("**HKAS 34**") "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants as well as the applicable disclosure requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Other than additional/change in accounting policies resulting from application of amendments to HKFRS Accounting Standards and application of certain accounting policies which became relevant to the Group in the current interim period, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended June 30, 2026 are the same as those presented in the Group's annual consolidated financial statements for the year ended December 31, 2025.

Application of amendments to HKFRS Accounting Standards

In the current interim period, the Group has applied the following amendments to a HKFRS Accounting Standard issued by the HKICPA, for the first time, which are mandatorily effective for the Group's annual period beginning on January 1, 2026 for the preparation of the Group's condensed consolidated financial statements:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards — Volume 11

The application of the amendments to a HKFRS Accounting Standard in the current interim period has had no material impact on the Group's financial positions and performance for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

4. REVENUE AND SEGMENT INFORMATION

The Group is primarily engaged in the design, production, wholesale and retail of jewellery in the PRC.

The executive directors of the Company, being the chief operating decision makers, review the consolidated results when making decisions about allocating resources and assessing performance of the Group as a whole and hence, the Group has only one operating and reportable segment and no further analysis of this single segment is presented.

The Group's non-current assets are all located in Chinese Mainland of the PRC and the Group's revenue are predominantly derived from Chinese Mainland of the PRC. During the six months ended June 30, 2026, there was no revenue derived from transactions with a single external customer or a group of entities known to be under common control with that customer amounted to 10% or more of the Group's revenue.

The Group's revenue is generated from the sales of gold jewellery and other gold products, K gold jewellery, diamond inlaying jewellery and other products and provision of other services. Disaggregation of revenue from contracts with customers is as follows:

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Type of goods or services		
Sale of goods:		
— Gold jewellery and other gold products	**9,957,924**	10,135,196
— K gold jewellery, diamond inlaying jewellery and other products	**164,316**	262,860
Other services	**53,054**	52,863
Total	**10,175,294**	10,450,919
Geographical markets		
Chinese Mainland	**9,919,600**	10,306,178
Others	**255,694**	144,741
Total	**10,175,294**	10,450,919
Timing of revenue recognition		
A point in time	**10,152,024**	10,425,104
Over time	**23,270**	25,815
Total	**10,175,294**	10,450,919

5. OTHER INCOME

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Interest income from bank and other deposits	**1,926**	1,435
Interest income from financial assets at amortised cost *(Note ii)*	**1,259**	—
Other income from franchisees and provincial-dealers	**1,033**	2,896
Rental income	**2,164**	1,241
Government grants *(Note i)*	**398**	2,748
Additional deduction for value-added tax ("**VAT**")	**—**	164
	6,780	8,484

Notes:

i. For the six months ended June 30, 2026, income of approximately RMB383,000 (2025: RMB2,732,000) represented the subsidies from the relevant government authorities for the purpose of motivating the business development of the Group. The subsidies received are in substance a kind of immediate financial support to the Group with no future related costs and are recognised as income when the subsidies are received. There were no unfulfilled conditions for all the government grants in the period in which they were recognised. For the six months ended June 30, 2026, income of approximately RMB15,000 (2025: RMB16,000) represented the grants from the relevant government authorities for funding the purchase of certain non-current assets. The government grants received are recognised in profit or loss over the useful lives of the relevant non-current assets.

ii. In January 2026, the Group entered into an agreement to subscribe for a fund product of King SP at a subscription cost of HKD100,000,000 (equivalent to RMB88,873,000). The fund offers an annualised return of 4.5% net of management fees. It primarily invests in a portfolio of short-term, high-quality money market instruments, including U.S. Treasury bonds with a remaining maturity of within one year, as well as cash and cash equivalents. The contractual cash flows arising from this financial asset satisfy the solely payments of principal and interest (SPPI) characteristic inherent in a basic lending arrangement. Accordingly, it is classified as a financial asset at amortised cost, with interest income for the current period recognised using the effective interest method.

6. OTHER EXPENSES AND OTHER GAINS AND LOSSES, NET

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Direct operating expenses incurred for investment properties	**(1,140)**	(2,095)
Charitable contribution	**(10)**	(468)
Others	**(84)**	—
Other expenses	**(1,234)**	(2,563)
Gain on disposal of property, plant and equipment and termination of leases, net	**124**	418
Net foreign exchange (loss)/gain	**(2,739)**	4,597
Net realised loss on Au (T+D) contracts *(Note i)*	**(175,965)**	(588,039)
Net realised loss on gold loans	**(53,195)**	—
Net realised (loss)/gain on futures contract	**(64,181)**	527
Net unrealised gain/(loss) on gold loans	**117,349**	(110,765)
Fair value changes on financial assets at FVTPL *(Note ii)*	**(6,747)**	—
Fair value changes on financial liabilities at FVTPL	**(350)**	—
Dividends from disposal of subsidiaries	**9,290**	—
Gain on disposal of subsidiaries	**11,581**	—
Others	**979**	(109)
Other gains and losses, net	**(163,854)**	(693,371)
Other expenses and other gains and losses, net	**(165,088)**	(695,934)

Notes:

i. The Group uses Au (T+D) contracts which are purchased on Shanghai Gold Exchange as an economic hedge of its commodity price risk and its exposure to variability in fair value changes attributable to price fluctuation risk associated with gold products. The Au (T+D) contracts are settled on a daily basis.

The Group does not formally designate or document the hedging transactions with respect to the Au (T+D) contracts. Therefore, those transactions are not designated for hedge accounting.

ii. The Group purchased shares of a Hong Kong-listed company from the secondary market at a cost of RMB 67,820,000 in June 2026. The shares were held for trading purposes rather than for strategic investment, and were accordingly classified as financial assets at FVTPL. As at 30 June 2026, the Group recognised a loss on changes in fair value arising from the decline in the shares' market value.

7. (IMPAIRMENT LOSSES)/REVERSAL OF IMPAIRMENT LOSSES UNDER EXPECTED CREDIT LOSS MODEL, NET

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
(Impairment losses)/reversal of impairment losses, net recognised on:		
— Trade receivables	**(1,546)**	4,177
— Other receivables	**78**	1,798
Total	**(1,468)**	5,975

8. INCOME TAX EXPENSE/(CREDIT)

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Current tax:		
Hong Kong	**2,627**	—
PRC Enterprise Income Tax ("**EIT**")	**30,228**	62,328
Under provision of EIT in prior years	**—**	9,005
Deferred tax	**(17,816)**	(78,390)
	15,039	(7,057)

Under the Law of the PRC on Enterprise Income Tax (the "**EIT Law**") and Implementation Regulation of the EIT Law, the statutory tax rate of the PRC subsidiaries is 25% during the six months ended June 30, 2026 and 2025.

Under the two-tiered profits tax rates regime of Hong Kong Profits Tax, the first Hong Kong dollars ("**HKD**") 2 million of profits of the qualifying group entity will be taxed at 8.25%, and profits above HKD2 million will be taxed at 16.5%. The profits of group entities not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%. Accordingly, the Hong Kong Profits Tax of the qualifying group entity is calculated at 8.25% on the first HKD2 million of the estimated assessable profits and at 16.5% on the estimated assessable profits above HKD2 million.

Certain subsidiaries are qualified as small low-profit enterprises by the relevant tax authorities. The entitled subsidiaries are subject to a preferential income tax rate of 5% during the six months ended June 30, 2026 and 2025.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended June 30, 2026

9. PROFIT/(LOSS) FOR THE PERIOD

The Group's profit/(loss) for the period has been arrived at after charging/(crediting):

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Depreciation of property, plant and equipment	**21,586**	23,188
Depreciation of investment properties	**1,140**	2,095
Depreciation of right-of-use assets	**2,488**	3,596
Amortisation of intangible assets	**2,178**	1,827
Total depreciation and amortisation	**27,392**	30,706
Less: capitalised in inventories	**(10,678)**	(12,350)
	16,714	18,356
Write-down of inventories	**24,188**	10,400
Fair value changes on financial assets at FVTPL	**6,747**	—
Fair value changes on financial liabilities at FVTPL	**350**	—
Gain on disposal of subsidiaries	**(11,581)**	—

10. EARNINGS/(LOSS) PER SHARE

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

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Profit/(loss) for the period attributable to the owners of the Company	**19,517**	(70,091)

10. EARNINGS/(LOSS) PER SHARE (Continued)

Number of shares

	Six months ended June 30,	
	2026	2025
	'000	'000
	(Unaudited)	(Unaudited)
Weighted average number of ordinary shares for the purpose of basic earnings per share	**263,015**	272,091

No diluted earnings/(loss) per share for the six months ended June 30, 2026 and 2025 were calculated as there were no potential ordinary shares in issue for both periods.

11. DIVIDENDS

During the current interim period, a final dividend of RMB0.3 per share in respect of the year ended December 31, 2025 (six months ended June 30, 2025: RMB0.3 per share in respect of the year ended December 31, 2024) was declared and paid to owners of the Company. The aggregate amount of the final dividend declared in the interim period amounted to RMB81,907,000 (six months ended June 30, 2025: RMB81,907,000). The final dividend was paid to owners of the Company in June 2026.

12. PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

During the current interim period, the Group disposed of certain property, plant and equipment with an aggregate carrying amount of RMB126,000 (six months ended June 30, 2025: RMB307,000) for cash proceeds of RMB250,000 (six months ended June 30, 2025: nil), resulting in a gain/(loss) on disposal of RMB124,000 (six months ended June 30, 2025: RMB307,000).

In addition, during the current interim period, the Group acquired property, plant and equipment of RMB15,571,000 (six months ended June 30, 2025: RMB9,135,000).

During the current interim period, the Group acquired intangible assets of RMB6,007,000 (six months ended June 30, 2025: RMB1,183,000).

13. INVENTORIES

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Raw materials	**466,376**	706,412
Work in progress	**6,115**	6,703
Finished goods *(Note)*	**2,275,476**	1,884,823
Goods in transit	**—**	20,103
Consignment processing materials	**10,260**	1,282
Consumables	**23,933**	13,105
	2,782,160	2,632,428

Note: Included in the finished goods are items related to consignment arrangement amounted to RMB13,843,000 (2025: RMB4,110,000) as at June 30, 2026.

14. TRADE RECEIVABLES

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Trade receivables	**376,836**	291,211
Less: Allowance for credit losses	**(39,010)**	(37,464)
Total	**337,826**	253,747

The Group primarily allows a credit period around 90 days to 1 year, except for certain credit worthy customers, where the credit periods are extended to a longer period. The following is an aged analysis of trade receivables net of allowance for credit losses presented based on the dates of delivery or rendering of services at the end of each reporting period.

14. TRADE RECEIVABLES (Continued)

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Within 90 days	**94,065**	74,506
90–180 days	**57,836**	58,988
180 days–1 year	**131,820**	102,210
1–2 years	**50,738**	17,538
2–3 years	**3,367**	505
Total	**337,826**	253,747

15. TRADE AND BILLS PAYABLES

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Bills payable under supplier finance arrangements *(Notes i & ii)*	**—**	238,000
Trade payables	**33,786**	27,845
	33,786	265,845

Notes:

i. The bills payable were guaranteed by the Company and/or certain subsidiaries of the Group.

ii In order to ensure easy access to finance for a supplier of the Group, the Group permits a supplier to obtain payment from banks by discounting bills issued by the Group for the amount of gold that the Group agrees to purchase. The Group repays the banks the full bill amount on the due date of the bill. As the arrangements are part of the working capital used in the entity's normal operating cycle, the Group considers the bills payable under such supplier finance arrangements should be classified as trade and bills payables.

15. TRADE AND BILLS PAYABLES (Continued)

An aged analysis of the Group's trade payables presented based on the invoice date at the end of each reporting period is as follows:

	As at June 30, 2026 RMB'000 (unaudited)	As at December 31, 2025 RMB'000 (audited)
Within 1 year	**30,509**	24,837
1–2 years	**2,710**	1,928
2–3 years	**118**	675
Over 3 years	**449**	405
	33,786	27,845

All bills payable issued by the Group are with a maturity period of less than one year.

16. BORROWINGS

During the current interim period, the Group obtained new borrowings amounting to RMB1,081,000,000 (six months ended June 30, 2025: RMB800,740,000). The borrowings carry interest at fixed carry interest of 2.40% to 6.50% and are repayable within 1-3 years.

17. GOLD LOANS

	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
Gold loans	**622,452**	547,796

The Group borrows gold from bank for 3 months to 12 months and pays a fixed fee to bank for the duration of the contract based on the value of gold at inception and relevant interest rates at inception. At maturity, the Group is obliged to deliver gold of the same type, quantity and quality to bank. The Group does not have an option to settle its obligation in cash. Gold loans representing the obligation to deliver gold are classified as liabilities at FVTPL at initial recognition.

The fair value of gold loans is determined with reference to quoted market bid price of gold traded in active liquid markets and classified as Level 2 of the fair value hierarchy.

18. SHARE CAPITAL AND SHARES HELD FOR SHARE AWARD SCHEME

	Number of shares	Share capital	Shares held for share award scheme
	'000	RMB'000	RMB'000
Issued and fully paid:			
At January 1, 2025 (audited)	273,023	273,023	—
Purchase of shares (*Note*)	—	—	(139,698)
At December 31, 2025 (audited) and June 30, 2026 (unaudited)	273,023	273,023	(139,698)

Note: During six months ended June 30, 2026, the Company purchased nil (six months ended June 30, 2025: 2,798,400) shares of its own ordinary shares from the Stock Exchange through a trustee, which was for future share award scheme. The aggregate consideration of shares purchased was nil (six months ended June 30, 2025: HKD49,900,000, equivalent to RMB46,036,000) and has been deducted from shareholders' equity. The details of purchase are as below:

	Number of ordinary shares	Average price per share	Aggregate consideration paid
	'000	RMB	RMB'000
Month of purchase:			
April 2025	472	16.49	7,783
May 2025	2,326	16.45	38,253
November 2025	7,210	12.99	93,662

19. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

Some of the Group's financial instruments are measured at fair value for financial reporting purposes. In estimating the fair value, the Group uses market-observable data to the extent it is available.

The fair values of these financial assets and financial liabilities are determined (in particular, the valuation technique(s) and inputs used), as well as the level of the fair value hierarchy into which the fair value measurements are categorised (Levels 1 to 3) based on the degree to which the inputs to the fair value measurements is observable.

The following table gives information about how the fair values of these financial instruments are determined (in particular, the valuation techniques and inputs used).

19. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS (Continued)

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

Financial assets/ financial liabilities	Fair value as at 30/06/2026 RMB'000 (Unaudited)	Fair value as at 31/12/2025 RMB'000 (Audited)	Shares held for share award scheme	Valuation technique(s) and key input(s)
Listed equity securities at FVTPL	**61,080**	—	Level 1	Quoted bid prices in an active market.
Foreign currency forward contracts	**(350)**	—	Level 2	Discounted cash flow. Future cash flows are estimated based on forward exchange rates (from observable forward exchange rates at the end of the reporting period) and contracted forward rates, discounted at a rate that reflects the credit risk of various counterparties.

20. RELATED PARTY DISCLOSURES

(A) Related party transactions

During the current and prior reporting periods, the Group and the Company have entered into the following transactions with related parties:

The Group

Purchase of services from the controlling shareholder

		Six months ended June 30,	
		2026	2025
		RMB'000	RMB'000
Relationship	**Nature of transactions**	**(Unaudited)**	(Unaudited)
The controlling shareholder	Short-term lease expenses	**—**	12
The controlling shareholder	Interest expenses on the controlling shareholder's loan	**14**	—
		14	12

Loan from the controlling shareholder

		Six months ended June 30,	
		2026	2025
		RMB'000	RMB'000
Relationship	**Nature of transactions**	**(Unaudited)**	(Unaudited)
The controlling shareholder	Proceeds from the controlling shareholder's loan	**3,000**	—
The controlling shareholder	Repayment of the controlling shareholder's loan	**(13,700)**	—
		(10,700)	—

20. RELATED PARTY DISCLOSURES (Continued)

(B) Related party balances

Relationship	Nature of transactions	As at June 30, 2026 RMB'000 (Unaudited)	As at December 31, 2025 RMB'000 (Audited)
The controlling shareholder	Amounts due to the controlling shareholder	**1,300**	12,000
		1,300	12,000

Beginning in October 2025, Ms. Zhang Xiuqin, one of the controlling shareholders, provided loans to the Group. As at June 30, 2026, the outstanding loan balance was at RMB1,300,000 (As at December 31, 2025: RMB12,000,000), with an interest rate of 4.8% per annum. The loan has a term of one year, with a prepayment option at any time.

21. DISPOSAL OF SUBSIDIARIES

During the current interim period, the Group entered into a sale agreement to dispose of its 51% equity interest in Shenzhen Mokingran E-Commerce Limited. and its subsidiaries at a cash consideration of RMB19,730,000. The disposal was completed on 31/03/2026, on which date the Group lost control over Shenzhen Mokingran E-Commerce Limited.

Pursuant to the sale agreement, dividends were to be distributed based on the retained earnings as of January 2026. Prior to the completion date of the disposal, the Group had received its dividend of RMB47,133,000 in full, whereas the non-controlling interests dividend of RMB27,069,000 remained unpaid as of that date.

21. DISPOSAL OF SUBSIDIARIES (Continued)

The net assets of Shenzhen Mokingran E-Commerce Limited. and its subsidiaries at the date of disposal were as follows:

	RMB'000 (Unaudited)
Net assets disposed of:	
Property, plant and equipment	824
Right-of-use assets	5,075
Intangible assets	120
Deferred tax assets	1,313
Other non-current assets	177
Inventories	90,940
Trade receivables	9,875
Prepayments, deposits and other receivables	4,023
Cash and cash equivalents	2,691
Trade payables	(2,773)
Lease liabilities-current	(1,270)
Other payables and accruals	(84,385)
Tax liabilities	(5,490)
Lease liabilities-non current	(3,942)
Deferred tax liabilities	(1,199)
	15,979
Gain on disposal	11,581
Total consideration	19,730
Satisfied by:	
Cash	19,730
Net cash inflow arising on disposal:	
Total cash consideration received	19,730
Cash and cash equivalents disposed of	(2,691)
	17,039

DEFINITIONS

In this interim report, unless the context otherwise requires, the following expressions shall have the following meaning:

"Audit Committee"	the audit committee of the Board
"Au (T+D) "	Au (T+D) is a standardized contract employed by the Shanghai Gold Exchange. It involves the delivery of a predetermined amount of gold at a predetermined price on a specified future date
"Board" or "Board of Directors"	the board of Directors of the Company
"CG Code"	Corporate Governance Code as contained in Appendix C1 to the Listing Rules
"China" or "PRC"	the People's Republic of China, but for the purpose of this interim report and for geographical reference only and except where the context requires, references in this interim report to "China" and the "PRC" do not include Hong Kong, the Macau Special Administrative Region and Taiwan
"Company" or "Mokingran" or "we"	MOKINGRAN JEWELLERY GROUP CO., LTD. (夢金園黃金珠寶集團股份有限公司), a limited liability company established in the PRC on September 8, 2000 and was further converted into a joint stock limited company on June 29, 2018, which was formerly known as "Changle Huaye Jewellery Limited* (昌樂華業珠寶有限公司)", "Tianjin Mokingran Jewellery Limited* (天津夢金園珠寶首飾有限公司)", "Tianjin Mokingran Gold Jewellery Limited* (天津夢金園黃金珠寶有限公司)" and "Mokingran Gold Jewellery Group Limited* (夢金園黃金珠寶集團有限公司)"
"Company Law"	the Company Law of the PRC
"CSRC"	the China Securities Regulatory Commission
"Director(s)"	the director(s) of the Company
"Employee Share Ownership Scheme"	the employee share ownership scheme adopted by the Company on March 10, 2016
"Employee Shareholding Platforms"	Jinmeng Partnership, Jinyuan Partnership and Jinlong Partnership
"gold bullion"	high purity gold metal bulks primarily sold in bulk as an investment instrument for investors to hedge against currency, inflation and geopolitical risks, and is fundamentally different from gold jewellery which is primarily sold as a consumable good
"Group"	the Company and its subsidiaries
"H Share(s)"	ordinary share(s) issued by the Company with a nominal value of RMB1.00 each, which is/are listed on the Hong Kong Stock Exchange and overseas listed foreign share(s) traded in Hong Kong dollars
"HK$"	Hong Kong dollars and cents, 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

"Independent Third Party(ies)"	an individual or a company which, to the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, is not a connected person of the Company within the meaning of the Listing Rules
"Jinmeng Partnership"	Tianjin Jinmeng Enterprise Management Partnership (Limited Partnership)* (天津金夢企業管理合夥企業(有限合夥)), a limited partnership established in the PRC on March 16, 2016
"Jinyuan Partnership"	Tianjin Jinyuan Enterprise Management Partnership (Limited Partnership)* (天津金園企業管理合夥企業(有限合夥)), a limited partnership established in the PRC on March 16, 2016
"K-gold"	alloy formed by fusion of gold and other metals, which the gold purity is no less than 375‰ and no more than 916‰
"Listing"	the listing of the H Shares on the Main Board of the Hong Kong Stock Exchange on November 29, 2024
"Listing Date"	the day of listing of the H Shares on the Main Board of the Hong Kong Stock Exchange, November 29, 2024
"Listing Rules"	the Rules Governing the Listing of Securities on the Hong Kong Stock Exchange
"Model Code"	the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 to the Listing Rules
"Prospectus"	the prospectus issued by the Company dated November 21, 2024
"R&D"	research and development
"RMB"	Renminbi, the lawful currency of the PRC
"Reporting Period"	the six months ended June 30, 2026
"SFO"	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) as amended, supplemented or otherwise modified from time to time
"Share(s)"	shares in the share capital of the Company, with a nominal value of RMB1.00 each, comprising Unlisted Shares and H Shares
"Shareholder(s)"	holders of the Shares
"subsidiary(ies)"	has the meaning ascribed thereto in section 15 of the Companies Ordinance
"Tianjin Yuanjinmeng"	Tianjin Yuanjinmeng Enterprise Management Consultancy Co., Ltd.* (天津園金夢企業管理諮詢有限公司), a company established in the PRC on November 27, 2015 and the controlling shareholder
"USD"	US dollar, the lawful currency of the United States of America
"%"	per cent
"‰"	thousandth