西藏智汇矿业股份有限公司
Xizang Zhihui Mining Co.,Ltd

XIZANG ZHIHUI MINING CO., LTD.*

西藏智匯礦業股份有限公司

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

(Stock Code: 2546)

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

The Board is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (the "**Group**") for the six months ended 30 June 2026 (the "**Period**"), together with the comparative figures for the corresponding period in 2025.

SUMMARY OF THE GROUP'S BUSINESS

RMB'000	**For the six months ended 30 June** **2026** **(unaudited)**	2025 (unaudited)
SUMMARY OF OPERATING RESULTS		
Revenue	**278,192**	158,112
Profit for the Period	**98,771**	26,579
Gross Profit	**146,463**	51,632
SUMMARY OF FINANCIAL POSITIONS AT THE END OF THE PERIOD/YEAR		
Total Assets	**2,202,223**	2,053,063
Total Liabilities	**459,902**	419,757
Net assets	**1,742,321**	1,633,306
Cash and cash equivalents	**375,495**	587,624
Profit per share[1]	**0.20**	0.07
Cash dividends per share[2]	**0**	0

Notes:

1. The number of shares is 487,805,659, which is the total number of issued ordinary shares for the purpose of basic earnings per share

2. The Board does not propose or declare any interim dividend payments.

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review

The Group holds the mining rights over an area of approximately 4.5 sq.km which is called the Mengya'a Mine and located within the nationally designated Jinda Integrated Exploration Area at an altitude between 5,000.0 m asl and 5,300.0 m asl where rich mineral resources have been found. The Mengya'a Mine currently comprises an open-pit mine and an underground mine.

During the Period, the Group's non-ferrous metal concentrates production volume increased significantly compared with the corresponding period in 2025. The details of actual output volume of the concentrates production are summarized in the following table. During the Period, the Group did not process any ores that were externally procured as it had done in the corresponding period of 2025, but focused on the production of ores from its own mines instead. During the Period, the Group had processed approximately 217,170 tons of ores. That was an increase of approximately 75.6% from approximately 123,663 tons that included ores which were externally procured in the corresponding period of 2025. The increase was mainly because of less production time available during the corresponding period in 2025 as the Beneficiation Plant spent time on fixing the problems associated with the pipes leading to the Tailing Pond. The average ore-grade level (zinc+ lead) was 5.96 during the Period which was lower than the level of 7.20 for the corresponding period of 2025 and that led to the actual non-ferrous concentrates sales volume increase of approximately 49.5%. Despite the lower grade, thanks to the increase of sales prices of concentrates, particularly of zinc, copper and silver, the overall revenue increased by approximately 75.9% compared with the corresponding period in 2025. The sales prices of non-ferrous metal concentrates are likely to remain high in the foreseeable future.

The total production and sales of the non-ferrous metal concentrates are set out as follows:

Concentrate Volume and Sales

The table below sets out the total production and sales of the non-ferrous metal concentrates for the six months ended 30 June 2026 as compared to that in the corresponding period in 2025.

	For the six months ended 30 June					
Concentrates volume	**Production**			**Sales**		
	2026	2025		**2026**	2025	
Period	**(unaudited)**	(unaudited)	Changes	**(unaudited)**	(unaudited)	Changes
Lead (tons)	**3,581.5**	2,520.5	42.1%	**3,552.4**	2,444.2	45.3%
Lead with silver (kilogram)	**3,944.3**	5,261.0	-25.0%	**3,911.3**	5,053.3	-22.6%
Zinc (tons)	**8,261.7**	5,628.2	46.8%	**8,174.1**	5,315.8	53.8%
Copper (tons)	**239.1**	247.0	-3.2%	**209.8**	220.9	-5.0%
Copper with silver (kilogram)	**739.4**	529.7	39.6%	**647.8**	473.2	36.9%

Note: The difference between sales volume and production volume was the result of concentrate inventories carried forward from the previous period, with any remaining surplus constituting the closing inventory to be carried forward to the following period.

As happened in the past, the Group worked hard to improve its ores comprehensive utilization efficiency because it is the best way to reduce unit costs and increase unit profitability. During the Period, the Group, after careful economic feasibility assessment, invested approximately RMB10.0 million to its Beneficiation Plant to extend the ore production line with the aim to extract the Pyrite concentrates from the tailing waste. The upgrading was completed within the Period and the experimentation of the new equipment was successful. As a result, the sales of Pyrite concentrates will contribute to the Group's revenue later this year. The breakthrough was exciting and encouraging. Not only was it a new example and evidence to the determination of the Group to build the "Green Mine", but also it re-affirmed to the management team that the comprehensive utilization is the right solution to meet the challenge of balancing between the environmental protection and economic benefits. The Group will continue to pursue this goal with efforts.

Apart from continuous improvement of its comprehensive utilization technology, the Group is also keen on seeking benefits brought by other new types of technology. During the Period, the Group had formed a new department with new recruits, the Technology Centre, to experiment with applying artificial intelligence technologies to the mineral exploration (the "AI Exploration"). The Group plans to develop proprietary technology for mineral exploration focusing on: i) remote sensing to support the Group's economic and risk assessment on future potential acquisitions and ii) AI-empowered mineral prospectivity mapping. The remote sensing is about developing agentic workflows that automate data acquisition, preprocessing and analysis of multi-source satellite imagery on an end-to-end basis. The Group has applied this technology to its own exploration activities where approximately 80% concordance with ground observations was demonstrated, which was very encouraging and promising. The AI-empowered mineral prospectivity mapping is about combining machine learning and deep learning algorithms with uncertainty quantification so that the exploration operation in future could hopefully be shifted from experience-based judgement toward data-driven analysis. As at the date of this interim results announcement, the Group has made good progress as it has been granted four software copyrights in connection with this work and more software copyrights are in the application process. Alongside in-house research and development, the Group has also partnered with several leading domestic research institutions such as Zhejiang University (浙江大學) and China University of Geosciences (Wuhan) (中國地質大學 (武漢)). In May 2026, the Group, together with Xizang Geological Mineral Resources Group Co. Ltd, our second largest shareholder, submitted three research proposals on AI-enabled mineral exploration to the Department of Science and Technology of the Xizang Autonomous Region (西藏自治區科學技術廳) to develop AI technologies for copper–polymetallic mining areas in the Sanjiang Belt.

The exploration groundwork did not occur much during the Period hence not much expense, because the exploration department of the Group spent time supporting the acquisition activities as well as working together with the Technology Centre on the AI Exploration.

Business Outlook

As stated in the annual report of 2025, one of the Group's strategies is to enlarge the Group's non-ferrous metal product portfolio in order to increase profitability and diversify the risks. The management acted quickly to implement the strategy by acquiring 60% equity of Xizang Dachuan Mining Co., Ltd (西藏大川礦業有限公司) that owns 100% exploration rights over the Baomai Mine. The mine is located at Karuo District, Chamdo City, Xizang Autonomous Region (西藏自治區昌都市卡若區) and potentially is rich in copper and molybdenum, probably with co-existing zinc and lead. With the future continuous inputs, the management has great confidence in the growth contribution from this mine to the Group. However, the Group is not satisfied with this acquisition alone but will escalate its efforts to seek more and/or better targets.

Apart from the natural resources reserves increases, the Group also has firm belief in the potential benefits brought by the AI Exploration technology to the Group. Given the hard geological and weather conditions in Xizang region, dense and large-scale ground exploration operations are slow to execute and costly to sustain. The AI Exploration moves broad-area screening out of the field and into the digital domain, leaving drilling to be deployed selectively against a small set of high-confidence targets. This delivers a step change in exploration efficiency at materially lower field cost and potentially much lower ecological disturbance. The Group will continue and increase deploying resources into the research and development activities of this kind as it plans to build and own a complete AI exploration technology chain, which hopefully not only will form a durable technical barrier but may also establish us among the technology leaders in AI Exploration in the domestic mining industry sector.

Financial Review

Revenue

For the Period, the Group's revenue was approximately RMB278.2 million, representing an increase of approximately 75.9% from the revenue of approximately RMB158.1 million for the corresponding period in 2025. The revenue increase was mainly due to i) the increase of the total output volume of the production of the non-ferrous metal concentrates, and ii) the increase in sale prices of the non-ferrous metal concentrates, particularly the prices of zinc, copper and silver.

By the end of the Period, the Group has not generated any revenues from processing externally procured ores, as had been the case during the corresponding period of 2025 because the Group's former supplier switched to supplying the ores to its own refinery. Therefore the total revenues recognized from the sales of the non-ferrous metal concentrates during the Period did not contain any sales of concentrates produced from externally- procured ores.

Revenue

Type of revenue - sales of non-ferrous metal concentrates	For the six months ended 30 June		
	2026	2025	
	RMB'000	*RMB'000*	
	(unaudited)	(unaudited)	Changes
—Zinc concentrates	**149,226.4**	75,109.2	98.7%
—Lead concentrates	**104,250.5**	66,251.3	57.4%
—Copper concentrates	**24,714.9**	16,751.5	47.5%
Total	**278,191.8**	158,112.0	75.9%

The details of the sales of concentrates from the Group's own mine ores are set out as follows:

Sales volume	For the six months ended 30 June **2026** **(unaudited)**	 2025 (unaudited)	Changes
Zinc (tons)	**8,174.1**	3,217.5	154.1%
Lead (tons)	**3,552.4**	1,342.0	164.7%
Silver contained in lead (kilograms)	**3,911.3**	2,541.8	53.9%
Copper (tons)	**209.8**	105.4	99.1%
Silver contained in copper (kilograms)	**647.8**	236.3	174.1%

Unit Price (RMB)	For the six months ended 30 June **2026** **(unaudited)**	 2025 (unaudited)	Changes
Zinc	**18,256.0**	14,209.1	28.5%
Lead	**13,780.8**	13,685.5	0.7%
Silver contained in lead	**14,137.4**	6,408.5	120.6%
Copper	**82,706.7**	62,950.1	31.4%
Silver contained in copper	**11,365.1**	6,017.4	88.9%

Revenues	For the six months ended 30 June **2026** ***RMB'000*** **(unaudited)**	 2025 *RMB'000* (unaudited)	Changes
Zinc	**149,226.3**	45,717.4	226.4%
Lead	**48,955.1**	18,365.5	166.6%
Silver contained in lead	**55,295.5**	16,288.8	239.5%
Copper	**17,352.2**	6,634.9	161.5%
Silver contained in copper	**7,362.7**	1,422.0	417.8%
Total	**278,191.8**	88,428.6	214.6%

The details of the sales of concentrates from the ores that were externally procured are set out as follows:

Sales volume	For the six months ended 30 June **2026** **(unaudited)**	2025 (unaudited)	Changes
Zinc (tons)	—	2,098.4	-100.00%
Lead (tons)	—	1,102.2	-100.00%
Silver contained in lead (kilograms)	—	2,511.5	-100.00%
Copper (tons)	—	115.5	-100.00%
Silver contained in copper (kilograms)	—	236.9	-100.00%

Unit Price (RMB)	For the six months ended 30 June **2026** **(unaudited)**	2025 (unaudited)	Changes
Zinc	—	14,007.0	-100.00%
Lead	—	13,724.6	-100.00%
Silver contained in lead	—	6,557.5	-100.00%
Copper	—	62,944.8	-100.00%
Silver contained in copper	—	6,017.5	-100.00%

Revenues	For the six months ended 30 June **2026** ***RMB'000*** **(unaudited)**	2025 *RMB'000* (unaudited)	Changes
Zinc	—	29,391.8	-100.00%
Lead	—	15,127.6	-100.00%
Silver contained in lead	—	16,469.4	-100.00%
Copper	—	7,268.9	-100.00%
Silver contained in copper	—	1,425.7	-100.00%
Total	—	69,683.4	-100.00%

Cost of Sales

During the Period, the cost of sales rose in total by approximately 23.7%. The increase of cost of sales was mainly due to the much increased concentrates production output volume. However, the cost of sales did not increase in proportion to the increase of revenues due to i) no cost associated with external ore procurement during the Period; ii) decrease in the subcontracting expenses because of decreased volume of ore mining operations during the Period; and iii) higher consumption of ore inventories compared with the corresponding period.

The following table sets out a breakdown of our cost of sales, sorted by nature, for the six months ended 30 June 2025 and 2026:

Breakdown of Cost of Sales

	For the six months ended 30 June		
	2026	2025	
	RMB'000	*RMB'000*	Changes
	(unaudited)	(unaudited)	
Fresh ores costs	**—**	43,563	-100.0%
Subcontracting expenses	**18,024**	19,970	-9.7%
Depreciation and amortisation	**25,025**	18,904	32.4%
Staff costs	**19,607**	16,927	15.8%
Transportation expenses	**11,740**	11,766	-0.2%
Consumable costs	**7,944**	8,638	-8.0%
Utility expenses	**6,702**	4,229	58.5%
Other taxes	**11,281**	2,435	363.3%
Safety and occupational health expenses	**1,503**	973	54.5%
Changes in inventories of finished goods and work in progress	**26,787**	(26,568)	-200.8%
Others	**3,116**	5,643	-44.8%
Total	**131,729**	106,480	23.7%

Note: Others generally included miscellaneous expenses such as compensation fee for occupation of grassland, expert consultation fees for exploration and/or mining operations; and rental fee of mining equipment and so on.

Gross Profit

The gross profit was approximately RMB146.5 million for the Period, representing an increase of approximately 183.9% as compared to approximately RMB51.6 million for the corresponding period in 2025. And the gross profit margin improved to approximately 52.7% for the Period from approximately 32.6% for the corresponding period of 2025. Such increase was mainly because during the Period the prices of the non-ferrous metal concentrates continued rising and the Group did not generate any revenues from the sales of external-procured ores that had a much lower profit margin and brought down the overall profit margin of the Group during the first six months of 2025.

Selling and Distribution Expenses

The selling and distribution expenses for the Period were approximately RMB0.4 million and approximately RMB0.2 million for the corresponding period of 2025. Such increase was mainly caused by the rise of employee salaries and benefits.

General, Administrative and Other Expenses

The general, administrative and other expenses for the Period were approximately RMB31.6 million, representing an increase of approximately 40.4% as compared to approximately RMB22.5 million for the corresponding period in 2025. The increase was mainly due to i) the increase in professional fees after the listing of the Company in December 2025; ii) the increase in employee salaries and benefits; iii) the increase in entertainment and travel expenses.

Exploration and Evaluation Expenses

The exploration and evaluation expenses for the Period were approximately RMB0.4 million, primarily incurred for the formation of the new department with newly recruited staff, the Technology Centre. No such costs were incurred in the first six months of 2025.

Other Income

The other income was approximately RMB9.7 million for the Period, representing an increase of approximately 227.4% as compared to RMB3.0 million of the corresponding period in 2025. The increase was primarily attributable to the increase in government grants received by the Group and the interest income earned from time deposits in the banks during the Period.

Finance Costs

The finance costs for the Period were approximately RMB1.8 million, representing an increase of approximately 12.5% as compared to approximately RMB1.6 million for the corresponding period in 2025. The increase was mainly attributable to the larger amount of bank loans borrowed during the Period.

Listing Expenses

No listing expenses were incurred for the Period since the Company completed its listing application process in December 2025. During the corresponding period in 2025, approximately RMB1.0 million was incurred.

Income Tax Expense

Since the Group operates profitably and its main business operations are in the PRC, the Group is subject to the PRC corporate income tax. The income tax expense was approximately RMB14.8 million for the Period and RMB2.6 million for the corresponding period in 2025. The increase was because of much higher profits made during the Period than the profits made during the corresponding period of 2025.

Profit for the Period

As a result of the reasons mentioned above, the Group made an attributable profit of approximately RMB98.8 million during the Period, representing an increase of approximately 271.4% from approximately RMB26.6 million for the corresponding period in 2025.

Financial Position

1. Liquidity and Capital Resources

The Group had sufficient working capital which are mainly generated from non-ferrous metal concentrates production and sales and the funds raised from the initial public offering in December 2025. The Group's total bank balances and time deposits as at 30 June 2026 were approximately RMB685.5 million, whereas the Group's total bank balances and time deposits were approximately RMB607.6 million as at 31 December 2025.

2. Structure of Interest-bearing Bank and Other Borrowing

As at 30 June 2026, the Group had interest-bearing bank loans with outstanding amount of approximately RMB106.9 million and approximately RMB87.9 million was outstanding as at 31 December 2025. Out of the total outstanding balance, approximately RMB76.9 million (as at 31 December 2025: approximately RMB37.9 million) shall be repaid within one year. And approximately RMB30.0 million (as at 31 December 2025: approximately RMB50.0 million) shall be repaid within two to five years.

As at 30 June 2026, all of the interest-bearing bank loans of the Group were denominated in RMB. The Group had fixed-rate and floating-rate bank loans in the amount of approximately RMB96.9 million and RMB10 million, respectively (as at 31 December 2025: approximately RMB87.9 million and nil, respectively).

3. Gearing Ratio

As at 30 June 2026, the gearing ratio of the Group was approximately 6.2%, which was 0.8 percentage point higher from approximately 5.4% as at 31 December 2025. The increase was mainly attributable to the increased amount of total borrowings during the Period. The gearing ratio was calculated as the total debts that consisted of bank loans, other borrowing and leasing liabilities divided by total shareholder's equity.

4. Contingent Liabilities

Saved as disclosed in this interim results announcement, as at 30 June 2026, the Group did not have any significant contingent liabilities that is worth reporting.

Risk Factors

Market Risk

The Group's non-ferrous metal concentrates prices are directly influenced by the fluctuation of the commodity market prices of zinc, lead, copper and silver and the processing fees charged by the metal refineries prevalent at that time. It is also subject to other various market risks, such as the interest rate movements; the price changes of other metals such as gold.

Operational Risk

As a mining company, the Group was exposed to various operational risks. Any regulatory or policy changes or law amendments in relations to environment, health and safety, and so on may potentially affect the continuous and ordinary course of operation of the Group. Any adverse weather conditions and/or production accident may also disrupt the normal production plan, hence affecting the Group's financial results.

Foreign Exchange Risk

All of the Group's transactions were carried out in RMB during the Period. The fund raising and part of its dividends payment and other payments may involve the exchanging between RMB and Hong Kong dollars. Fluctuations in the exchange rate may have an adverse effect on net assets of, the earnings of and any dividend declared by the Group in Hong Kong dollars. We have not used any foreign currency hedge arrangement or other derivatives to hedge against exchange rates risk but will pay close attention to the movements of the exchange rate.

Other Issues

Significant Investment, Material Acquisition and Disposal of Subsidiaries and Future Material Investments or Capital and Assets Acquisition Plan

On 30 March 2026, the Company announced that it had conditionally agreed to acquire 60% equity in the target company of Xizang Dachuan Mining Co., Ltd at a consideration of RMB90.0 million, which owns 100% exploration rights over the Baomai mine that is located at Karuo District, Chamdo City, Xizang Autonomous Region. More details about the acquisition can be found in the announcement made on 30 March 2026. By the end of the Period, the Company is still in the process of completing the acquisition.

Save as disclosed above, during the Period, there was no other significant investment, material acquisition or disposal of subsidiaries, associates and joint ventures happening or worth disclosing to the public as at the date of this interim results announcement. The Group will make appropriate disclosures in accordance with the Listing Rules as and when required.

Pledge of Assets

As at 30 June 2026, the Group has no pledged assets against its bank loans. And as at 31 December 2025, the Group pledged certain assets and the details of which are set out as follows:

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Property, plant and equipment [1]	**0**	70,895
Leasehold lands in right-of-use asset [1]	**0**	10,525
Exploration licence [2]	**0**	7,496
Restricted time deposits	**0**	0
Total	**0**	88,916

Notes:

1. The Group repaid all outstanding loans related to these pledged assets in February 2026, and the pledge on the assets has been released.

2. The Group's exploration licence was released from pledging in May 2026.

Litigation

As disclosed in annual report of 2025, there was a lawsuit case between Huludao Jinshun Mining Development Company Limited (葫蘆島金順礦業開發有限公司) ("**Jinshun Mining**")) and our subsidiary, Huaxia Mining. The second hearing was held on 10 November 2025 and the Intermediate Court dismissed the lawsuit again on 11 December 2025. Jinshun disagreed and filed an application for civil litigation supervision against the verdict to People's Procuratorate of Lhasa City who accepted the application on 8 June 2026. No other progress had been made since then but our legal advisor is of the view that it is unlikely that the court's verdict would be altered otherwise.

Employees and Remuneration Policies

As of 30 June 2026, the Group had a total of 308 full-time employees and the total staff costs for the Period were approximately RMB31.1 million. Remuneration of the employees is determined with reference to market conditions and individual employees' performance, qualification and experience. In line with the performance of the Group and industry practice, a competitive remuneration package is offered to retain and recruit employees, including salaries, allowance and benefits and retirement benefit scheme contribution. During the Period, the relationship between the Group and our employees has been stable. We provide training programmes to employees, including new hire orientation and continuous on-the-job training, in order to accelerate the learning progress and improve the knowledge and skill levels of our employees.

Advance to Entity Provided by the Company

During the Period, the Company had not provided any advance to an entity which is subject to disclosure requirement under Rule 13.20 of the Listing Rules.

Pledge of Shares

There is no pledge of shares by any controlling shareholder that would require disclosure under Rule 13.21 of the Listing Rules.

Financial Assistance and Guarantees to Affiliated Companies by the Company

During the Period, the Company had not provided any financial assistance and guarantees to affiliated companies of the Company which is subject to disclosure requirements under Rule 13.22 of the Listing Rules.

Purchase, Sale or Redemption of the Company's Listed Securities

During the Period and up to the date of this interim results announcement, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities (including the sale of treasury shares (as defined in the Listing Rules)). As at 30 June 2026, the Company did not hold any treasury shares (as defined in the Listing Rules). During the Period, neither the Company nor any of its subsidiaries issued any equity securities (including securities convertible into equity securities) for cash, nor did the Company sell any treasury shares for cash (other than under a share scheme that complies with Chapter 17 of the Listing Rules).

Review of Interim Results by the Audit Committee

The Audit Committee, comprising two independent non-executive Directors, Mr. Ye Hui (Chairman of the Committee) and Ms. Dong Lijun and one non-executive Director, Mr. Silang Wangdui, has reviewed the unaudited interim condensed consolidated financial information of the Group for the Period. The Audit Committee considered that the interim results are in compliance with the applicable accounting standards, laws and regulations, and the Company has made appropriate disclosures thereof. The unaudited interim condensed consolidated financial statements of the Group for the six months ended 30 June 2026 have been reviewed by the auditor of the Company, in accordance with International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" ("ISRE 2410") as issued by the International Auditing and Assurance Standards Board. The Board, through the Audit Committee, has also conducted a review of the internal control and the interim results for the six months ended 30 June 2026.

Significant Events After Period

The Company announced on 22 July 2026 that it had completed the H share full circulation process and as a consequence 100% of the shares, i.e. 487,805,659 shares, had become H shares since 23 July 2026.

Save as disclosed above, there has been no other significant events that might affect the Group or should be disclosed to the public after the end of the Period.

Compliance with Laws and Regulations

The Group's business is mainly operated by its subsidiaries established in the PRC and the Company was incorporated in the PRC and is a listed company on the Main Board of the Stock Exchange. Therefore, the Group should comply with relevant laws and regulations of the PRC and Hong Kong.

The Group complies with the requirements under the Companies Ordinance (Chapter 622 of the Laws of Hong Kong) (the "**Companies Ordinance**"), the Listing Rules and the SFO for the disclosure of information and corporate governance. The Group also complies with the requirements of Employment Ordinance (Chapter 57 of the Laws of Hong Kong) and ordinances relating to occupational safety for the interest of employees of the Group. During the Period, the Company was not aware of any material non-compliance or breach of the applicable legislation or regulations that have a significant impact on the Group.

Compliance with the Corporate Governance Code

High standards of corporate governance ensures management quality, supports business growth and increases shareholder values. The Company's current Corporate Governance Policies is in accordance with the principles, code provisions and certain recommended best practices of the Corporate Governance Code as set out in Appendix C1 to the Listing Rules. The Board is of the view that the Company has complied with the code provisions and not aware of any deviations from or non-compliance with the code provisions.

Breach of Loan Agreement

During the Period, the Company had not breached any terms of its loan agreements for loans that are significant to its operations.

Loan Agreements of the Company

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 that are significant to its operations during the Period.

Share Scheme

As at 30 June 2026, the Company had not adopted any share scheme subject to Chapter 17 of the Listing Rules.

Continuing Disclosure Obligations Pursuant to the Listing Rules

Save as disclosed in this interim results announcement, the Company does not have any other disclosure obligations under Rules 13.20, 13.21 and 13.22 of the Listing Rules.

Interim Dividend

The Board does not propose or declare any interim dividend plan to the shareholders of the Company for the Period (for the six months ended 30 June 2025:Nil).

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 JUNE 2026

	NOTES	Six months ended June 30	
		2026	2025
		RMB'000	*RMB'000*
		(unaudited)	(unaudited)
Revenue	3	**278,192**	158,112
Cost of sales		**(131,729)**	(106,480)
Gross profit		**146,463**	51,632
Selling and distribution expenses		**(374)**	(230)
General, administrative and other expenses		**(31,615)**	(22,501)
Exploration and evaluation expenses		**(352)**	—
Other income	4	**9,670**	2,954
Other gains and losses, net	5	**(8,408)**	(108)
Finance costs	6	**(1,783)**	(1,616)
Listing expenses		**—**	(955)
Profit before tax		**113,601**	29,176
Income tax expense	7	**(14,830)**	(2,597)
Profit and total comprehensive income for the period	8	**98,771**	26,579
Profit and total comprehensive income for the period attributable to:			
Owners of the Company		**98,891**	26,579
Non-controlling interests		**(120)**	—
		98,771	26,579
Earnings per share (in RMB)	10		
Basic		**0.20**	0.07

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AT 30 JUNE 2026

	NOTES	**As at 30 June 2026** *RMB'000* **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
NON-CURRENT ASSETS			
Property, plant and equipment	11	**759,309**	739,291
Right-of-use assets	11	**84,326**	83,601
Intangible assets		**384,526**	388,247
Exploration and evaluation assets	11	**183,366**	7,496
Other receivables and prepayments	13	**13,316**	1,155
Deferred tax assets	12	**7,133**	7,128
		1,431,976	1,226,918
CURRENT ASSETS			
Inventories		**65,246**	97,164
Other receivables and prepayments	13	**19,506**	21,357
Financial assets at fair value through profit or loss ("FVTPL")		**—**	100,000
Time deposits	14	**310,000**	20,000
Bank balances	14	**375,495**	587,624
		770,247	826,145
CURRENT LIABILITIES			
Bank borrowings	15	**76,944**	37,912
Trade and other payables	16	**212,113**	227,234
Contract liabilities	17	**41,583**	—
Lease liabilities		**507**	371
Provisions	18	**1,015**	753
Tax payable		**30,604**	26,915
		362,766	293,185
NET CURRENT ASSETS		**407,481**	532,960
TOTAL ASSETS LESS CURRENT LIABILITIES		**1,839,457**	1,759,878

	NOTES	**As at 30 June 2026** *RMB'000* **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
NON-CURRENT LIABILITIES			
Deferred tax liabilities	12	**48,472**	49,387
Other non-current payables	16	**11,677**	20,456
Lease liabilities		**459**	61
Bank borrowings	15	**30,000**	50,000
Provisions	18	**6,528**	6,668
		97,136	126,572
NET ASSETS		**1,742,321**	1,633,306
CAPITAL AND RESERVES			
Share capital	19	**487,806**	487,806
Reserves		**1,194,635**	1,145,500
Equity attributable to owners of the Company		**1,682,441**	1,633,306
Non-controlling interests		**59,880**	—
TOTAL EQUITY		**1,742,321**	1,633,306

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Attributable to owners of the Company						Non-	
	Share capital	Capital reserve	Statutory reserve	Special reserve	Retained profits	Subtotal	controlling interests	Total
	RMB'000	*RMB'000*	*RMB'000* (Note (a))	*RMB'000* (Note (b))	*RMB'000*	*RMB'000*	*RMB'000*	*RMB'000*
At 1 January 2025 (audited)	365,854	217,169	28,401	14,459	408,218	1,034,101	—	1,034,101
Profit and total comprehensive income for the period	—	—	—	—	26,579	26,579	—	26,579
Transfer from special reserve	—	—	—	472	(472)	—	—	—
At 30 June 2025 (unaudited)	365,854	217,169	28,401	14,931	434,325	1,060,680	—	1,060,680
At 1 January 2026 (audited)	**487,806**	**544,381**	**34,104**	**11,635**	**555,380**	**1,633,306**	**—**	**1,633,306**
Profit and total comprehensive income for the period	**—**	**—**	**—**	**—**	**98,891**	**98,891**	**(120)**	**98,771**
Dividends (Note 9)	**—**	**—**	**—**	**—**	**(49,756)**	**(49,756)**	**—**	**(49,756)**
Acquisition of interests in subsidiary (Note 23)	**—**	**—**	**—**	**—**	**—**	**—**	**60,000**	**60,000**
Transfer from special reserve	**—**	**—**	**—**	**361**	**(361)**	**—**	**—**	**—**
At 30 June 2026(unaudited)	**487,806**	**544,381**	**34,104**	**11,996**	**604,154**	**1,682,441**	**59,880**	**1,742,321**

Notes:

(a) According to the relevant laws in the People's Republic of China (the "PRC"), entities established in the PRC with limited liability are required to transfer at least 10% of their net profit after taxation, as determined under the PRC accounting regulations, to a non-distributable reserve fund ("statutory reserve") until the reserve balance reaches 50% of their respective registered capital. The transfer to the statutory reserve must be made before the distribution of a dividend to owners. Such reserve fund can be used to offset the previous periods' losses, if any, and is non-distributable other than upon liquidation.

(b) Pursuant to the relevant PRC regulations, the Group is required to transfer maintenance and production funds at fixed rates based on relevant bases, such as production volume, to a specific reserve account ("special reserve"). The maintenance and production funds could be utilised when expenses or capital expenditures on production maintenance and safety measures are incurred. The amount of maintenance and production funds utilised would be transferred from the special reserve to retained profits.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Six months ended June 30	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
OPERATING ACTIVITIES		
Profit before tax	**113,601**	29,176
Adjustments for:		
Finance costs	**1,783**	1,616
Interest income	**(2,573)**	(644)
Depreciation and amortisation	**25,716**	19,402
Gain on termination of lease	**(39)**	—
Gain on fair value changes of financial assets at FVTPL	**(329)**	(18)
Net foreign exchange losses	**8,949**	172
Operating cash flows before movements in working capital	**147,108**	49,704
Decrease (increase) in inventories	**31,918**	(28,974)
Decrease (increase) in other receivables and prepayments	**2,147**	(17,436)
Decrease in trade and other payables	**(31,099)**	(67,280)
Increase in contract liabilities	**41,583**	29,178
Cash generated from (used in) operations	**191,657**	(34,808)
Income tax paid	**(12,061)**	(2,849)
Net cash from (used in) operating activities	**179,596**	(37,657)
INVESTING ACTIVITIES		
Interest received	**2,209**	1,324
Purchases of property, plant and equipment	**(74,746)**	(50,669)
Purchases of exploration and evaluation assets	**—**	(829)
Payments for right-of-use assets for leasehold lands	**(10,914)**	—
Acquisition of a subsidiary	**(72,000)**	—
Placements of time deposits	**(310,000)**	—
Withdrawal of time deposits	**20,000**	—
Payments for acquisition of financial assets at FVTPL	**(90,000)**	(118,000)
Proceeds from disposal of financial assets at FVTPL	**190,329**	118,018
Withdrawal of restricted time deposits	**—**	30,000
Net cash used in investing activities	**(345,122)**	(20,156)

	Six months ended June 30	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
FINANCING ACTIVITIES		
New bank borrowings raised	**49,032**	69,999
Repayments of bank borrowings	**(30,000)**	(23,000)
Interest paid	**(897)**	(549)
Repayments of lease liabilities	**(714)**	—
Dividends paid	**(49,722)**	—
Payment for share issue costs	**(5,289)**	(14,879)
Net cash (used in) from financing activities	**(37,590)**	31,571
Net decrease in cash and cash equivalents	**(203,116)**	(26,242)
Cash and cash equivalents at beginning of the period	**587,624**	142,222
Effect of foreign exchange rate changes	**(9,013)**	—
Cash and cash equivalents at end of the period, represented by bank balances	**375,495**	115,980

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with IAS34 "Interim Financial Reporting" issued by the International Accounting Standards Board (the "IASB") as well as with the applicable disclosure requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The directors of the Company have, at the time of approving the condensed consolidated financial statements, a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the condensed consolidated financial statements.

2. ACCOUNTING POLICIES

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

Other than the application of "asset acquisition" policy which became relevant to the Group in the current period, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those presented in the Group's consolidated financial statements for the year ended 31 December 2025.

Asset acquisitions

Optional concentration test

The Group can elect to apply an optional concentration test, on a transaction-by-transaction basis, that permits a simplified assessment of whether an acquired set of activities and assets is not a business. The concentration test is met if substantially all of the fair value of the gross assets acquired is concentrated in a single identifiable asset or group of similar identifiable assets. The gross assets under assessment exclude cash and cash equivalents, deferred tax assets, and goodwill resulting from the effects of deferred tax liabilities. If the concentration test is met, the set of activities and assets is determined not to be a business and no further assessment is needed.

Asset acquisitions

When the Group acquires a group of assets and liabilities that do not constitute a business, the Group identifies and recognises the individual identifiable assets acquired and liabilities assumed by allocating the purchase price first to financial assets/financial liabilities at the respective fair values, the remaining balance of the purchase price is then allocated to the other identifiable assets and liabilities on the basis of their relative fair values at the date of purchase. Such a transaction does not give rise to goodwill or bargain purchase gain.

Application of amendments to IFRS Accounting Standards

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

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

The application of the amendments to IFRS Accounting Standards 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.

3. REVENUE AND SEGMENT INFORMATION

Revenue

Disaggregation of revenue from contracts with customers

The following is an analysis of the Group's revenue from its products:

	For the six months ended June 30	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Type of revenue - sales of nonferrous metal concentrates		
– Zinc concentrates	**149,226**	75,109
– Lead concentrates	**104,251**	66,251
– Copper concentrates	**24,715**	16,752
	278,192	158,112
Timing of revenue recognition		
– At point in time	**278,192**	158,112

Segment information

For the purposes of resources allocation and performance assessment, the executive director of the Company, being the chief operating decision maker, reviews the consolidated results and financial position when making decisions about allocating resources and assessing performance of the Group as a whole and hence, the Group has only one reportable segment and no further analysis of this single segment is presented.

Geographical information

All of the Group's sales are made to the customers in the PRC.

All the Group's non-current assets (excluding certain rental deposit and deferred tax assets) are located in the PRC.

Information about major customers

Revenue from customers contributing over 10% of total revenue of the Group for each Period is as below:

	For the six months ended June 30	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
– Customer A	**86,980**	84,300
– Customer B	**63,952**	33,939
– Customer C	**34,668**	*

* The corresponding revenue did not contribute over 10% of the total revenue of the Group.

4. OTHER INCOME

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Government grants (Note)	**7,097**	1,987
Interest income	**2,573**	644
Sales of scrap materials	**—**	323
Total	**9,670**	2,954

Note: The government grants were mainly incentives provided by local government authorities in the PRC to reward the Group's support and contribution for the development of local economies. There were no unfulfilled conditions or contingencies relating to these government grants at the end of each Period.

5. OTHER GAINS AND LOSSES, NET

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Gain on fair value changes of financial assets at FVTPL	**329**	18
Net foreign exchange losses	**(8,949)**	(172)
Gain on termination of lease	**39**	—
Others	**173**	46
Total	**(8,408)**	(108)

6. FINANCE COSTS

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Interest expense on:		
– bank borrowings	**897**	549
– lease liabilities	**10**	1
– provisions for unwinding of discount (Note 18)	**122**	142
– extended mining rights fees payable (Note 16)	**754**	924
Total	**1,783**	1,616

7. INCOME TAX EXPENSE

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Current tax	**14,988**	3,521
Under provision in prior year	**762**	—
Deferred tax (Note 12)	**(920)**	(924)
Total	**14,830**	2,597

Under the Law of the PRC on Enterprise Income Tax (the "EIT Law") and Implementation Regulation of the EIT Law, the enterprise income tax ("EIT") rate for the group entities established in the PRC is 25%, except for certain subsidiaries that are engaged in the "Encouraged Industries in the Western Region" and eligible for the preferential EIT rate at 15%, among which certain subsidiaries are further granted with waiver of 40% reduction on EIT and resulted in the effective EIT rate being 9%.

Under the two-tiered profits tax rates regime of Hong Kong Profits Tax, the first Hong Kong Dollar ("HK$") 2 million of profits of Zhihui Mining (Hong Kong) Limited will be taxed at 8.25%, and profits above HK$2 million will be taxed at 16.5%.

8. PROFIT FOR THE PERIOD

Profit for the period has been arrived at after charging the following items:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Depreciation and amortisation on:		
– property, plant and equipment	**21,231**	15,689
– right-of-use assets	**1,649**	1,074
– intangible assets	**3,721**	3,499
Total depreciation and amortisation	**26,601**	20,262
Less: capitalised in construction in progress	**(885)**	(860)
	25,716	19,402
Staff costs:		
Directors' remuneration	**1,621**	1,246
Other staff costs:		
Salaries, wages, bonuses and allowances	**27,846**	24,414
Retirement benefits	**1,854**	1,604
Total staff costs	**31,321**	27,264
Less: capitalised in inventories	**(19,607)**	(16,927)
	11,714	10,337
Subcontracting expenses	**19,781**	37,352
Less: capitalised in property, plant and equipment	**—**	(17,091)
Less: capitalised in inventories	**(18,657)**	(19,977)
	1,124	284
Transportation expenses	**11,740**	11,766
Cost of inventories sold	**114,785**	100,276
Donations (Note)	**9,640**	9,640

Note: The donations are voluntary and are specifically designated for education poverty alleviation funds, heating construction funds, natural disasters and transportation subsidies, aiming at improving the living and education level of local villagers in the Xizang Autonomous Region.

9. DIVIDENDS

During the current interim period, a final dividend of RMB0.102 per ordinary share in respect of the year ended 31 December 2025 (six months ended 30 June 2025: nil in respect of the year ended 31 December 2024) was declared and paid to owners of the Company. The aggregate amount of the final dividend declared and paid in the interim period amounted to RMB49,756,000 (six months ended 30 June 2025: Nil).

Subsequent to the end of the current interim period, the directors do not recommend the payment of any interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

10. EARNINGS PER SHARE

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

	Six months ended 30 June	
	2026	2025
	(unaudited)	(unaudited)
Earnings for the period		
Profit for the period attributable to owners of the Company for the purpose of basic earnings per share (RMB'000)	**98,891**	26,579
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share ('000)	**487,806**	365,854

No diluted earnings per share is presented as there was no potential ordinary shares in issue during both periods.

11. PROPERTY, PLANT AND EQUIPMENT, RIGHT-OF-USE ASSETS AND EXPLORATION AND EVALUATION ASSETS

During the current interim period, the Group incurred construction costs of RMB27,028,000 (six months ended 30 June 2025: RMB51,396,000), primarily attributable to the enhancement of ore processing and concentrates production capability, and comprehensive mining capacity improvements, amounting to RMB15,624,000 (six months ended 30 June 2025: mainly for mining infrastructure construction, amounting to RMB47,797,000). The Group also acquired other property, plant and equipment of RMB14,221,000 during the current interim period (six months ended 30 June 2025: RMB1,073,000), mainly represented by auxiliary equipment for the tailings storage facility of RMB12,345,000 (six months ended 30 June 2025: Nil).

During the current interim period, the Group did not retire or dispose any property, plant or equipment (six months ended 30 June 2025: Nil).

During the current interim period, the Group entered into two new lease agreements for building and office with lease terms ranged from 2 to 3 years. The Group is required to make fixed monthly payments for usage of the building and office. On the date of commencement of such leases, the Group recognised right-of-use assets and lease liabilities of RMB1,317,000, respectively (six months ended 30 June 2025: no new lease agreements were entered).

During the current interim period, the Group's exploration and evaluation assets increased by RMB175,870,000 (Note 23) due to the acquisition of a subsidiary.

12. DEFERRED TAXATION

The followings are the Group's major deferred tax assets (liabilities) recognised and movements thereon during the current and preceding interim periods:

	Fair value adjustment arising from acquisition of Huaxia Mining *RMB'000*	Unpaid mining right granting fees *RMB'000*	Provisions for environmental rehabilitation and restoration costs *RMB'000*	Right-of-use assets *RMB'000*	Lease liabilities *RMB'000*	Tax losses *RMB'000*	Others *RMB'000*	Total *RMB'000*
At 1 January 2025 (audited)	(51,098)	6,761	1,450	(54)	9	—	98	(42,834)
Credit (charge) to profit or loss	600	(2,029)	(358)	13	—	2,652	46	924
At 30 June 2025 (unaudited)	(50,498)	4,732	1,092	(41)	9	2,652	144	(41,910)
Credit (charge) to profit or loss	1,125	996	21	(32)	30	(2,652)	163	(349)
At 31 December 2025 (audited)	(49,373)	5,728	1,113	(73)	39	—	307	(42,259)
Credit (charge) to profit or loss	952	(1,674)	18	(94)	48	1,674	(4)	920
At 30 June 2026 (unaudited)	**(48,421)**	**4,054**	**1,131**	**(167)**	**87**	**1,674**	**303**	**(41,339)**

For the purpose of presentation in the condensed consolidated statement of financial position, certain deferred tax assets and liabilities have been offset. The following is the analysis of the deferred tax balances of the Group for financial reporting purposes:

	As at 30 June 2026 ***RMB'000*** **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Deferred tax assets	**7,133**	7,128
Deferred tax liabilities	**(48,472)**	(49,387)
	(41,339)	(42,259)

As at 30 June 2026, the Group had unused tax losses of RMB22,423,000 (31 December 2025: RMB2,870,000) under PRC EIT available to offset against future profits. A deferred tax asset of RMB1,674,000 (31 December 2025: nil) in respect of tax losses of RMB18,596,000 (31 December 2025: nil) has been recognised. No deferred tax asset has been recognised in respect of the remaining tax losses of RMB3,827,000 (31 December 2025:RMB2,870,000) due to the unpredictability of future profit streams. All tax losses will expire within 5 years (31 December 2025: 5 years) from the year of origination.

At 30 June 2026 and 31 December 2025, the Group had no other material unrecognised deductible temporary differences.

13. OTHER RECEIVABLES AND PREPAYMENTS

	As at 30 June 2026 *RMB'000* **(unaudited)**	As at 31 December 2025 *RMB'000* (audited)
Prepayments to suppliers	**6,380**	6,723
Prepayments for property, plant and equipment	**13,167**	1,074
Rental deposits	**149**	81
Value-added tax recoverable	**10,581**	12,913
Interest receivables	**1,723**	1,359
Other receivables	**822**	362
	32,822	22,512
Less: Prepayments for property, plant and equipment and rental deposits classified as non-current assets	**(13,316)**	(1,155)
Amount classified as current assets	**19,506**	21,357

The Group does not hold any collateral over deposits and other receivables.

14. TIME DEPOSITS, BANK BALANCES

Time deposits are placed with banks with original maturity from three months to twelve months.

The interest rates per annum of the Group's time deposits and bank balances at the end of each Period are as follows:

	As at 30 June 2026 (unaudited)	As at 31 December 2025 (audited)
Time deposits	**1.00%-1.40%**	2.90%
Bank balances	**0.05%**	0.05%

15. BANK BORROWINGS

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Bank borrowings:		
– Secured and unguaranteed	—	33,000
– Unsecured and guaranteed (Note)	33,944	—
– Secured and guaranteed (Note)	—	24,912
– Unsecured and unguaranteed	73,000	30,000
	106,944	87,912
Less: amount classified as current liabilities	(76,944)	(37,912)
Amount classified as non-current liabilities	30,000	50,000
Fixed-rate borrowings	96,944	87,912
Floating-rate borrowings	10,000	—
	106,944	87,912

The carrying amounts of the above borrowings are analysed based on contractual repayment date as follows:

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
The carrying amounts of the borrowings are repayable:		
Within one year	76,944	37,912
Within a period of more than one year but not exceeding two years	16,000	15,000
Within a period of more than two years but not exceeding five years	14,000	35,000
	106,944	87,912

Note: As at 30 June 2026, the bank borrowings of RMB33,944,000 were guaranteed by Xizang Huaxia Mining Co., Ltd. (西藏華夏礦業有限公司,"Huaxia Mining", a wholly-owned subsidiary of the Company). As at 31 December 2025, the bank borrowings of RMB24,912,000 were secured by the exploration licence and guaranteed by Huaxia Mining.

The ranges of effective interest rate of the Group's bank borrowings are:

	As at 30 June 2026 (unaudited)	As at 31 December 2025 (audited)
Effective interest rate per annum:		
– Fixed-rate borrowings	**1.00%-3.00%**	1.25%-3.00%

16. TRADE AND OTHER PAYABLES

	As at 30 June 2026 *RMB'000* (unaudited)	As at 31 December 2025 *RMB'000* (audited)
Trade payables	**46,566**	65,998
Salaries and wages payables	**6,216**	9,099
Payable for acquisition of property, plant and equipment	**72,597**	94,886
Mining rights granting fees payable (Note (a))	**27,028**	38,186
Payable for acquisition of right-of-use assets for leasehold land	**—**	9,817
Other payables (Note 23)	**18,505**	—
Payable for acquisition of a subsidiary (Note 23)	**18,000**	—
Other tax payables	**22,161**	2,255
Baomai exploration and evaluation expenditure payable (Note 23)	**7,365**	—
Deposits from suppliers	**5,302**	6,695
Accrued listing expenses	**—**	1,392
Accrued shares issue costs	**—**	5,319
Refundable receipts (Note (b))	**—**	13,910
Others	**50**	133
	177,224	181,692
	223,790	247,690
Less: Mining rights granting fees payable classified as non-current liabilities (Note(a))	**(11,677)**	(20,456)
Amount classified as current liabilities	**212,113**	227,234

Notes:

(a) Based on the prevailing rules and regulations for the grant of mining rights, the Group accrued and paid fees (recognised as expenses) for mining rights granted by the relevant PRC bureau based on certain percentage of revenue from sales of nonferrous metal concentrates for entire life. According to Mining Right Transfer Proceeds Collection Measures (Cai Zong 2023 No. 10)(《礦業權出讓收益徵收辦法》(財綜202310號)) issued in March 2023, the settlement of the Group's mining rights granting fees payable of RMB58,258,000 as at 30 April 2023 was permitted to be extended to next six equal annual instalments from 30 June 2024 to 30 June 2029. At inception, the mining rights granting fees payable were discounted at appropriate rate of 4.30% for the extension of repayment, and a gain of RMB8,207,000 was recognised upon revision of the payment terms on 30 April 2024 while interest expense on the extended mining rights granting fees payable would also be recognised over six years.

(b) The amounts are received from customers for purchases of the Group's products and are refundable.

The credit period granted by suppliers ranges from 15 to 60 days.

The following is an aged analysis of trade payables of the Group presented based on the invoice date at the end of each Period:

	As at 30 June 2026	As at 31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Within 30 days	**15,826**	22,699
31 - 60 days	**6,332**	30,142
61 - 90 days	**12,961**	10,302
Over 90 days	**11,447**	2,855
	46,566	65,998

17. CONTRACT LIABILITIES

	As at 30 June 2026	As at 31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Sales of nonferrous metal concentrates	**41,583**	—

18. PROVISIONS

Pursuant to the regulations of the governmental authorities in the places where the mines are located, the Group recognises provisions for environmental rehabilitation and restoration costs for its mines. The amount of provisions is an estimate based upon the life of mining tenements, timing of mine closure and cost of such rehabilitation and restoration. The management will update the estimation basis annually.

	As at 30 June 2026	As at 31 December 2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
At the beginning of the period/year	**7,421**	9,669
Effect on revision of environmental rehabilitation and restoration plan	**—**	(2,532)
Unwinding of discount (Note 6)	**122**	284
At the end of the period/year	**7,543**	7,421
Less: Amount classified as current liabilities	**(1,015)**	(753)
Amount classified as non-current liabilities	**6,528**	6,668

19. SHARE CAPITAL

	Number of shares	Share capital
	RMB'000	*RMB'000*
Ordinary shares of RMB1 each		
Authorised:		
At 1 January 2025 (audited) and 30 June 2025 (unaudited)	**365,854**	365,854
Issue of new shares upon the initial public offering	**121,952**	121,952
At 31 December 2025 (audited), 1 January 2026 (audited) and 30 June 2026 (unaudited)	**487,806**	487,806
Issued and fully paid:		
At 1 January 2025 (audited) and 30 June 2025 (unaudited)	**365,854**	365,854
Issue of new shares upon the initial public offering	**121,952**	121,952
At 31 December 2025 (audited), 1 January 2026 (audited) and 30 June 2026 (unaudited)	**487,806**	487,806

20. CAPITAL COMMITMENTS

	As at	
	30 June	31 December
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(audited)
Capital expenditure in respect of the acquisition of property, plant and equipment contracted for but not provided in the consolidated financial statements	**108,178**	90,470

21. RELATED PARTIES DISCLOSURES

Apart from disclosures elsewhere in the consolidated financial statements, the Group also entered into the following transactions with related parties during both periods:

Remuneration of key management personnel

The remuneration of key management personnel of the Group during the period was as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
	(unaudited)	(unaudited)
Salaries, wages and allowance	**3,877**	3,422
Performance-based bonuses	**614**	637
Retirement benefits	**124**	55
	4,615	4,114

22. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

In estimating the fair value, the Group used market-observable data to the extent that is available.

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

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

Financial assets	Fair value as at **30 June 2026** ***RMB'000*** **(unaudited)**	Fair value as at 31 December 2025 *RMB'000* (audited)	Fair value hierarchy	Valuation technique(s) and key input(s)
Structured deposits classified as financial assets at FVTPL	—	100,000	Level 2	Quoted value provided by financial institution

Fair value of the Group's financial assets that are not measured at fair value on a recurring basis

The directors of the Company consider that the Group's carrying amounts of financial assets and financial liabilities recorded at amortised cost in the condensed consolidated financial statements approximate to their fair values.

23. ACQUISITION OF ASSETS THROUGH ACQUISITION OF A SUBSIDIARY

On 30 March 2026, the Group acquired a 60% equity interest in Xizang Dachuan Mining Co., Ltd. ("Dachuan") for a cash consideration of RMB90,000,000 from an independent third party. As at June 30 2026, the Group had paid a total of RMB72,000,000 to the vendor in respect of the acquisition consideration. Dachuan holds a 100% exploration right of the mine which is located at Karuo District, Chamdo City, Xizang Autonomous Region (西藏自治區昌都市卡若區).

The Group elected to apply the optional concentration test in accordance with IFRS 3 "Business Combinations" and concluded that the exploration and evaluation assets are considered a single identifiable asset. Consequently, the Group determined that substantially all of the fair value of the gross assets acquired is concentrated in a single identifiable asset and concluded that the acquired set of assets and liabilities do not constitute a business and the transaction is accounted for as an asset acquisition.

	RMB'000
Assets and liabilities recognised at the date of acquisition	
Exploration and evaluation assets	175,870
Other payables	(18,505)
Exploration and evaluation expenditure payable	(7,365)
Total	150,000
Less: non-controlling interests	(60,000)
	90,000
Net cash outflows arising on acquisition of Dachuan:	
Partial consideration paid in cash	72,000
Less: cash and cash equivalents acquired	—
	72,000

By order of the Board
Xizang Zhihui Mining Co., Ltd.
He Qian
Chairwoman and executive Director

Lhasa, 27 August 2026

As at the date of this announcement, the Board comprises one executive Director, namely Ms. He Qian; three non-executive Directors, namely Ms. Fan Xiulian, Mr. Lhakpa Tsering and Mr. Silang Wangdui; and three independent non-executive Directors, namely Mr. Ye Hui, Ms. Dong Li Jun and Ms. Yang Xiaoyan.