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申萬宏源集團股份有限公司
SHENWAN HONGYUAN GROUP CO., LTD.

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

(Stock Code: 6806)

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

The board of directors (the “**Board**”) of Shenwan Hongyuan Group Co., Ltd. (the “**Company**”) hereby announces the unaudited interim results of the Company and its subsidiaries for the six months ended June 30, 2026. This interim results announcement, containing the full text of the 2026 interim report of the Company, complies with the relevant requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited in relation to the information to accompany preliminary announcement of interim results.

The Audit Committee of the Board has reviewed the interim results of the Company for the six months ended June 30, 2026.

This interim results announcement has been published on the HKEXnews website of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the website of the Company (www.swhygh.com) respectively.

The 2026 interim report of the Company will be published on the HKEXnews website of Hong Kong Exchanges and Clearing Limited and the website of the Company respectively in due course, and will be dispatched to the H shareholders of the Company by means of receipt of corporate communications elected by the H shareholders of the Company.

By order of the Board
Shenwan Hongyuan Group Co., Ltd.
Liu Jian
Chairman

Beijing, PRC
August 27, 2026

As at the date of this announcement, the Board comprises Mr. Liu Jian and Mr. Fang Rongyi as executive Directors; Mr. Zhu Zhilong, Ms. Zhang Ying, Mr. Shao Yalou, Mr. Xu Yixin and Mr. Yan Jinguo as non-executive Directors; Ms. Yeung Siuman Shirley, Mr. Wu Changqi, Mr. Chen Hanwen and Mr. Zhao Lei as independent non-executive Directors.



- I. The Board of Directors and the directors and senior management of the Company warrant the truthfulness, accuracy and completeness of the content contained in this interim report, and that there are no misstatements, misleading representations or material omissions in the contents contained herein, and severally and jointly bear full legal responsibilities thereof.
- II. This interim report was considered and approved at the nineteenth meeting of the sixth session of the Board of the Company. 11 directors shall participate in the poll of the meeting and the actual number of directors participated was 11. No director or senior management declares the inability to warrant or disagreement with the truthfulness, accuracy and completeness of the content herein.
- III. Mr. Huang Jianjun, the legal representative and the general manager of the Company, Ms. Ren Quansheng, the chief financial officer of the Company, and Mr. Liu Zhixiang, the person in charge of the planning and finance department of the Company, have declared that they warrant the truthfulness, accuracy and completeness of the financial statements in this interim report.
- IV. The interim condensed consolidated financial statements for 2026 prepared by the Group in accordance with the International Financial Reporting Standards are unaudited; KPMG has reviewed the interim financial information and issued the report on review in accordance with International Standard on Review Engagements 2410.
- V. The forward-looking statements in this interim report, including future plans and development strategies, do not constitute substantive commitments of the Company to investors. Investors should be aware of the investment risks.
- VI. The Company has described details of the possibly existing risks including market risk, credit risk, liquidity risk, operational risk, policy risk, legal and compliance risk, risk of innovative businesses, reputational risk and exchange rate risk in this interim report. Investors are advised to read the “Management Discussion and Analysis” as set out in section III of this interim report carefully and pay special attention to the above-mentioned risk factors.
- VII. The interim profit distribution proposal or the proposal for conversion of capital reserve into share capital as considered by the Board of Directors during the Reporting Period
 1. Based on the total share capital of 25,039,944,560 A Shares and H Shares of the Company as of June 30, 2026, a cash dividend of RMB0.50 (tax inclusive) for every 10 shares shall be distributed to all A shareholders and H shareholders whose names appear on the register of members of the Company on the record date, with a total amount of cash dividend of RMB1,251,997,228.00.
 2. Cash dividend is denominated and declared in RMB and paid to A shareholders in RMB and to H shareholders in HKD. The actual distribution amount in HKD shall be calculated at the average benchmark exchange rate of RMB against HKD published by the People’s Bank of China five business days prior to the general meeting of the Company.

The Company will consider the amount of this interim profit distribution that has been paid out when determining the profit distribution plan for 2026. If there is any change in the total share capital of the Company during the period from the date of disclosure of this profit distribution proposal to the record date for the implementation of the equity distribution, the Company intends to maintain the total distribution amount unchanged and adjust the distribution ratio per share accordingly.

This proposal is subject to the approval at the general meeting of the Company.
- VIII. This interim report of the Company is prepared in both Chinese and English. In the event of any discrepancy, the Chinese version should prevail.
- IX. The Company did not have any preferred shares during the Reporting Period.



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Section I Important Notice, Contents and Definitions



DOCUMENTS AVAILABLE FOR INSPECTION

- I. The Report on Review of Interim Financial Information (H-share).
- II. Originals of all the Company's documents and announcements publicly disclosed during the Reporting Period.
- III. Interim reports published in other securities markets.



Section I Important Notice, Contents and Definitions (continued)

DEFINITIONS

In this interim report, unless the context otherwise requires, the following terms shall have the following meanings:

Term	Definition
“Company” or “Shenwan Hongyuan Group”	Shenwan Hongyuan Group Co., Ltd. (申萬宏源集團股份有限公司)
“Group”	the Company and its subsidiaries
“Articles of Association”	the articles of association of the Company (as amended from time to time)
“general meeting”	the general meeting of the Company
“Board” or “Board of Directors”	the board of directors of the Company
“controlling shareholder” or “JIC”	China Jianyin Investment Ltd. (中國建銀投資有限責任公司)
“de facto controller” or “Central Huijin”	Central Huijin Investment Ltd. (中央匯金投資有限責任公司)
“CSRC”	China Securities Regulatory Commission (中國證券監督管理委員會)
“Shenzhen Stock Exchange”	Shenzhen Stock Exchange
“Shanghai Stock Exchange”	Shanghai Stock Exchange
“Beijing Stock Exchange”	Beijing Stock Exchange
“Hong Kong Stock Exchange”	The Stock Exchange of Hong Kong Limited
“CFFEX”	China Financial Futures Exchange (中國金融期貨交易所)
“Shenwan Hongyuan Securities”	Shenwan Hongyuan Securities Co., Ltd. (申萬宏源證券有限公司)
“Hongyuan Huifu”	Hongyuan Huifu Capital Co., Ltd. (宏源匯富創業投資有限公司)
“Hongyuan Huizhi”	Hongyuan Huizhi Investment Co., Ltd. (宏源匯智投資有限公司)
“Hongyuan Futures”	Hongyuan Futures Co., Ltd. (宏源期貨有限公司)
“Shenwan Hongyuan Financing Services”	Shenwan Hongyuan Financing Services Co., Ltd. (申萬宏源證券承銷保薦有限責任公司)



Term	Definition
“Shenyin & Wanguo Alternative Investment”	Shenyin & Wanguo Alternative Investment Co., Ltd. (申銀萬國創新證券投資有限公司)
“Shenwan Futures”	Shenwan Futures Co., Ltd. (申銀萬國期貨有限公司)
“Shenyin & Wanguo Investment”	Shenyin & Wanguo Investment Co., Ltd. (申銀萬國投資有限公司)
“Shenwan Hongyuan Asset Management”	Shenwan Hongyuan Securities Asset Management Co., Ltd. (申萬宏源證券資產管理有限公司)
“SWS Research”	SWS Research Co., Ltd. (上海申銀萬國證券研究所有限公司)
“SWS MU”	SWS MU Fund Management Co., Ltd. (申萬菱信基金管理有限公司)
“Fullgoal Fund”	Fullgoal Fund Management Co., Ltd. (富國基金管理有限公司)
“SWHY International”	Shenwan Hongyuan (International) Holdings Limited (申萬宏源(國際)集團有限公司)
“Shenwan Hongyuan (H.K.)”	Shenwan Hongyuan (H.K.) Limited (申萬宏源(香港)有限公司)
“A Share(s)”	domestic ordinary shares of the Company with nominal value of RMB1.00 each, which are listed on the Shenzhen Stock Exchange and traded in RMB
“H Share(s)”	overseas listed foreign ordinary shares of the Company with nominal value of RMB1.00 each, which are listed on the Hong Kong Stock Exchange and traded in HK dollars
“ETF”	exchange-traded fund(s)
“FICC”	fixed income, currencies and commodities
“IPO”	initial public offering
“ABS”	asset-backed securities
“PE”	private equity investment
“FOF”	a fund which specially invests in other securities investment funds
“ESG”	environmental, social and corporate governance



Section I Important Notice, Contents and Definitions (continued)

Term	Definition
“margin financing and securities lending”	provision of collateral by investors to securities firms who are qualified for conducting margin financing and securities lending business to borrow funds for securities purchases (margin financing) or to borrow and sell securities (securities lending)
“NEEQ”	National Equities Exchange and Quotations (全國中小企業股份轉讓系統)
“ChiNext Board”	the growth enterprise board launched by the Shenzhen Stock Exchange
“net capital”	equals net assets minus risk-adjusted financial assets minus other risk-adjusted assets and risk-adjusted contingent liabilities plus or minus capital from other adjustments recognized or approved by the CSRC
“STAR Market”	the Science and Technology Innovation Board of the Shanghai Stock Exchange
“stock-backed lending”	a transaction in which a securities firm provides financing to qualified clients who pledge their stocks as collateral
“structured notes”	marketable securities issued by securities firms with the payment of principal and return linked to specific underlying assets
“VaR”	value at risk
“PB System”	prime brokerage system
“EBITDA”	earnings before interest, taxes, depreciation and amortization
“SSE Composite Index”	the Shanghai Stock Exchange composite index
“SZSE Component Index”	the Shenzhen Stock Exchange component index
“WIND”	Wind Information Co., Ltd. (萬得信息技術股份有限公司), a service provider of financial data, information and software in Chinese Mainland
“CHOICE”	Eastmoney Choice Financial Terminal, a data platform which provides professional financial data service to financial institutions
“Company Law”	the Company Law of the People’s Republic of China (中華人民共和國公司法)
“Securities Law”	the Securities Law of the People’s Republic of China (中華人民共和國證券法)



Term	Definition
“Securities and Futures Ordinance”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
“Hong Kong Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“CG Code”	Corporate Governance Code as set out in Appendix C1 to the Hong Kong Listing Rules
“Model Code”	Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Hong Kong Listing Rules
“RMB” or “Renminbi”	Renminbi, the lawful currency of the PRC
“HK\$”, “HKD” or “HK dollars”	Hong Kong dollars and cents, respectively, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“US dollars” or “USD”	United States dollars, the lawful currency of the United States
“%”	percent
“Reporting Period”	the six months from January 1, 2026 to June 30, 2026

In the 2026 interim report, any discrepancies between the last digit of total shown and the last digit of the sum of the amounts listed are due to rounding.

Section II Company Profile and Key Financial Indicators

I. COMPANY PROFILE

Stock name	SWHY	Stock code	000166 (Shenzhen Stock Exchange); 6806 (Hong Kong Stock Exchange)
Stock exchanges on which the shares are listed	Shenzhen Stock Exchange, Hong Kong Stock Exchange		
Chinese name of the Company	申萬宏源集團股份有限公司		
Abbreviation of Chinese name of the Company	申萬宏源		
English name of the Company	Shenwan Hongyuan Group Co., Ltd.		
Abbreviation of English name of the Company	Shenwan Hongyuan		
Legal representative of the Company	Mr. Huang Jianjun		
Authorized representatives	Mr. Liu Jian, Mr. Xu Liang		
Joint company secretaries	Mr. Xu Liang, Mr. Wong Wai Chiu		

II. CONTACT PERSONS AND CONTACT METHODS

	Secretary to the Board	Securities affairs representative
Name	Mr. Xu Liang	Mr. Xu Liang
Address	20/F, Dacheng International Building, 358 South Beijing Road, Urumqi High-tech Zone, Xinjiang, the PRC	20/F, Dacheng International Building, 358 South Beijing Road, Urumqi High-tech Zone, Xinjiang, the PRC
Telephone	0991-2301870, 010-88085333	0991-2301870, 010-88085333
Facsimile	0991-2301779	0991-2301779
Email address	swhy@swhysc.com	swhy@swhysc.com



III. OTHER INFORMATION

(I) Contact Method of the Company

Registered office of the Company	Room 2001, 20/F, Dacheng International Building, 358 South Beijing Road, Urumqi High-tech Zone, Xinjiang, the PRC
Postal code of the registered office of the Company	830011
Office address of the Company	20/F, Dacheng International Building, 358 South Beijing Road, Urumqi High-tech Zone, Xinjiang, the PRC; No. 19, Taipingqiao Street, Xicheng District, Beijing, the PRC
Postal code of the office address of the Company	830011; 100033
Principal place of business in Hong Kong	40/F, Dah Sing Financial Centre, 248 Queen's Road East, Wanchai, Hong Kong
Company website	www.swhygh.com
Email address of the Company	swhy@swhysc.com

(II) Information Disclosure and Location for Inspection of Documents

Newspapers designated for disclosure of the Company's A Share information	China Securities Journal, Securities Times, Shanghai Securities News
Website of stock exchange for disclosure of the A Share interim report of the Company	Shenzhen Stock Exchange: www.szse.cn
Name and website of media for disclosure of the A Share interim report of the Company	Cninfo website: www.cninfo.com.cn
Website of stock exchange for disclosure of the H Share interim report of the Company	HKEXnews: www.hkexnews.hk
Location for inspection of interim report of the Company	The office of the Board of the Company, 20/F, Dacheng International Building, 358 South Beijing Road, Urumqi High-tech Zone, Xinjiang, the PRC



Section II Company Profile and Key Financial Indicators (continued)

(III) Other Relevant Information

Share registrars

A Share: China Securities Depository and Clearing Corporation Limited,
Shenzhen Branch
22-28/F, Shenzhen Stock Exchange Building, 2012 Shennan Blvd.,
Futian District, Shenzhen, Guangdong, the PRC

H Share: Computershare Hong Kong Investor Services Limited
Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East,
Wanchai, Hong Kong

Legal advisors

Jia Yuan Law Offices (domestic legal advisor)
Room F408, Ocean Plaza, No. 158 Fuxing Men Nei Street, Xicheng District,
Beijing, China

Clifford Chance (Hong Kong legal advisor)
27/F, Jardine House, One Connaught Place, Central, Hong Kong

IV. KEY ACCOUNTING DATA AND FINANCIAL INDICATORS

Accounting data and financial indicators set out in this report have been prepared in accordance with the International Financial Reporting Standards.

Item	The Reporting Period	Unit: Thousand Yuan Currency: RMB	
		The corresponding period of last year	Increase/decrease as compared with the corresponding period of last year (%)
Total revenue and other income	19,120,811	16,501,636	15.87
Profit before income tax	7,800,024	5,985,429	30.32
Profit for the period attributable to shareholders of the Company	5,730,432	4,284,169	33.76
Net cash (used in)/generated from operating activities	-22,277,744	19,760,846	-212.74
Basic earnings per share (in RMB per share)	0.23	0.17	35.29
Weighted average return on equity (%)	5.02	4.00	Increased by 1.02 percentage points



Item	As of the end of the Reporting Period	As of the end of last year	Increase/decrease as compared with the end of last year (%)
Total assets	825,306,058	741,547,240	11.30
Total liabilities	684,311,307	601,370,490	13.79
Total equity attributable to shareholders of the Company	114,984,018	111,597,345	3.03
Share capital	25,039,945	25,039,945	–
Equity per share attributable to shareholders of the Company (in RMB per share)	4.59	4.46	2.91
Gearing ratio (%) ^{Note}	78.82	76.62	Increased by 2.20 percentage points

Note: Gearing ratio = (total liabilities – accounts payable to brokerage clients – proceeds from underwriting securities received on behalf of customers)/(total assets – accounts payable to brokerage clients – proceeds from underwriting securities received on behalf of customers)*100%

V. DIFFERENCES IN ACCOUNTING DATA UNDER DOMESTIC AND INTERNATIONAL ACCOUNTING STANDARDS

In terms of profit for the period and profit for the period attributable to the shareholders of the Company for January to June 2026 and January to June 2025, and total equity and total equity attributable to shareholders of the Company as of June 30, 2026 and December 31, 2025, there's no difference between the data set out in the financial statements disclosed by the Company prepared in accordance with the International Financial Reporting Standards and that prepared in accordance with the China Accounting Standards for Business Enterprises.



VI. NET CAPITAL AND THE RELEVANT RISK CONTROL INDICATORS (CALCULATED BASED ON THE DATA OF THE PARENT COMPANY OF SHENWAN HONGYUAN SECURITIES)

Item	As of the end of the Reporting Period	Unit: Thousand Yuan Currency: RMB	
		As of the end of last year	Increase/decrease as compared with the end of last year
Core net capital	68,519,244	68,764,539	-0.36%
Supplementary net capital	20,420,000	20,780,000	-1.73%
Net capital	88,939,244	89,544,539	-0.68%
Net assets	127,884,195	129,617,932	-1.34%
Total risk capital reserves	24,655,504	24,282,313	1.54%
Total on-balance sheet & off-balance sheet assets	446,732,166	395,824,160	12.86%
Risk coverage ratio	360.73%	368.76%	Decreased by 8.03 percentage points
Capital leverage ratio	15.67%	17.76%	Decreased by 2.09 percentage points
Liquidity coverage ratio	141.70%	142.20%	Decreased by 0.50 percentage point
Net stable funding ratio	146.76%	143.77%	Increased by 2.99 percentage points
Net capital/net assets	69.55%	69.08%	Increased by 0.47 percentage point
Net capital/liabilities	20.01%	23.44%	Decreased by 3.43 percentage points
Net assets/liabilities	28.78%	33.94%	Decreased by 5.16 percentage points
Equity securities and derivatives held/net capital	43.38%	43.93%	Decreased by 0.55 percentage point
Non-equity securities and derivatives held/net capital	367.42%	320.34%	Increased by 47.08 percentage points

Note: The data as of the end of June 2026 is unaudited.

During the Reporting Period, the risk control indicators with net capital and liquidity as the core of the parent company of Shenwan Hongyuan Securities Co., Ltd. remained in compliance with the relevant requirements of the Measures for the Risk Control Indexes Management of Securities Companies (《證券公司風險控制指標管理辦法》) of the CSRC.

VII. REVIEW BY THE AUDIT COMMITTEE

The audit committee of the Board has reviewed and confirmed the Company's Report on Review of Interim Financial Statements disclosed in accordance with the International Financial Reporting Standards for the six months ended June 30, 2026, and has no objection against matters including the accounting policies and practice adopted by the Company.



I. INDUSTRY OF THE COMPANY DURING THE REPORTING PERIOD

(I) Basic Information of the Industry of the Company during the Reporting Period

In the first half of 2026, China's economic operation was generally stable, the growth of new driving forces was accelerated, and new progress was made in high-quality development. The gross domestic product increased by 4.70% year-on-year, laying a solid foundation for economic operation throughout the year. Meanwhile, continued volatility in the international financial market, coupled with geopolitical conflicts and trade frictions, has exerted a certain impact on China's capital market. The CPC Central Committee and the State Council have always attached great importance to the development of the capital market. The outline of the "15th Five-Year" plan explicitly requires "continuously deepening comprehensive reform of investment and financing in the capital market, enhancing the inclusiveness and adaptability of the capital market system, and increasing the proportion of direct financing". The 2026 CSRC System Work Conference emphasized the need to prioritize stability, consolidate the market's steady and positive momentum, and resolutely prevent sharp market fluctuations. With the gradual implementation of the "1+N" policy system in the capital market and the continuous release of integrated effects of reforms, the securities industry demonstrated stronger development resilience and transformation vitality in the first half of 2026. During the Reporting Period, China's securities industry mainly showed the following development characteristics:

1. The deepening of the capital market reform was accelerated, laying the foundation for the high-quality development of the securities industry

During the Reporting Period, the "1+N" reform measures for the capital market were continuously deepened, the foundational institutional system of the capital market was constantly improved, advancing the coordinated development of the market's investment and financing functions. In terms of financing, with supporting the development of new quality productive forces as the core, the capital market continuously deepened the reforms of the STAR Market and the ChiNext Board. On the one hand, it accelerated the implementation of supporting rules for the "1+6" reforms of the STAR Market, advanced and deepened the reforms of the ChiNext Board in an orderly manner. By accelerating the development of a diversified equity financing system, it enhanced the inclusiveness and adaptability of the capital market ecosystem to new quality productive forces. On the other hand, it continuously advanced the market-oriented reform in the mergers and acquisitions and restructuring sector, and innovative mechanisms such as simplified review procedures for restructuring have been effectively implemented. The activity level of M&A and restructuring in the A-share market has further increased, becoming an important driving force for the growth and strengthening of technology enterprises and industrial upgrading. In terms of investment, cultivating patient capital has become a core market consensus. The capital market took multiple measures to remove obstacles hindering medium- and long-term capital from entering the market, and promoted the equity allocation ratio of insurance funds, social security funds and other funds. Meanwhile, through special actions of the Shanghai and Shenzhen Stock Exchanges such as "Quality and Efficiency Improvement with Return Enhancement" and "Double Enhancement of Quality and Returns", it has gradually established a virtuous cycle of "long-term capital, long-term investment and long-term bull market" in the capital market. With the continuous improvement of the foundational system construction of the capital market and the continuous optimization of the market ecosystem, the securities industry has ushered in a new stage of high-quality development.



2. The securities industry was driven by double engines of M&A and restructuring as well as international expansion, accelerating the formation of a differentiated competitive landscape

Against the backdrop of comprehensive deepening of the capital market reform and accelerated high-level opening-up, the securities industry has gradually formed a differentiated development landscape. Large securities firms have become stronger and better by virtue of their strong capital strength, diversified business structures, leading business innovation capabilities and outstanding data governance capabilities, striving to become world-class investment banks. Specialized small and medium-sized securities firms precisely focused their efforts on certain specific business areas, specific regions and specific customer bases, pursuing a strategy of refinement, regionalization and differentiation. As several M&A and restructurings in the industry made significant progress during the Reporting Period, the pace of industry consolidation accelerated. In the future, it is expected to form a diversified pattern of differentiated development among large securities companies, small and medium-sized boutique securities companies and regional securities companies, which will jointly serve various participants in the multi-level capital market. Meanwhile, as the high-quality two-way opening-up of the capital market deepened and Chinese enterprises kept “going global”, new room for the sector’s overseas businesses kept expanding. Chinese securities firms continued to deepen their overseas footprint and accelerated the international development of the industry.

3. Adhered to serving the real economy and accomplished the “Five Major Areas” on finance

The securities industry has clearly defined its functional positioning, actively served national strategies, and enhanced its capacity to serve the real economy. During the Reporting Period, the Securities Association of China revised and released the Special Evaluation Measures for Securities Companies to Accomplish the “Five Major Areas” on Finance, which has transitioned from a trial basis to formal implementation, marking the normalization of assessment for securities companies serving the “Five Major Areas” on finance. Major securities firms have integrated serving the “Five Major Areas” on finance into their own development strategies and continuously increased resource investment and talent development efforts. In terms of technology finance, the securities industry actively built a full-cycle financial service model that matches the development of new quality productive forces, and focused on establishing a full-chain service system covering debt, equity, M&A, direct investment and fund management. In terms of green finance, the securities industry intensified its layout of green finance projects to support the development of green industries, and vigorously developed transition finance to serve the comprehensive green transformation of the economy and society. In terms of inclusive finance, the securities industry leveraged digital transformation to effectively lower service barriers, extended financial services to underserved segments, provided precise services to MSMEs, and attached importance to the role of financial services in improving people’s livelihood and well-being, thereby contributing to common prosperity and rural revitalization. In terms of pension finance, the securities industry actively served pension management institutions and the pension industry, and developed pension products and related services in a coordinated manner. In terms of digital finance, the securities industry actively promoted the marketization and capitalization of data elements, strengthened the application of intelligent tools, and enhanced the digitalization and intelligence of financial services.



(II) Industry Position of the Company

As a comprehensive financial service provider based on the capital market, the Company has witnessed the development of the securities industry of China, experienced multiple market cycles, established a long-standing, comprehensive and high-quality leading position in the securities industry of China, deeply integrated into serving the overall national strategies, and empowered the development of the real economy with high quality. The Company fully leverages the dual structure advantages of “investment holding group + securities subsidiaries”, and upholds steady operation and strict risk control. Centering on the diversified needs of customers of corporate finance, personal finance, institutional services and trading as well as investment management, etc., the Company constantly expands business fields, optimizes asset structure, deepens business coordination and improves the comprehensive financial service system for sustainable development.

During the Reporting Period, the Company thoroughly implemented the decisions and arrangements of the CPC Central Committee and the State Council, practiced the political and people-oriented nature of financial work, firmly adhered to the general tone of seeking progress while maintaining stability, persisted in returning to its roots, strengthened main responsibilities and optimized main businesses, and built a comprehensive financial service system matching the development of new quality productive forces and the construction of modern industrial system; the Company seized major opportunities of capital market reform, and deeply fulfilled its duties as a major “service provider” of direct financing, an important “gatekeeper” of the capital market and a professional “manager” of social wealth; the Company deeply promoted business development and reform and transformation, and firmly adhered to the bottom line of avoiding systemic financial risks. Operating performance has achieved rapid growth, market competitiveness has been continuously enhanced, and high-quality development has been steadily advanced.



II. PRINCIPAL BUSINESS ENGAGED BY THE COMPANY

(I) Principal Business Engaged by the Company during the Reporting Period

As an investment holding group, the Company is committed to providing diversified financial products and services to clients by relying on the capital market and focusing on securities businesses. Utilizing the dual structure of “investment holding group + securities subsidiaries”, the Company has established a business development model with differentiated competitive advantages. The Company’s business mainly focuses on four segments, including enterprise finance, personal finance, institutional services and trading, as well as investment management. The specific business structure is as follows:

Investment Banking	Enterprise Finance Principal Investment	Personal Finance	Institutional Services and Trading	Investment Management
• Equity financing • Debt financing • Financial advisory	• Equity investment • Debt investment • Other investment	• Securities and futures brokerage • Margin financing and securities lending • Stock-backed lending • Agreed repurchase securities trading • Sales of financial products	• Prime brokerage • Research and consultation • Proprietary trading	• Asset management • Mutual fund management • Private equity fund management



1. Enterprise finance

The Company's enterprise finance business consists of investment banking business and principal investment business. Investment banking business provides equity underwriting and sponsorship, debt underwriting and financial advisory services for corporate clients; and principal investment business mainly comprises equity investment and debt investment of non-listed companies.

2. Personal finance

The Company's personal finance business serves the comprehensive financial needs of individuals and non-professional institutional investors. It provides services such as securities and futures brokerage, margin financing and securities lending, stock-backed lending, agreed repurchase securities trading, sales of financial products and investment advisory through the combination of online and offline channels.

3. Institutional services and trading

The Company's institutional services include prime brokerage and research and consultation services for professional institutional clients; besides, the Company is also engaged in the trading of FICC, equity and equity-linked securities, based on which the Company offers sales, trading, hedging and OTC derivatives services to institutional clients.

4. Investment management

The Company's investment management business consists of asset management, mutual fund management and private equity fund management services.

There were no material changes to the principal business and business model of the Company during the Reporting Period.

(II) Major Awards and Honors Granted during the Reporting Period

Shenwan Hongyuan Group

— Roadshow China

- The 9th Outstanding IR Selection – Outstanding Capital Markets Communication Award, Outstanding Leader Award

— S&P China

- Selected for the Sustainability Yearbook (China Edition) 2026

Shenwan Hongyuan Securities

— Shanxi Provincial Department of Finance

- Outstanding Underwriting Institution for Innovation and Cooperation Support

— All-China Federation of Trade Unions

- National Worker Pioneer

— Shanghai Stock Exchange

- Letter of Appreciation from Shanghai Stock Exchange for 2025

— Shenzhen Stock Exchange

- Shenzhen Stock Exchange 2025 Q4 ABS Market-Making Pioneer Institution and Individual
- Shenzhen Stock Exchange 2026 Q1 ABS Market-Making Pioneer Institution and Individual

— Hong Kong Stock Exchange

- Hong Kong Stock Connect Investor Education Active Broker Award

— Shanghai Clearing House

- Credit Derivatives Clearing Star for April 2026

— Shanghai Securities Association

- 2025 Anti-Illegal Financial Activities and Anti-Fraud Knowledge Competition (Team Second Prize)

— Beijing Financial Assets Exchange

- 2025 Most Market-Cohesive Institution
- 2025 Most Market-Leading Institution

— WIND

- 2025 Best Investment Bank – Best Bond Underwriter – Securities Firm
- 2025 Best Investment Bank – Best Credit Bond Underwriter – Outstanding Securities Firm
- 2025 Best Investment Bank – Best Financial Bond Underwriter – Outstanding Securities Firm
- 2025 Best Investment Bank – Best Corporate Bond Underwriter
- 2025 Best Investment Bank – Best Green Bond Underwriter – Securities Firm
- 2025 Best Investment Bank – Best Industrial Bond Underwriter – Securities Firm

- 2025 Best Investment Bank – Best Science and Technology Innovation Bond Underwriter – Securities Firm
- 2025 Best Investment Bank – Best Credit Bond Underwriter – Outstanding Securities Firm
- 2025 Best Investment Bank – Best Financial Bond Underwriter – Outstanding Securities Firm

— CLS

- Excellent Bond Underwriter Case
- Third Session of the Wealth Management • Huazun Award – Wealth Management Leader Award
- Third Session of the Wealth Management • Huazun Award – Best Wealth Management Brand Award
- Third Session of the Wealth Management • Huazun Award – Best Digital Wealth Management Award
- Third Session of the Wealth Management • Huazun Award – Best ETF Ecosystem Award

— Hubei Carbon Emission Exchange

- 2025 “Carbon Finance Innovation Award”

— Securities Sub-Committee of China Financial Standardization Technical Committee

- The 2026 Research Project of “Research on Business Data Model of Structured Notes of Securities Companies” was awarded an “Excellent” Rating

— Shanghai Financial Risks Prevention and Resolution Mechanism

- “Intangible Cultural Heritage Shines Anew, Empowering Financial Futures” (《非遗焕彩·财赋新章》) won the Second Prize in the Video Category of the 2026 Shanghai Special Merit Competition for Publicity Works on Preventing and Combating Illegal Financial Activities

— New Fortune

- 2026 Best Domestic Investment Bank
- 2026 Best Equity Underwriting Investment Bank
- 2026 Best Debt Underwriting Investment Bank
- 2026 Best IPO Investment Bank
- 2026 Best Refinancing Investment Bank
- 2026 Best M&A Investment Bank
- 2026 Best Corporate Bond Investment Bank
- 2026 Best Investment Bank in Technology and Intelligent Manufacturing Industry
- 2026 Best ESG-Practicing Investment Bank
- 2026 Best Hong Kong IPO Investment Bank

— Sina Finance

- Best Investment Advisory Service Institution
- Best ETF Investment Service Provider
- Top 10 Investment Advisory Service Brands



China TTT Learning Technology Innovation Conference (中國TTT學習技術創新大會)

- The Company was successfully awarded the "Internal Trainer Ecosystem Construction Award" for its "Continuation Plan · Junior Internal Trainer Training Class" project

Research Association of Ideological and Political Work of China Financial Institutions

- "Outstanding Organization Award" for Excellent Research Achievements in Ideological and Political Work and Cultural Construction of the National Financial System for 2025

China Foreign Exchange Trade System

- X-Bond Star for December 2025

China Media Group – CNR Finance

- 2025 "Golden Top" Excellent Case

China Bond Pricing Center Co., Ltd.

- Innovation Leading Pioneer Institution
- 2025 China Bond Index Innovation Pioneer Institution Award

Shenwan Hongyuan Financing Services

WIND

- Best A-Share Equity Underwriter
- A-Share Equity Underwriting Rapid Progress Award
- Best A-Share IPO Underwriter
- A-Share IPO Underwriting Rapid Progress Award
- Best A-Share Refinancing Underwriter
- A-Share Refinancing Underwriting Rapid Progress Award
- Best STAR Market Equity Underwriter
- Best NEEQ Sponsor
- Best A-Share Equity Underwriter – Information Technology Industry
- Best China M&A and Restructuring Financial Advisor

New Fortune

- Best Domestic Investment Bank (Securities Firm Merger)
- Best Equity Underwriting Investment Bank (Securities Firm Merger)
- Best IPO Investment Bank (Securities Firm Merger)
- Best Refinancing Investment Bank (Securities Firm Merger)
- Best M&A Investment Bank (Securities Firm Merger)
- Best Investment Bank in Technology and Intelligent Manufacturing Industry (Securities Firm Merger)
- Best ESG-Practicing Investment Bank (Securities Firm Merger)

Xinjiang Securities and Futures Association

- 2025 Industry Cultural Construction Advanced Unit

Shenwan Hongyuan Asset Management

Organizing Committee of the 10th Real Estate Securitization and REITs Forum

- Annual Best CMBS Product – Shanghai Land Hongqiao Economic Development Asset-Backed Special Plan
- Annual Most Investor-Favored Real Estate ABS Product – China Resources Land Chongqing MixC Asset-Backed Special Plan

SWS Research

Shanghai Financial Trade Union, Shanghai Municipal Financial Work Committee of the Communist Youth League

- First Prize (Collective) of the 2025 Shanghai Financial System Employee Merit Competition

Huangpu District People's Government, Shanghai City

- 2024-2025 Outstanding Contribution Collective
- "Fintech Ecosystem Partner" Enterprise Title

Shenwan Futures

Huining County Education Bureau

- Certificate of Honor

Shenwan Hongyuan (H.K.)

China Offshore Bond Excellence Alliance (中資離岸債卓越機構聯盟)

- 2025-2026 "Best Underwriter"

China Securities Technology DMI Platform

- 2025 Best Underwriter (Securities Firm)
- 2025 Best Underwriter of Dim Sum Bonds (Securities Firm)

New Fortune

- 2026 Best Hong Kong IPO Investment Bank (Securities Firm Merger)
- 2026 Best Investment Banker in Hong Kong Stock Market (Securities Firm Merger)

Shenyin & Wanguo Investment

Zhejiang Equity Exchange

- 2025 Innovative S Transaction Institution



III. CORE COMPETITIVENESS ANALYSIS

In accordance with strategic requirements, the Company fully utilizes its established advantages to promote the coordinated development of each business segment, and actively builds an investment holding group with securities business as its core, thus forming its own core competitiveness, which is mainly reflected in the following aspects:

(I) Leading Comprehensive Strength

Due to the strong advantages in respect of shareholders, abundant capital strength and extensive brand influence, as well as rich customer resources and comprehensive outlet distribution, the Company has achieved good operating results, and its comprehensive competitiveness ranks at the forefront of the securities industry. Adhering to the customer-centric development concept, the Company comprehensively promotes the development, transformation and innovation of the securities business and proactively expands the investment business centering on the securities business, which continuously consolidates and enhances its comprehensive financial service capabilities.

(II) Comprehensive Business Layout

The Company has improved the whole industry chain service system based on the capital market and continuously consummated the product lines and service lines under securities business. With full licenses and leading business capabilities, the Company has achieved good development momentum and its position in the industry has improved steadily. The Company proactively expands its investment layout of the capital market and securities business, to promote the efficient and coordinated development of securities business and investment business.

(III) Favorable Regional Advantage

Closely following the national development strategy, the Company promotes the establishment of a regional development pattern featuring linkage and resource synergy between the eastern and western regions of China. While establishing an extensive layout in traditional advantageous areas including Shanghai and Xinjiang, the Company deeply taps the development opportunities arising from the construction of “Five Centers” and free trade zone in Shanghai, proactively cooperates with the development of the western region and the “Belt and Road Initiative”, and continues to deepen the prospective layout in the areas including Guangdong-Hong Kong-Macao Greater Bay Area, Beijing-Tianjin-Hebei Region and Great Southwest Region, to further build important regional growth poles.

(IV) Effective Risk Management

The Company attaches great importance to legal and compliant operation and internal control construction. It has established a comprehensive risk management system at group level covering all aspects and all staff throughout its entire business process, continuously improved risk policy, optimized risk identification and response, and effectively controlled operation risks, with risk control indicators of Shenwan Hongyuan Securities in compliance with the regulatory requirements. Moreover, its business maintains healthy development momentum, providing a guarantee for the further improvement of the Company’s comprehensive strength.



(V) Well-established Talent Mechanism

The Company adheres to the people-oriented principle, upholds the concept of employing those with integrity, competence and merit and giving full scope to the talents, and creates an open, equal, competitive, merit-based and applicable employment environment. The Company continuously improves the human resources development system with a market-oriented mechanism as the core, and promotes the interests sharing among the Company, shareholders and employees to provide strong and enduring career security for employees' long-term development and self-value realization.

IV. PRINCIPAL BUSINESS ANALYSIS

Guided by Xi Jinping Thought on Socialism with Chinese Characteristics for a New Era, the Company actively seized the strategic opportunities of the "15th Five-Year Plan", anchored the vision of "becoming a first-class investment bank and investment institution worthy of long-term trust", focused on promoting high-quality development, solidly completed the "Five Major Areas" on finance, served the construction of the "Belt and Road Initiative", and continuously enhanced the brand effect of the Company in serving national strategies. By proactively adapting to and embracing change, the Company continued to consolidate the core client foundation of its light capital businesses, effectively enhanced the scale and market influence of its capital intermediary businesses, and maintained stable contributions from its heavy-capital businesses. The business structure continued to improve steadily. The Company continuously deepened the enhancement of foundational management quality and efficiency, accelerated the empowerment of financial technology and digital intelligence transformation, consolidated the "four foundational projects" of macro-execution, macro-middle office, macro asset-liability management and macro risk control, and reinforced the "four strategic pillars" of technology, talent, governance and culture. During the Reporting Period, the Company coordinated development and security. All operations progressed steadily, operating performance maintained steady growth, and new achievements were made in high-quality development.

(I) Overview

In the first half of 2026, the Group achieved total revenue and other income of RMB19,121 million, representing a year-on-year increase of 15.87%; profit before income tax of RMB7,800 million, representing a year-on-year increase of 30.32%; profit for the period attributable to shareholders of the Company of RMB5,730 million, representing a year-on-year increase of 33.76%; basic earnings per share of RMB0.23, representing a year-on-year increase of 35.29%; and weighted average return on equity of 5.02%, representing a year-on-year increase of 1.02 percentage points. As at June 30, 2026, total assets of the Group amounted to RMB825,306 million, representing an increase of 11.30% from the beginning of the year; total equity attributable to shareholders of the Company amounted to RMB114,984 million, representing an increase of 3.03% from the beginning of the year.

(II) Principal Business Analysis

Shenwan Hongyuan Group is comprised of subsidiaries in the fields of securities, investment, fund and futures, and has four major business segments including enterprise finance, personal finance, institutional services and trading, and investment management. The Company continues to build the whole industry chain of investment and financial services relying on the capital market to provide diverse financial products and services to customers.



Section III Management Discussion and Analysis (continued)

Information on each business segment of the principal business is as follows:

Unit: Thousand Yuan Currency: RMB

Segment	Total revenue Note 1	Total expenses	Profit margin before income tax (%) Note 2	Change in		
				Change in total revenue as compared to the corresponding period of last year (%)	Change in total expenses as compared to the corresponding period of last year (%)	Change in profit margin before income tax as compared to the corresponding period of last year (percentage point)
Enterprise finance	2,784,293	1,451,293	47.88	17.50	-7.76	14.28
Including: Investment banking	832,681	606,889	27.12	-9.78	2.26	-8.58
Principal investment	1,951,612	844,404	56.73	34.91	-13.83	24.47
Personal finance	8,227,186	5,652,369	31.30	43.02	34.32	4.46
Institutional services and trading	8,119,821	4,463,928	45.02	1.00	-2.72	2.10
Investment management	777,262	540,948	30.40	7.40	2.14	3.58
Total	19,908,562	12,108,538	39.18	17.90	11.09	3.73

Notes: 1. Total revenue = total revenue and other income + share of profits of associates and joint ventures

2. Profit margin before income tax = profit before income tax/(total revenue and other income + share of profits of associates and joint ventures) *100%



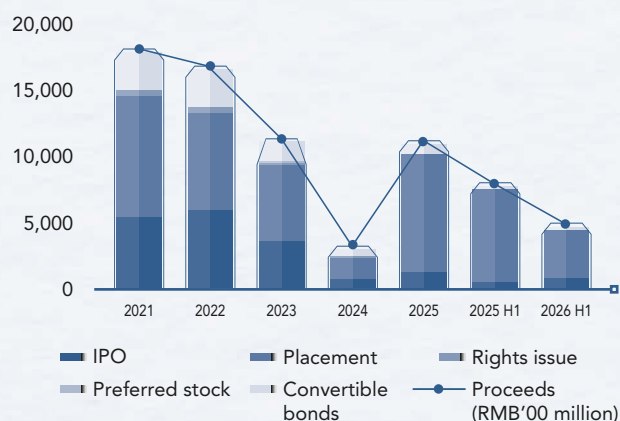
1. Enterprise Finance Business

Targeting enterprise clients, the enterprise finance business consists of investment banking business and principal investment business. In particular, the investment banking business includes equity financing, debt financing and financial advisory, while the principal investment business includes equity investment, debt investment and other investment. During the Reporting Period, the enterprise finance business segment of the Group recorded total revenue of RMB2,784 million, representing a year-on-year increase of 17.50%.

(1) Investment banking business

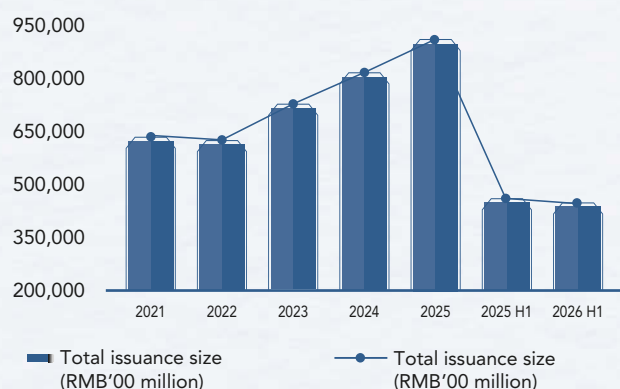
Market environment:

Statistics of Domestic Share Issuance



Notes: 1. Source: WIND;
2. Based on the data on the listing date

Statistics of Domestic Bond Issuance (under full consolidated basis)



Notes: 1. Source: WIND;
2. Based on the data on the issuance date



a. Equity financing

In terms of the domestic market, capital market reforms continued to deepen, with regulatory efforts focusing on improving the quality of listed companies, enhancing the capacity to serve the real economy, and guiding financial resources to precisely support key national sectors. In the first half of 2026, A-share IPO and refinancing scale rebounded year-on-year, and the equity business accelerated. Meanwhile, stricter compliance requirements and intensified industry competition have created a landscape of both opportunities and challenges for equity financing business. During the Reporting Period, the entire market completed a total of 208 equity financing projects, the number of enterprises increased by 48.57% year-on-year, and the equity financing scale was RMB455.604 billion, representing a year-on-year increase of 87.62% (excluding the large-scale private placement of four banks during the corresponding period last year); completed 71 IPO projects, the number of enterprises increased by 39.22% year-on-year, and the financing scale was RMB70.574 billion, representing a year-on-year increase of 88.93%; and completed 137 refinancing projects, the number of enterprises increased by 53.93% year-on-year, and the financing scale was RMB385.030 billion, representing a year-on-year increase of 87.38% (excluding the large-scale private placement of four banks during the corresponding period last year). (WIND, based on the data on the listing date, 2026, excluding exchangeable bonds)

As for the overseas market, with the adjustment of domestic economic and financial policies, the upsurge of A-share listed companies seeking secondary listings in Hong Kong, the return of international long-term capital and other factors, the equity financing market in Hong Kong continued to perform well during the Reporting Period. The amount of equity financing in the entire market was HKD346.073 billion, representing a year-on-year increase of 21.66%. In particular, the total amount of IPO financing was HKD210.195 billion, representing a year-on-year increase of 92.13%. (Hong Kong Stock Exchange, June 2026)

b. Debt financing

As for the domestic market, in the first half of 2026, the issuance of bonds in the domestic market was generally stable and positive. In terms of issuance scale, the scale of credit bond issuance reached RMB10.35 trillion, representing a year-on-year increase of approximately 3%. A total of 6,895 industrial bonds were issued, amounting to RMB8,180.255 billion. The proportion of industrial bonds in credit bonds of the entire market rose to 85.37%, reaching a record high for the corresponding period in history. In terms of interest rates, the bond market witnessed an unexpected upward trend in the first half of the year. The yield on 10-year treasury bonds showed a “rise-then-fall” trend, hitting a low of 1.70% and fluctuating around 1.74%. From the perspective of the term structure, affected by the volatile market conditions, the issuance scale of short-term credit bonds increased significantly by 13.85% year-on-year, while the issuance scale of medium and long-term products decreased by 3.26% year-on-year.



As for the overseas market, the structural adjustment of offshore bond markets has deepened, and Chinese-funded offshore bonds have shown significant differentiation due to multiple factors such as divergence of global monetary policies, fluctuations in cross-border liquidity, geopolitical trade tensions and tightening domestic regulation. As of the end of Reporting Period, the issuance number of Chinese-funded offshore bonds was 482, representing a year-on-year decrease of approximately 23%, and the total issuance scale was approximately USD76.835 billion, representing a year-on-year decrease of approximately 15.39%. (Bloomberg, June 2026)

c. Financial advisory

As for the domestic market, in the first half of 2026, driven by the continuous deepening of new policies such as the “Six M&A Measures” and “STAR Eight Measures”, the M&A and restructuring market continued its recovery. The number of transactions and the scale of disclosures remained at a high level, and the number of M&A and restructuring transactions subject to review increased significantly. In the first half of 2026, there were 19 M&A and restructuring projects reviewed and approved by the exchange, representing a year-on-year increase of 46%, further demonstrating the role of the M&A and restructuring market in serving the high-quality development of the real economy.

As for the overseas markets, during the first half of 2026, guided by policies including “supporting enterprises in engaging in mutually beneficial overseas investment and cooperation” under the “15th Five-Year Plan”, the momentum of cross-border mergers and acquisitions by Chinese enterprises gradually recovered. During the Reporting Period, there were 44 outbound M&A deals, with a total transaction value of RMB105.08 billion, representing a year-on-year increase of 51.70%. (WIND, 2026) At the same time, amid an increasingly complex and volatile macroeconomic and geopolitical environment, cross-border transactions have shifted toward strategic sectors such as resources and advanced manufacturing, and the role of cross-border M&A services in promoting high-level opening-up has become increasingly evident.



Operating measures and results:

The Company carries out investment banking business principally through subsidiaries including Shenwan Hongyuan Securities.

The Company insisted on implementing national strategies and serving the real economy as the core, effectively brought its professional advantages into play, strengthened strategic guidance, practically identified its responsibilities and missions, and focused on its main responsibilities and businesses, actively integrated into the high-quality development of the “Belt and Road Initiative”, contributed to institutional openness at a higher level, and helped build a new development layout centered on the domestic economic cycle, with the domestic and international economic cycles reinforcing one another. The Company also expanded and deployed strategic national projects and special business varieties, supported the development of enterprises featured by “professionalism, refinement, specialization and novelty”, strategic emerging industries and frontier technology enterprises, assisted in the transformation and upgrading of enterprises in the key links and core points in the advanced manufacturing industries and industry chains. The Company insisted on the organic unification of economic responsibility and social responsibility, continuously improved its financial service capabilities for major national development strategies, actively played its role as a bridge between the capital market and the real economy, and continued to cultivate a business ecology that follows national strategies. The specific measures are as follows:

**Serving national
strategies****Specific measures**

Implemented the national technological self-reliance and self-improvement strategy to support the construction of science and technology innovation and modernization industry system

**Science and
technology finance**

Equity financing: during the Reporting Period, Shenwan Hongyuan Financing Services actively participated in the construction of financial-backed innovation system, fully exerted the advantages of comprehensive financial services of “investment banking + investment + research”, and strengthened the financial support for enterprises with key core technologies, enterprises featured by “professionalism, refinement, specialization and novelty”, strategic emerging industries and future industries. In particular, the company assisted Hongming Electronics (301682.SZ), an advanced electronic components and materials manufacturer, in listing on the ChiNext Board, assisted Zhixin Shares (603352.SH) in listing on the main board, and assisted Chuangda New Materials (920012.BJ) in listing on the Beijing Stock Exchange; assisted Huafeng Technology (688629.SH), a company in the military electronics and new energy sectors, and Accelink Technologies (002281.SZ), a leader in optical communication devices, in their refinancing. The total scale of equity financing for serving science and technology finance amounted to RMB9.111 billion.

Shenwan Hongyuan (H.K.) closely followed changes in the capital market and regulatory policies, and took advantage of overseas capital market services to support a total of 7 Hong Kong IPOs in the fields of science and technology finance and serving new quality productive forces, with a total financing scale of approximately RMB5.779 billion, thereby increasing its pipeline of sponsorship projects in related hot industries.

Debt financing: during the Reporting Period, the Company facilitated the issuance of 56 science and technology innovation bonds, with an actual underwriting size of RMB14.939 billion. The Company strongly supported large central enterprises such as CSSC and China Datang Corporation in conducting scientific and technological research and development and technological innovation, providing solid financing support for the scientific and technological innovation and development of central enterprises.



Serving national strategies	Specific measures
	Implemented the national carbon peak and carbon neutrality strategy to support green finance Equity financing: during the Reporting Period, Shenwan Hongyuan Financing Services continuously promoted financing for green industries, successfully completed projects such as YMK (300249.SZ) refinancing, and assisted YMK in accelerating the construction of a leading enterprise in the full-stack precision heat dissipation solution centered on computing power temperature control.
Green finance	Debt financing: during the Reporting Period, the Company facilitated the issuance of 11 green financial bonds, with an actual underwriting size of RMB2.435 billion. In particular, the Company successfully facilitated the issuance of “carbon neutrality + technology” dual-labelled bonds for Xinjiang Lixin Energy, setting the lowest coupon rate in the history of corporate bonds issued by AA+ issuers in the five northwestern provinces and the lowest coupon rate in the history of medium- and long-term bonds issued by AA+ issuers in Xinjiang region. During the Reporting Period, Shenwan Hongyuan (H.K.) actively served the green development strategy, completed financing for related bond projects totaling approximately RMB9.841 billion.
	Implemented the national strategy for the digital economy and contributed to innovation in digital finance Equity financing: during the Reporting Period, Shenwan Hongyuan Financing Services enhanced its technology empowerment capabilities by deepening its digital and intelligent transformation, and steadily advanced the development of investment banking information systems.
Digital finance	Debt financing: during the Reporting Period, the Company assisted TCL Technology Group Corporation in issuing one science and technology innovation digital economy bond, with an actual underwriting size of RMB300 million. The underwriting size of digital financial bond financing increased by 91.57% year-on-year.

**Serving national
strategies****Specific measures**

Implemented the national strategy of proactively addressing population aging to support the development of pension finance

Pension finance

Debt financing: the Company facilitated the issuance of 3 pension financial bonds, with an actual underwriting size of RMB1.2 billion, representing a year-on-year increase of 211.93%. The Company assisted Kaifeng Urban Construction Investment Group in successfully issuing the pension-themed bonds, which is aimed at “building a highland of happiness for elderly care services in the central and western regions”. The proceeds will be used for the construction of elderly care projects, which will drive the development of the local elderly care industry and form a virtuous cycle of economic and social benefits. This bond issuance has explored a feasible pathway for the Company to innovate its pension financial products, fully demonstrating the Company’s mission and commitment to serving the national strategy of actively responding to population aging and fulfilling its social responsibilities.



Serving national strategies	Specific measures
Inclusive finance	Implemented the national development requirements for common prosperity to support inclusive finance Equity financing: Shenwan Hongyuan Financing Services took the NEEQ and the Beijing Stock Exchange business as the starting point for serving SMEs, and continuously assisted innovative SMEs in seeking for new growth points. Since the opening of the Beijing Stock Exchange, the number of listed companies on the Beijing Stock Exchange as well as the cumulative number of companies listed on NEEQ and issued through private placements for which the company acted as a sponsor, all ranked among the top. During the Reporting Period, Shenwan Hongyuan Financing Services assisted 8 enterprises, including Leacesy Technologies (874991) and Yingfan Technology (874791), in completing listings and private placements on the NEEQ.
	Debt financing: during the Reporting Period, the Company facilitated the issuance of 3 inclusive finance bonds, with an actual underwriting amount of RMB564 million. The Company assisted Haiyang Urban Commercial Operation Co., Ltd. in successfully issuing the rural revitalization corporate bonds, and assisted Wenzhou Urban Industrial Development Group in successfully issuing the first corporate bonds in China themed “science and technology innovation + MSME support + professionalism, refinement, specialization and novelty”.
Serving high-level opening-up	Implemented the national “Belt and Road Initiative” work deployment to support cross-border finance Equity financing: during the Reporting Period, Shenwan Hongyuan (H.K.) assisted relevant enterprises in overseas equity financing of RMB5.779 billion.
	Debt financing: during the Reporting Period, the Company issued 20 bonds serving high-level opening-up, with an actual underwriting size of RMB12.848 billion, representing a year-on-year increase of 244.5%. Shenwan Hongyuan (H.K.) assisted relevant enterprises in overseas debt financing of approximately RMB64.628 billion.



a. Equity financing

In terms of domestic equity financing business, during the Reporting Period, the total equity underwriting scale of the Company was RMB10.243 billion, and the number of underwritten projects was 9. The IPO underwriting scale was RMB3.597 billion, ranking fourth in the industry and covering 3 projects, and the refinancing underwriting scale was RMB6.646 billion, covering 6 projects. The Company ranked among the top in the industry in terms of scale and number of equity underwriting. (WIND, based on the data on listing date, excluding exchangeable bonds, 2026)

In addition, the Company proactively promoted the strategy of “professionalism, refinement, specialization and novelty”, vigorously developed inclusive financial business, and fully supported the development of SMEs. During the Reporting Period, the Company completed 2 NEEQ private placements and 6 NEEQ listings. As of the end of the Reporting Period, the Company recommended a total of 766 enterprises for listing on the NEEQ and provided 1,014 private placements for listed enterprises, both ranking first in the industry; the Company provided continuous supervision for 500 listed enterprises, including 196 enterprises on the innovative layer; and the Company conducted equity financing with a total amount of RMB41.034 billion for listed enterprises, both ranking second in the industry (CHOICE, based on the data on the listing date). Since the opening of the Beijing Stock Exchange (including transfers from the Select Tier), the Company has completed a total of 24 projects of transfers from the Select Tier on the Beijing Stock Exchange and the NEEQ, raising RMB4.702 billion, ranking among the top in the industry. (WIND, based on the data on the listing date, 2026)

In terms of overseas equity financing business, the Company adhered to the principle of serving national strategic objectives, actively supported the development of the real economy, continuously promoted synergy between domestic and overseas businesses, and actively conducted cross-border investment banking business based on solid professional capabilities. During the Reporting Period, the Company proactively advanced the layout in cutting-edge sectors such as artificial intelligence and emerging technologies, and focused on expanding project coverage and pipeline in high-growth industries. The Company successfully assisted 7 companies in completing listings on the Hong Kong Stock Exchange, with a total base issue size of HK\$6.588 billion, ranking among the top in terms of the number of Hong Kong IPO underwriting deals (according to the Dealogic database). Among them, acting as the sponsor, the Company assisted HaiZhi Technology Group (2706.HK), a leading company in the artificial intelligence sector, in completing its initial public offering in Hong Kong. The Company’s market recognition continued to grow, and received awards such as the “Best Hong Kong IPO Investment Bank” from New Fortune during the Reporting Period.



b. Debt financing

In terms of domestic debt financing business, the Company's debt financing business maintained a stable development trend, with the industry ranking and market influence maintaining at a considerable level. During the Reporting Period, the scale and number of underwritings as a lead underwriter for the whole range of corporate bonds (corporate bonds + financial bonds + enterprise bonds + non-financial enterprise debt financing instruments) both reached record highs. Among them, the number of lead underwriting was 390, and the lead underwriting scale was RMB202.202 billion, ranking among the top in the industry. (WIND, 2026)

The Company actively implemented the requirements of serving national strategies, and expanded the deployment of projects serving national strategies and featured business types. During the Reporting Period, most of proceeds from bond issuance were applied in key areas such as technology and innovation, dual-carbon development and inclusive finance, actively helping to broaden financing channels for MSMEs.

In terms of overseas debt financing business, the Company closely followed the national strategies and focused on specialized categories such as the "Belt and Road Initiative" bonds, green bonds, Magnolia bonds and Dim Sum bonds. During the Reporting Period, the Company completed 52 overseas bond projects, including landmark projects such as the Xingye Silver & Tin USD-denominated Bonds and the Industrial Bank Free Trade Zone Magnolia Bonds; the underwriting scale of green bonds increased by nearly 90% year-on-year. During the Reporting Period, the Company received the "Best Underwriter of 2025" and "Best Dim Sum Bond Underwriter of 2025" awards from CSCI Technology DMI.

c. Financial advisory

In terms of domestic financial advisory, during the Reporting Period, the number of financial advisory projects of the Company (based on the data of first disclosure) was 7, with a total transaction amount of RMB13.961 billion, ranking among the top in the industry in terms of both number of projects and transaction amount. (WIND, the transaction amount represents the amount involved by service subjects, 2026)

In terms of cross-border financial advisory business, the Company continued to actively expand into the increasingly dynamic cross-border M&A and restructuring markets, leveraged its integrated domestic and international network to develop cross-border M&A business and support Chinese enterprises in "going global" and foreign investment in "coming to China". During the Reporting Period, the Company secured and completed six new financial advisory projects each in the Hong Kong market for serving Chinese enterprises' cross-border business.

**Outlook for the second half of 2026:**

In the second half of 2026, market competition of the investment banking business will remain intense. As capital market reforms continue to deepen and the policy framework supporting technological innovation and the development of new quality productive forces continues to improve, new opportunities for high-quality development of the investment banking business are emerging. The Company will accelerate the promotion of transformation toward a client-centric, comprehensive service model, actively respond to national strategic deployments, serve the high-quality development of the real economy, fully fulfill the responsibilities of a state-owned financial enterprise, and earnestly carry out the duties as both a “gatekeeper” and “service provider” in the capital markets. Leveraging the extensive experience in capital market services, the Company will continuously enhance the comprehensive service capabilities and provide integrated comprehensive financial services tailored to clients’ needs throughout their entire lifecycle. Besides, the Company will steadily advance the internationalization and onshore and offshore integration strategies, actively seize development opportunities arising from the deepening of capital market reforms, industrial upgrading and the interconnectivity of domestic and international markets, and continue to build a full-service investment banking ecosystem covering the entire industrial chain to drive the high-quality development of the investment banking business.

(2) Principal investment business**Market environment:**

In the first half of 2026, the government continued to step up support for the hard tech industry, further highlighting the strategic importance of achieving self-reliance and control over industrial chains. Investment and financing activity in sectors representing new quality productive forces such as artificial intelligence, semiconductors and commercial space, saw a marked increase. The Lujiiazui Forum clarified the direction of reforms for the STAR Market, broadening listing pathways for cutting-edge hard tech companies and creating a favorable policy environment for the exit of equity investment projects. The technology sector in the secondary market performed well overall, driving up the fair value of existing investment projects while providing a favorable market window for project exits. Besides, industry competition intensified, and valuations in some hot sectors rose rapidly, placing higher demands on institutions’ depth of industry analysis and their ability to manage the entire investment process. Overall, policy dividends in the equity investment market continued to materialize, with significant structural divergence across sectors. Policy support and the market environment remained generally favorable, presenting good opportunities for business expansion.



Operating measures and results:

The Company and certain of its subsidiaries including Shenwan Hongyuan Securities conduct the principal investment business.

In the first half of 2026, the Company's principal investment business remained closely aligned with the overarching goals of serving national strategies and empowering the high-quality development of the real economy. By fully leveraging the comprehensive financial strengths and strategic synergies, the Company deepened its focus on equity investments in "hard tech" sectors, providing comprehensive financial services across the entire capital market lifecycle to science and technology innovation enterprises.

Hongyuan Huizhi adhered to the guidance of the "15th Five-Year Plan", continuously optimized its investment portfolio, strengthened internal synergy, expanded external channels, and focused on enhancing its institutional investment capabilities and overall return levels. The quality and effectiveness of its contributions to national strategies continued to improve, with the balance of effective investments growing steadily and the scope of high-quality project reserves gradually expanding. In the first half of 2026, it focused on the fields of tech finance, green finance, and digital finance, successively launching a series of key projects in areas such as green buildings, data centers, and high-tech industrial infrastructure, with the technological sophistication of new projects continuing to rise.

Shenwan Innovation Investment continued to deepen investment and research-driven approach and comprehensive financial empowerment, focusing on key sectors such as artificial intelligence, semiconductors and aerospace, while expanding the project coverage and pipeline. During the Reporting Period, it completed two projects serving national strategies.

Outlook for the second half of 2026:

In the second half of 2026, the Company will closely align with the relevant directives on developing new quality productive forces, continue to focus on strategic emerging sectors such as artificial intelligence, semiconductors, commercial space and high-end manufacturing, strengthen upfront support for investment research, and intensify efforts to identify, build a pipeline of, and invest in high-quality early- and mid-stage science and technology innovation projects. The Company will continue to deepen the Group's integrated synergy mechanisms, streamline linkage channels among investment, investment banking and research businesses, strengthen cooperation with key regional science and technology innovation platforms, deeply cultivate regional science and technology innovation ecosystems, continuously expand sources of high-quality projects, and solidify the foundation of the equity investment project pipeline.



2. Personal Finance Business

The personal finance business of the Company mainly covers securities brokerage, futures brokerage, margin financing and securities lending, stock-backed lending, agreed repurchase type trading and sales of financial products. During the Reporting Period, the personal finance business segment of the Group recorded total revenue of RMB8,227 million, representing a year-on-year increase of 43.02%.

(1) Securities brokerage business

Market environment:

In the first half of 2026, under the complex macroeconomic environment characterized by the interplay of geopolitical conflicts and the AI technological revolution, the capital markets continued to deepen reforms under the New “National Nine Guidelines”. With an equal emphasis on strict and stringent regulation and targeted policy measures, the market ecosystem continued to be optimized, and the main path toward high-quality development became increasingly clear. During the Reporting Period, regulations such as the Measures for the Supervision and Administration of Derivatives Trading and the Rectification Plan for Illegal Cross-border Operations were implemented, and reforms of the ChiNext Board were further deepened. Driven by the spillover effects of the AI industry’s capital expenditure cycle and the explosive growth of domestic substitution in hard technology, trading in the A-share market was significantly active and exhibited a relatively structural trend. The SSE Index and the CSI 300 Index rose by 3.16% and 7.55%, respectively, while the ChiNext Index and the STAR 50 Index rose by 35.58% and 64.25%, respectively. Total trading volume on the Shanghai and Shenzhen markets reached RMB317.53 trillion, and the balance of margin financing and securities lending exceeded RMB3 trillion. During the Reporting Period, the industry deepened the transformation of wealth management, strengthened the financial technology empowerment, and enhanced the precision and efficiency of customer service, realizing a comprehensive leap in integrated service and differentiated competitive strength. In addition, under strict regulation across the entire industry chain, the development model shifted from scale expansion to a quality-first approach.



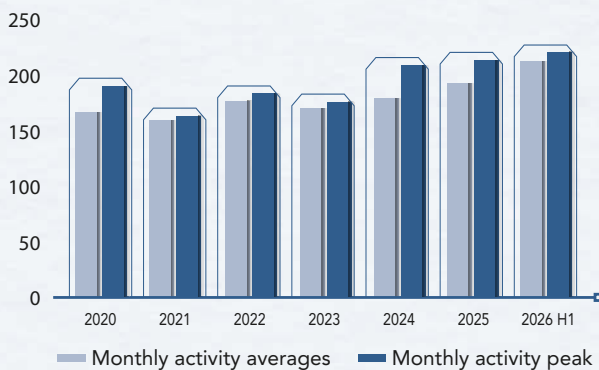
Operating measures and results:

The Company carries out securities brokerage business principally through its subsidiaries including Shenwan Hongyuan Securities.

During the Reporting Period, the Company's securities brokerage business continued to focus on main responsibilities and core businesses, fully implemented the customer-centric concept, and continuously enhanced the core competitiveness. Focusing on the capability construction in terms of "channel, service, product, digitalisation and management", the Company increased investment in layout, improved matrix customer service, continued to enrich comprehensive financial service means, improved market response capability, consolidated and enhanced underlying business, customers and services, and accelerated the building of the Company's wealth management brand. During the Reporting Period, there were 427,600 new clients, representing a year-on-year increase of 3.67%. As at the end of the Reporting Period, the assets under custody of clients' securities amounted to RMB4.76 trillion, with the total account number of clients exceeding 10 million, and the client and asset base further strengthening.

Monthly activity of customers on mobile trading client side

Unit: 0'000



In addition, the Company's brokerage business accelerated the integration of financial technology, promoted the digital transformation with the "Shenwan Hongyuan Securities APP" as the core driver to create a full-chain intelligent investment service experience. Leveraging five core functions, i.e. the market trends, smart trading, smart advisory, professional investment advisory and exclusive value-added services, the Company has introduced large AI model technology to create an innovative "AI+APP" service model. By intelligently extracting key information and identifying information correlations, this model effectively enhances information quality and user experience. In the future, the Company will continue to iterate on the capabilities of its AI system, deepen the integration of data and investment research, and drive investor education and services toward personalized, real-time support tailored to each individual.



Furthermore, centered on the core strategy of “AI-Empowered Investment Education”, the Company built a dual-drive intelligent system covering both investors and practitioners. On the investor side, the Company integrated an “AI Investment Education Assistant” into its investment education platform, enabling investors to directly access text, images, and video-based investment education materials through AI. On the content side, based on the characteristics of investment education content production, the Company established standardized workflows for AI-generated text, text-to-image, and text-to-video conversion to help improve the efficiency of investment education content creation.

Outlook for the second half of 2026:

In the second half of 2026, the Company will continue to prioritize customer needs and consolidate its core strengths in wealth management, further develop its online channels, strive to achieve further breakthroughs in customer acquisition through its online brand and content. The Company will establish a standardized service system: strengthening professional investment advisory services to provide clients with full-process asset allocation guidance; refining value-added metric services to enhance client retention through granular data and operational support; and upgrading intelligent trading services to optimize the trading experience and improve operational efficiency using digital tools, thereby achieving steady growth through professional service capabilities and differentiated competitive advantages.

(2) Futures brokerage business

Market environment:

In the first half of 2026, the CSRC issued the Measures for the Supervision and Administration of Futures Companies (Draft for Public Comment) and accompanying implementation regulations, bringing futures market-making and derivatives trading businesses under the purview of futures companies. This achieved unified supervision and risk management across the entire business chain, while raising the entry barriers for various businesses and promoting the industry’s development toward “intensification” and “consolidation”. During the Reporting Period, the cumulative trading volume in China’s futures market reached approximately 5.105 billion lots, representing a year-on-year increase of 25.23%; cumulative trading amount reached RMB482.7 trillion, representing a year-on-year increase of 42.08%, with the overall market size continuing to expand.



Operating measures and results:

The Company carries out futures brokerage business principally through subsidiaries Shenwan Futures and Hongyuan Futures.

In the first half of 2026, Shenwan Futures focused on main responsibilities and businesses, accelerated reform and transformation, consolidated the foundation of brokerage business, deepened the development of the wealth management business system, advanced the development of risk management, asset management and investment advisory businesses, actively built a diversified derivatives service system. During the Reporting Period, Shenwan Futures' trading volume was 158 million lots, representing a year-on-year increase of 30.74%; trading amount totaled RMB12.13 trillion, representing a year-on-year increase of 38.89%. It flexibly utilized financial derivatives such as futures and options, served the national grain and energy security strategies as well as MSMEs through OTC options and basis trading, and served a cumulative total of 102 clients, actively fulfilling the task of serving national strategies.

In the first half of 2026, Hongyuan Futures focused on its core business and accelerated its transformation and development. Its key business indicators achieved steady growth, outperforming the industry average and achieving improvements in both the scale and quality of its operations. During the Reporting Period, Hongyuan Futures achieved average daily client equity of RMB22.535 billion, representing a year-on-year increase of 55.07%; trading volume and trading amount increased by 38.03% and 55.02% year-on-year, respectively.

Outlook for the second half of 2026:

In the second half of 2026, the Company's futures business will continue to focus on its core responsibilities and main businesses, advance the delivery of national strategies alongside operational development to drive the high quality development of the futures business. It will remain committed to improving and optimizing business processes, building a professional service team, advancing the implementation of customer service brand building, and continuously strengthening its core competitiveness and brand influence.

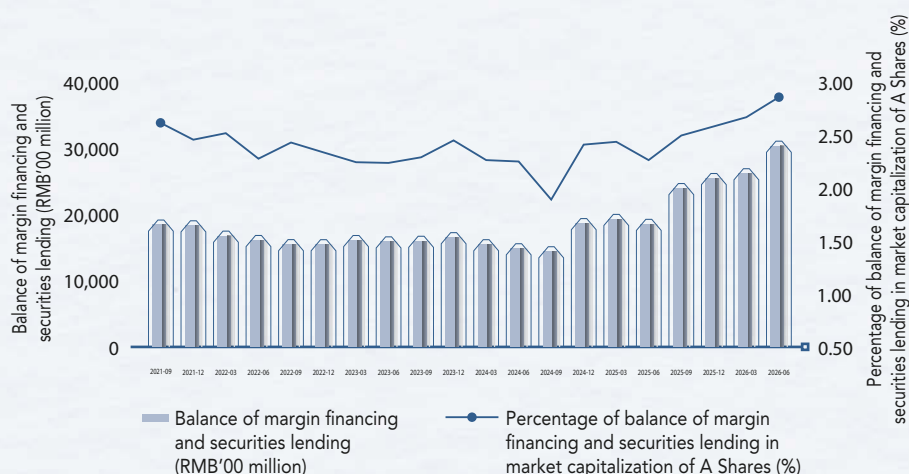


(3) *Margin financing and securities lending business*

Market environment:

In the first half of 2026, the A-share market continued to experience a structural rally, with the tech growth sector leading the gains and market trading activity increasing significantly. Against this backdrop, the margin financing and securities lending business continued to maintain a growth momentum, reaching new record highs in terms of scale. From a regulatory perspective, the countercyclical adjustment mechanism operated effectively, and the market ecosystem continued to improve. As of the end of June 2026, the market balance of margin financing and securities lending business was RMB3,020.396 billion, representing an increase of 18.88% over the end of the previous year (WIND, 2026).

Margin financing and securities lending market condition

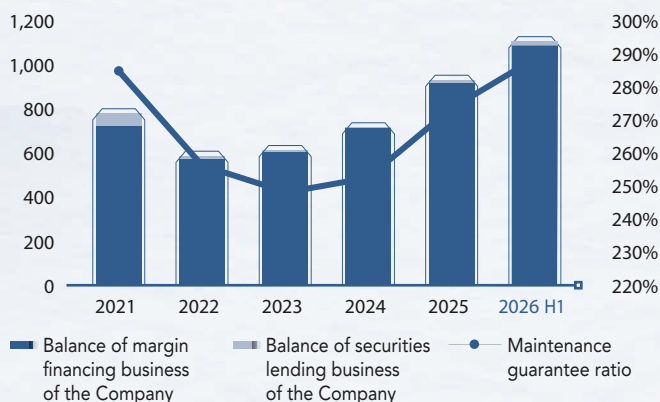


Operating measures and results:

In the first half of 2026, the Company proactively capitalized on structural market opportunities and continued to enhance the professional service capabilities in the credit business. On the one hand, the Company deepened the institutional client service system and improved the service quality for high-net-worth clients. By enhancing the functionality of the systems and platforms and enriching the variety of security lending sources, the Company met clients' needs for diversified investment strategies. On the other hand, the Company continued to advance digital iteration and optimize the trading system to improve customer service efficiency and user experience. Meanwhile, with respect to risk management, the Company strictly adhered to regulatory guidelines and leveraged digital intelligent tools to strengthen the full-chain risk monitoring. As of the end of the Reporting Period, the balance of the Company's margin financing and securities lending business was RMB111.363 billion, representing an increase of RMB17.555 billion from the end of the previous year. Of which, the balance of margin financing business was RMB109.538 billion, representing an increase of RMB16.696 billion from the end of the previous year, and the balance of securities lending business was RMB1.825 billion, representing an increase of RMB859 million from the end of the previous year (based on the data of securities companies' regulatory reporting). The average maintenance guarantee ratio of the Company's margin financing and securities lending business was 287.80%.



Implementation of Margin Financing and Securities Lending Business of the Company



Outlook for the second half of 2026:

In the second half of 2026, as trading activity in the A-share market steadily increases and residents' appetite for equity-based asset allocation continues to grow, the outstanding margin financing and securities lending balance in the market is expected to remain at a high level. The Company will seize market opportunities, continue to deepen the financial technology empowerment, optimize the intelligent trading service system, and broaden the supply channels of securities lending pool so as to meet clients' diverse strategic needs. Besides, the Company will closely monitor regulatory policy directions and market dynamics, strictly implement countercyclical adjustment requirements for the margin financing and securities lending business, continue to strengthen the full-process risk prevention and control system, and deepen the digital and intelligent empowerment of risk management and control. Through refined, dynamic and professional risk control measures, the Company will balance business development with risk prevention and control to promote the sustained and healthy development of credit business.

(4) *Stock-backed lending business*

Market environment:

In the first half of 2026, the A-share market showed divergent performance, with the Shanghai Composite Index trading sideways while the China Innovator and Entrepreneur Finance Index rising. The number of shares pledged and the market value of pledged shares in the market showed a downward trend; however, the number of shares pledged by major shareholders dipped and then rebounded. Overall, the total scale of the stock-backed lending business in the market remained generally stable, and business risks continued to narrow.

**Operating measures and results:**

In the first half of 2026, the Company's stock-backed lending business followed the business philosophy of steady and high-quality development. Guided by the principle of serving the real economy, the Company continued to optimize front-end risk management and pre-loan due diligence, and steadily advanced new stock-backed business. Meanwhile, the Company further intensified efforts to resolve and recover risky projects while optimizing the structure of existing stock-backed project portfolios. As at the end of the Reporting Period, the balance of the Company's stock-backed lending business financed by its own funds amounted to RMB557 million.

Outlook for the second half of 2026:

In the second half of 2026, the Company will closely focus on the policy orientation of serving the real economy, select financing parties and underlying securities, continue to optimize risk control measures, proactively serve customers' financing needs, and promote high-quality business development.

(5) *Agreed repurchase type securities trading business*

Market environment:

The agreed repurchase type securities trading business showed a steady development driven by market demand and serving the real economy during the Reporting Period.

Operating measures and results:

In the first half of 2026, the Company made every effort to promote the high-quality development of the agreed repurchase type business by further clarifying the business positioning, strengthening business training and promotion as well as supporting branches for expanding business channels. As of the end of the Reporting Period, the balance of the Company's agreed repurchase type securities trading business amounted to RMB122 million, representing an increase of 14.62% as compared with the beginning of the year.

Outlook for the second half of 2026:

In the second half of 2026, on the basis of adhering to high-quality development, the Company will further develop target clients. The Company will uphold the business positioning of "small amount, high efficiency and convenience", to serve the technology finance and inclusive finance, and continuously meet the financing needs of minority shareholders of listed companies.



(6) *Sales of financial products business*

Market environment:

2026 marks the first year of the “15th Five-Year” Plan. The capital market continued the trend of steady and positive development, with trading activity increasing significantly, while the financial products and asset allocation sectors saw both expansion in scale and structural upgrades. Reforms to reduce fees in the mutual fund industry continued to deepen, with cuts to management and custodial fees driving the industry’s transition toward a “unitholder-first” approach; securities firms accelerated their shift from single-product sales to portfolio allocation and full-process advisory services centered on buyer-side investment advisory. The ETF market size has steadily expanded, with net capital inflows into broad-based index and sector-themed ETFs continuing to grow; quantitative private fund strategies have gained market recognition for their performance amid iterative improvements and enhanced risk management, leading to sustained growth in asset size and trading share; “fixed income +” products have benefited from households’ demand for stable asset allocation in a low-interest-rate environment, maintaining growth in assets under management; and the range of derivative strategy tools has become increasingly diverse, providing more diversified risk hedging and return-enhancing methods for asset allocation. The penetration of financial technology in client profiling, portfolio construction, and investment advisory support continues to rise, driving continuous improvements in industry service efficiency and the client experience.

Operating measures and results:

The sales of financial products of the Company include sales of financial products developed by ourselves and third parties, including mutual securities investment funds, private securities investment funds, trust plans, asset management schemes, structured notes, pledged quotation repurchase and other financial products.

In the first half of 2026, the Company, centering on the requirements of the “Five Major Areas” on finance, resolutely implemented and carried out policy directives. With meeting the diversified asset allocation needs of wealth management clients as the core, the Company continued to advance the development of a comprehensive financial product and service system. The Company upheld the quality of product introduction, and accelerated the diversification of financial product offerings and wealth management service categories to meet the short-, medium- and long-term capital needs, and build a distinctive product portfolio integrating stable, aggressive and tactical strategies. The Company enhanced the capabilities of the product sales teams and continuously improved the quality and standards of pre-sale, in-sale and post-sale services throughout the entire process of financial products. The Company resolutely promoted the transition from single product sales to buyer-side investment advisory services for asset allocation. Through various initiatives including specialized internal training, visits to asset managers and asset allocation competitions, the Company enhanced employees’ understanding of asset allocation concepts and strengthened their asset allocation expertise.



During the Reporting Period, focusing on buyer-side investment advisory and asset allocation, the Company continued to expand the retained scale of financial product sales. In the mutual fund sector, the Company concentrated on growth sectors such as core technology and strategic emerging industries, established a portfolio of premium brokerage settlement products, and strengthened the foundation of the equity asset layout. In addition, the Company implemented the concept of equity and index-based asset allocation. Using the ETF live trading competition as a platform, the Company deepened the development of the ETF ecosystem, launched a series of investment education materials and leveraged the professional investment advisory team's regular market analysis services to help investors learn through competition, and enabled more investors to better share in the benefits of capital market reforms and development. In the private fund sector, the Company seized market development opportunities and capitalized on the rapid growth phase of quantitative private funds. With a focus on quantitative private funds, the Company optimized the product system, enriched the product offerings, and emphasized the inclusiveness and accessibility of financial services. Meanwhile, the Company strengthened the product lines of "fixed income +" and derivative strategies, and provided customized FOF and FICC solutions for high-net-worth clients.

Outlook for the second half of 2026:

In the second half of 2026, the Company will capitalize on market opportunities to accelerate the introduction of popular product categories such as ETFs, leading quantitative private funds and "fixed income+" products. The Company will closely follow policy directions such as those related to pension finance, to enhance the suitability of offerings and strengthen product development capabilities in areas like low-volatility "fixed income+" and high-end customized FOFs. With a focus on building investment advisory capabilities, the Company will provide full-process services including product portfolio allocation and performance tracking, and leverage financial technology to optimize client profiling and asset allocation strategies. The Company will uphold quality standards, refine the evaluation mechanisms, and strictly adhere to the bottom line of compliance. Against the backdrop of an intensifying Matthew effect in the industry, the Company will consolidate the advantages in partnerships with leading private funds and promote the compliance and concentration of distribution business toward top-tier firms. The Company will explore the application of AI tools in supportive scenarios, enhance the coverage of inclusive financial services and operational efficiency.



3. Institutional Services and Trading Business

The institutional services and trading business include prime brokerage services, research and consultation, FICC sales and trading, equity sales and trading business as well as derivatives business. During the Reporting Period, the Group's institutional services and trading business segment recorded total revenue of RMB8,120 million, representing a year-on-year increase of 1.00%.

(1) Prime brokerage business

Market environment:

In the first half of 2026, the domestic prime brokerage business maintained rapid growth, driven by both continued activity in the capital markets and the realization of policy benefits. Trading activity in the equity market remained robust, with strong demand from institutional traders driving the expansion of prime brokerage business scale. The deepening of fee reduction reforms for mutual funds and the accelerated transformation of buyer-side investment advisory services spurred institutional clients to upgrade their demand for comprehensive custody, operational outsourcing and value-added services, propelling the prime brokerage business toward an integrated service model encompassing “custody + operations + trading + financing”. The industry's competitive landscape continues to optimize. Leveraging their capital strength, technology empowerment and synergies across the full business chain, leading brokerage firms have further increased their market concentration in areas such as fund custody, product operations and cross-border services.

Operating measures and results:

The Company's prime brokerage business includes trading units leasing, PB System, listed company services and fund administration services.

In the first half of 2026, amid external pressures such as fund fee reductions and market volatility, institutional business further deepened and solidified investment research foundation. The Company focused on main responsibilities and businesses, and leveraged the robust research capabilities and brand influence of SWS Research, a controlling subsidiary, to further solidify the business foundation, achieve comprehensive growth in key metrics, and help the Company's institutional business transition from homogeneous price competition to high-quality service.

In terms of the trading units leasing, the Company realized revenue of RMB474 million during the Reporting Period, representing a year-on-year increase of 119.28%; the proportion of transactions rose significantly, among which, the trading proportion of fund allocation was 4.55%, representing an increase of 0.34 percentage point compared with the end of last year; and the trading proportion of insurance allocation was 4.83%, representing an increase of 0.19 percentage point compared with the end of last year.



In terms of the PB System, as of the end of the Reporting Period, there were 1,682 customers with asset scale of approximately RMB1,641.577 billion. The “SWHYMatrix” high-speed trading platform can, upon continuous improvement of functions and performance optimization, provide institutional customers with rich functions and algorithms of trading terminal system. As of the end of the Reporting Period, the product scale of the “SWHYMatrix” high-speed trading platform of the Company reached RMB63.018 billion.

In terms of the listed company services, during the Reporting Period, the Company built a comprehensive financial service matrix for listed companies featuring the characteristics of Shenwan Hongyuan, with focus on three dimensions of share management, wealth management and market value management; and established a service system covering the entire business chain, including share repurchase, equity incentive, shareholding increase or decrease and market value management. In particular, the Company provided share repurchase services to a total of over a hundred listed companies, and provided employee equity incentive service to over 80 listed companies and NEEQ-listed companies with over 21,000 participants.

In terms of fund administration services, during the Reporting Period, the Company’s custodian business line relied on the highly efficient and professional integrated fund management platform to further improve the administrator service system and professionally empower the administrators to operate in compliance with the regulations, forming a three-pronged synergy of internal coordination, independent marketing and operational optimization to actively meet the challenges of the industry. As of the end of the Reporting Period, the Company had 146 new products under custody, and the scale of custody and operational services increased by RMB26.125 billion. The balance of custody and operational services reached RMB192.251 billion, and the Company’s ranking in the securities industry in terms of the number of new products under custody further improved. The Company’s compliance, risk control, and institutional service capabilities for fund operation services continued to improve and upgrade. Through initiatives such as ISAE 3402 Type II assurance engagements, large-scale collaborations with long-term insurance funds, and cross-border operational services, the business achieved breakthroughs across multiple fronts with remarkable results. In terms of brand empowerment, the Company conducted training focused on core scenarios as part of a special initiative to enhance the operational capabilities of thousands of administrators, effectively boosting the brand influence within the industry and strengthening client loyalty. In terms of technology empowerment, the Company completed the IT innovation iteration and upgrade of core business systems including TA share registration and performance analysis, significantly enhancing business automation and operational efficiency while reducing manual operation costs, thereby further solidifying the Company’s differentiated core competitiveness in the custodial business.



Outlook for the second half of 2026:

In the second half of 2026, the Company will follow the trend of market reform to transform and develop its business, focus on playing the role of platform driving, deeply explore customer needs, and deepen the upgrade of products, businesses, researches and services; create a more specialized and systematic synergistic service system, enhance the level of specialized and intelligent services for institutional business, push forward the efficient and high-quality development of its institutional business, and strive to build a more competitive institutional ecosystem.

(2) *Research and consultant business*

Operating measures and results:

The Company carries out the research and consultant business principally through SWS Research.

In the first half of 2026, SWS Research proactively adapted to new revolutions in the capital markets, and continued to refine the three-in-one system of “investment research + industry research + policy research”, empowering the businesses of controlled subsidiaries in an all-round manner, with steady improvement of professional value and brand influence.

Firstly, it deepened the specialized research to serve national strategies and regional development. Aligning with the main lines of technological self-reliance and self-improvement and the development of new quality productive forces, it focused on cutting-edge fields such as AI and semiconductors to produce a series of benchmark research studies and innovative service outcomes. It hosted spring and summer strategy meetings as well as a series of thematic seminars to closely track developments in the AI industry and technological advancements, strengthen analysis and assessment, and identify investment opportunities. It actively participated in the S&T Innovation Finance Conference of the Lujiazui Forum and hosted the Xinjiang Industrial Cluster Development Seminar, effectively promoting the integration of industry and finance as well as regional economic transformation. It deepened the cooperation with national-level think tanks to support the high-quality development of the real economy.

Secondly, it gave full play to the research characteristics and consolidated existing brand advantages. It actively conducted the policy interpretation and publicity, closely aligned its messaging with market trends, and published over 300 news articles in authoritative media, thereby effectively fulfilling the social responsibilities of a securities research institution. It, for the eighth consecutive year, organized the “Spring Festival Homecoming Observations” special feature and innovatively launched the “Shanghai Finance” column to enhance the appeal and reach of professional content.



Thirdly, it increased investment in research with continuous enhancement of core competitiveness. It implemented multiple intelligent agents to improve the research depth and efficiency; established data partnerships with international index institutions, yielding significant results in domestic and international research initiatives; and achieved fruitful outcomes in industry research, and built an ecosystem of industry-finance synergy.

Outlook for the second half of 2026:

In the second half of 2026, SWS Research will further strengthen the “investment research + industry research + policy research” system, to build core competitiveness through professional expertise and differentiated services and maintain its influence on decision-making and within the industry. It will continue to deepen research initiatives in cutting-edge fields such as AI, enhancing the depth of research and the conversion efficiency; and actively serve national strategies and regional development, making a positive contribution to the industry’s high-quality development.

(3) Proprietary trading

① FICC sales and trading business

Market environment:

In the first half of 2026, financial markets enjoyed ample liquidity, and deposit disintermediation drove rising allocation demand from non-bank institutions. The bond market fluctuated but trended upward amid a low-interest-rate environment, maintaining a pattern of low interest rates, low spreads and low volatility. The market structure became polarized, with a structural asset shortage in medium- and short-duration bonds continuing to unfold, driving the yield curve lower; ultra-long-term interest rate bonds, constrained by supply and demand dynamics, performed weakly, making it increasingly difficult to generate returns.



Operating measures and results:

The Company's FICC sales and trading business responded steadily to market risks and challenges, maintained strategic positioning, continued to advance the "three profit curves" strategy, adhered to the principle of seeking progress while maintaining stability, and participated flexibly in market trading. Bond assets maintained a neutral-to-high position, while investments in market-making and quantitative neutral strategies were increased. Drawdowns in high-volatility assets were controlled, and efforts were made to capitalize on structural market opportunities. Product and service offerings remained client-centric, continuously enhancing the quality and efficiency of capital intermediary services, with the scale of cross trading product creation seeing significant year-on-year growth.

During the Reporting Period, the Company actively promoted business innovation, implemented the nation's first online carbon quota repurchase transaction, helping entity enterprises effectively monetize their carbon assets, and facilitating green financing exceeding RMB10 million. This series of financial initiatives was honored with the "Carbon Finance Innovation Award" for 2025 by the Hubei Carbon Market. The Company completed the first OTC interest rate option linked to treasury futures with an entity enterprise. Through the CFFEX's direct financing guarantee plan, the Company provided enterprises with yield compensation during the decline in treasury bond yields, significantly reducing enterprises' overall financing costs.

Additionally, the Company earnestly fulfilled the social responsibilities as a central enterprise. Focusing on the "Five Major Areas" on finance, the Company regarded serving national strategies as the top priority in daily operations and management. During the Reporting Period, the Company completed the first credit risk mitigation contract transaction linked to "Blue Bonds" in the interbank market, thereby enhancing the liquidity and pricing efficiency of the Blue Bond market and actively contributing to the nation's "dual carbon" goals. To better serve clients' diverse needs, during the Reporting Period, the Company issued a total of 24 tranches of pension structured notes and introduced new products linked to the CFETS Pension-Themed Bond Composite Index; organized specialized events to educate entity enterprises on the practical application of financial derivatives, thereby helping to enhance their risk management capabilities; and implemented featured support initiatives in the Huining region, adopted a cross-hedging strategy for corn starch to address the challenge of the lack of corresponding futures contracts for potatoes, thereby providing full-cycle price protection for local potato cooperatives.



In terms of sales and trading business, the Company fully leveraged client resources and expertise in bond sales to thoroughly implement the “Five Major Areas” on finance. During the Reporting Period, the Company sold tens of billions of Renminbi in bonds related to national strategies, continuing to contribute ideas and efforts to major initiatives such as serving the real economy and promoting inclusive finance. Through the bond underwriting business, the Company actively served national strategic initiatives including green transition, self-reliance and strength in science and technology, and the construction of a Digital China. The Company ranked among the top in the market in terms of the sales business scale of interbank non-financial corporate debt financing instruments and the sales volume of local government bonds.

Outlook for the second half of 2026:

In the second half of 2026, the Company’s FICC business will continue to adhere to the “three profit curves” strategic idea. Firstly, the Company will continuously consolidate the first profit curve based on multi-strategy bonds, focus on identifying structural opportunities such as duration spreads and fluctuations in product spreads, capitalize on opportunities for capital gains, and continue to increase exposure to quantitative neutral strategies. Secondly, the Company will enrich and improve the layout of the second profit curve, including cross trade and investment advisory business, continue to promote the development of cross trading business. Guided by customer needs, the Company will continue to innovate cross trade products and investment advisory strategies, promote the quality and efficiency improvement of financial services, and serve the diversified financial needs of entity customers. Thirdly, the Company will optimize and enhance the third profit curve of multi-asset and multi-strategy, improve the allocation of multi-assets portfolios, and strive to achieve excellent investment and operation performance.



② Equity sales and trading business

Market environment:

In the first half of 2026, the domestic A-share market as a whole followed a slow bull market trend with Shanghai Composite Index rising by 3.16% and the CSI 300 Index rising by 7.55%. Among these, the technology sector led by the AI industry chain experienced a unique structural bull market with the ChiNext Index rose by 35.58%, while the STAR 50 Index rose by 64.25%, indirectly confirming the historic opportunities that China's industrial restructuring and upgrading have brought to the capital markets. In terms of liquidity, average daily trading volume on the Shanghai and Shenzhen markets reached RMB2.74 trillion in the first half of 2026, representing an increase of 96.90% compared to the corresponding period in 2025, setting a new record high.

Operating measures and results:

In the first half of 2026, the Company's equity sales and trading operations continued to adhere to the business guideline of "controllable risks, scientific allocation, clear expectation and steady returns". Building on a scientific and effective risk exposure management mechanism, the Company continuously optimized the asset allocation structure, strengthened the market timing capabilities, developed valuation and risk early-warning models along with analytical mechanisms, actively addressed market challenges and capitalized on structural opportunities, thereby achieving improvements in both performance and stability of portfolios.

While fulfilling main financial responsibilities and businesses, the Company has consistently upheld the political and people-oriented position of financial work, effectively leveraged the functional roles of operations, and continued to strengthen the two key focus areas: proprietary investment and market-making liquidity services. The Company has effectively identified investment opportunities in sectors aligned with national strategic priorities including semiconductors, artificial intelligence, big data, green energy storage and innovative pharmaceuticals, and actively participated in providing liquidity services for ETFs focused on these themes, thereby supporting the development of capital markets in these relevant fields, and practicing the "Five Major Areas" on finance.

Outlook for the second half of 2026:

In the second half of 2026, the Company's equity sales and trading business will focus on main responsibilities and businesses, continue to deepen the development of the investment research system, optimize the diversified asset allocation structure, strengthen the financial technology empowerment, and strive to build "all-weather" investment capabilities, with the aim of achieving long-term, stable returns and driving high-quality business development.



③ Derivatives business

Market environment:

In the first half of 2026, driven by shifts in the international geopolitical landscape, commodity prices fluctuated sharply, and the global economic and financial environment became more complex. However, with continued efforts by domestic macroeconomic policies, the economy maintained stable operation as a whole. In the equity markets, driven by strong momentum in the technology sector, major A-share indices trended upward amid volatility, and trading activity increased significantly year-on-year. The Hong Kong stock market continued to expand, with trading amount remaining at relatively high levels, providing a favorable environment for the steady development of domestic and overseas derivatives businesses.

Operating measures and results:

In the first half of 2026, the Company's derivatives business maintained the competitive edge, responded to market changes and actively expanded the business, ranking among the top in the industry. In terms of the OTC business, the Company grasped market opportunities, strengthened the empowerment of investment research and financial technology, and intensified customer base development, resulting in significant growth in business revenue, of which, the OTC options business maintained its leading position in the industry by continuing to optimize its hedging strategy through refined division and efficient market research and judgment. In terms of the cross-border business, the Company actively grasped the development opportunities arising from the fast-growing demand for two-way allocation of domestic and overseas funds, and enhanced hedging transaction efficiency and optimized system construction. In terms of the on-the-exchange market-making business, the Company continued to take the systematic capacity building of "low latency, high turnover, accurate pricing and optimal positioning" as the key to enhance the pricing ability of market-making products, and business revenue continued to grow, with seven new options market-making licenses gained during the Reporting Period, making the number of licenses rank the first tier in the industry. The strategy index business has maintained steady growth and improved quality, achieving breakthroughs in product performance, customer base development and innovative partnerships. Both new and existing business scales have seen significant growth, further highlighting its scale advantage.



Section III Management Discussion and Analysis (continued)

Based on the professional advantages in derivatives pricing and trading, the Company actively responded to the requirements of serving national strategies, served the “Five Major Areas”, and achieved high-quality business development. The Company continued to issue revenue certificates linked to the “Belt and Road” and green power revenue certificates, effectively guiding capital allocation toward relevant sectors; in terms of pension finance, the Company created and issued nearly RMB500 million of “Yinfa Anxiang (銀髮安享)” structured notes. Meanwhile, the on-exchange market-making team actively fulfilled the market-making obligations for polysilicon, industrial silicon, lithium carbonate options, and STAR Market 50 ETF options and other products, providing support for the strategy of building a technology powerhouse, risk hedging for green industries and market liquidity. In coordination with futures companies, the Company continued to increase support for “insurance + futures” projects, completing key agriculture-related projects covering sugar, peanuts and other commodities, with a total value of RMB400 million during the Reporting Period.

During the Reporting Period, the derivatives business of the Company obtained 7 option market maker licenses, the details of which are as follows:

Type	Exchange	Market-making product	Acquisition date
Commodity	Zhengzhou Commodity Exchange	Red Date options	Obtained qualification of general market maker in January 2026
		Apple options	Obtained qualification of general market maker in January 2026
		Urea options	Obtained qualification of main market maker in June 2026
	Shanghai Futures Exchange	Pulp options	Obtained qualification of main market maker in April 2026
	Dalian Commodity Exchange	Coking coal options	Obtained qualification of main market maker in January 2026
		Palm oil options	Obtained qualification of main market maker in June 2026
	Guangzhou Futures Exchange	Palladium options	Obtained qualification of main market maker in June 2026

**Outlook for the second half of 2026:**

In the second half of 2026, the Company will continue to expand and strengthen the capital intermediation business led by derivatives business, and continuously enhance efforts in serving the real economy and national strategies, so as to contribute to the economic development and the construction of the capital market. The Company will fully integrate its judgment of the domestic and overseas market situation and, in terms of product issuance, the Company will further explore the needs of clients, innovate, optimize and enrich the product structure, and extend the product system; in terms of hedging transactions, the Company will refine parameter management, and continue to iterate the model to further enhance the efficiency of hedging; in terms of cross-border business, the Company will satisfy the diversified needs of clients for cross-border transactions, and further contribute to the opening up of the capital market at a high level. In terms of the on-the-exchange market-making business, the Company will actively fulfill its function of activating capital market liquidity and strive to obtain more market-making qualifications to further enhance its influence. In terms of the strategic index business, the Company will continue to enrich the system of strategic indexes for broad asset classes and expand the scale of client transactions. The Company will further capitalize on its strengths in derivatives business to build a “derivatives + N” integrated service chain, which will be developed in conjunction with other businesses of the Company.

4. Investment Management Business

The investment management business consists of asset management, mutual fund management and private equity fund management. During the Reporting Period, the Group’s investment management business segment recorded total revenue of RMB777 million, representing a year-on-year increase of 7.40%.

*(1) Asset management business***Market environment:**

Since 2026, securities firms’ asset management have operated in a complex environment marked by market restructuring and accelerated industry transformation, with both opportunities and constraints becoming increasingly apparent. Overall, the sector has exhibited a development pattern characterized by “steady growth in scale, intensified competition, and transformation breakthrough”.



Operating measures and results:

The Company carries out the asset management business principally through Shenwan Hongyuan Asset Management, SWS MU, Shenwan Futures and Hongyuan Futures.

The asset management business of the Company is based on the core tasks of “transformation of active management ability” and “professional reform”, adheres to customer benefits in priority, develops its own competitive advantages, takes the initiative in promotion of the transformation, restructuring, exerting the business advantages of fixed income, IPO subscription and FOF products, focuses on the deployment of construction of the investment and research, product planning, channel service, business collaboration and other systems. As of the end of the Reporting Period, the Company’s asset management scale was RMB185.682 billion, representing an increase of 4.25% compared with that at the end of last year. Of which, the scale of asset under the management of Shenwan Hongyuan Asset Management was RMB161.668 billion, representing an increase of 5.71% compared with that at the end of last year, and the active management asset scale accounted for nearly 100.00%. As of the end of the Reporting Period, 209 new asset management products have been established, representing an increase of 128 products or 158.02% compared with the corresponding period last year. In terms of channels, the Company continued to deeply develop the channel expansion, and increased product penetration rate on the basis of full coverage of mainstream channels such as state-owned joint-stock banks and wealth management subsidiaries. Guided by actively practicing and serving the national strategies, the ABS business gave full play to its professional advantages in asset securitization, and carried out various technology finance and inclusive finance asset securitization businesses to improve the quality and efficiency of serving national strategies.

**Typical ABS cases****Science and
technology
finance**

- (1) In February 2026, the JD Technology Shangying No. 2 Tranche 3 Asset-backed Special Plan was established with a scale of RMB1 billion; in May 2026, the JD Technology Shangying No. 2 Tranche 7 Asset-backed Special Plan was established with a scale of RMB1 billion; in June 2026, the JD Technology-Shangyi No. 2 Tranche 3 Asset-backed Special Plan for Financing Support to Small, Medium and Micro Enterprises was established with a scale of RMB500 million; JD Technology's ABS projects are key ABS manager cooperation projects for Shenwan Hongyuan Asset Management.
- (2) In May 2026, the Ping An Shenwan – Shenzhen Guarantee Group – SME Support No. 2 Asset-backed Special Plan (Nanshan District Strategic Emerging Industry Clusters) was established with a total size of RMB214 million. The underlying assets of this tranche consist of 18 borrowers, primarily private enterprises within the strategic emerging industry clusters in Nanshan District, Shenzhen, which have pledged 29 various types of intellectual property rights. The successful issuance of this project fully demonstrates the Company's commitment, as a state-owned financial institution, to implementing technology finance through concrete actions, ensuring that financial resources are precisely channeled to key areas and weak links in the real economy, and providing strong financial support for enterprises' innovative development and transformation and upgrading.

Inclusive finance

- (1) In January 2026, the Jinan Financial Holdings Leasing Tranche III No. 4 Asset-backed Special Plan (Revolutionary Base Areas) was established with a scale of RMB467 million; in June 2026, the Haitong Hengxin Leasing No. 21 Asset-backed Special Plan (Yangtze River Economic Belt) (Revolutionary Base Areas) was established with a scale of RMB1 billion. The implementation of ABS projects in "Revolutionary Base Areas" demonstrates central enterprises' deep commitment to development in these regions, increasing support for them in accordance with market-oriented principles to promote balanced regional development and common prosperity.
- (2) In April 2026, the 2026 Far East Leasing Inclusive Finance Tranche IV Asset-backed Special Plan was established with a scale of RMB1.972 billion. The successful issuance of this project fully demonstrates the Company's commitment, as a central state-owned financial institution, to implementing inclusive finance through concrete actions and ensuring that financial resources are precisely channeled to key sectors of the real economy.



Outlook for the second half of 2026:

In the second half of 2026, the Company's asset management business will continue to focus on its core responsibilities and main business, seize opportunities brought by inflows of long-term market capital, actively serve national strategies, and strive to bolster the core competitiveness of its asset management operations. The Company will consolidate and improve the investment research system to enhance active management capabilities; strengthen product planning and continue to diversify the product portfolio; enhance internal collaboration and optimize and expand the sales system; strengthen technology-driven capabilities and deepen fintech development; strictly control risk thresholds, solidify the foundation for transformation and development, and promote high-quality development of the asset management business.

(2) Mutual fund management business

Market environment:

In the first half of 2026, guided by the Action Plan for Promoting the High-quality Development of Mutual Funds (《推動公募基金高質量發展行動方案》), the mutual fund industry entered a new phase of in-depth transformation characterized by institutional restructuring and ecosystem reorganization. As one of the most important professional institutional investors in the capital market, mutual funds continued to play a key role in increasing the proportion of direct financing, helping households preserve and grow their wealth, and supporting the real economy and major national strategies. During the Reporting Period, the industry advanced systematic reforms in core areas such as fee structures, investment practices, information disclosure, and style management, accelerating the shift from “scale expansion” to a high-quality development model focused on “enhancing investment efficiency” and “increasing investor satisfaction”. At the policy level, efforts have focused on reducing investors' holding costs, strengthening performance benchmark requirements, optimizing the disclosure framework, and standardizing investment practices – all aimed at effectively promoting a long-term investment philosophy and encouraging fund managers to place greater emphasis on investors' actual profit experiences. With the full implementation of the new “Nine National Measures” and the capital market's “1+N” policy framework, the institutional foundation for the high-quality development of the mutual fund industry became more robust, and the ecosystem continued to evolve toward a healthier, more transparent, and investor-centric direction.



Operating measures and results:

The Company carries out the mutual fund management business principally through Shenwan Hongyuan Securities, SWS MU and Fullgoal Fund.

During the Reporting Period, the Company's wealth management business upheld the principles of inclusive finance, with a focus on developing buyer-side investment advisory services. Through its three pillars of professional asset allocation, personalized investment advisory services and fintech, the Company built core competitiveness in serving a high-quality client base and achieved steady growth in the scale of its mutual fund investment advisory business. During the Reporting Period, the Company continued to expand its "fixed income+" fund investment advisory portfolio strategies, actively guiding investors to increase their risk appetite and boost their allocation to equity assets; it focused on the wealth management migration needs of listed companies and corporate clients, establishing a comprehensive advisory service system, which led to explosive growth in the ultra-high-net-worth client base. The Company continuously strengthened investment research capabilities, optimized the advisory service system, and achieved significant outperformance of benchmarks across all portfolio strategies. Clients using "fixed income+" portfolio strategies accounted for over 97% of total client profits, helping households preserve and grow their wealth. As of the end of the Reporting Period, the average duration of investment advisory service use by the Company's mutual fund advisory clients exceeded 1,700 days, and assets under management in managed accounts grew by over 38% compared to the end of 2025.

Faced with significant changes in the industry's operating environment, SWS MU adhered to the principles of "Investment for Good, Research for Excellence, Kindness to Others", and steadfastly implemented the strategy of "deepening reforms, balanced focus, three business clusters, and continuous digitalization", and strived to "becoming a market leader, improving quality and boosting efficiency". As of the end of the Reporting Period, SWS MU's mutual fund assets under management was RMB128.566 billion, representing an increase of RMB19.722 billion compared with the end of the previous year. It maintained steady expansion of its business scale, alongside continuous growth in client coverage and industry influence.

SWS MU focused on serving national strategies. During the Reporting Period, it made equity investments of RMB5.760 billion in the fintech sector, representing a year-on-year increase of 351.97%; it made equity investments totaling RMB5.238 billion in the green finance sector, representing a year-on-year increase of 116.21%; it made equity investments of RMB409 million in the digital finance sector, representing a year-on-year increase of 231.60%; it made equity investments of RMB2.609 billion and debt investments of RMB28.082 billion in the sector of serving small, medium and micro enterprises, representing year-on-year increases of 21.45% and 88.25%, respectively. Meanwhile, it actively advanced a series of initiatives serving national strategies, including pension finance and supporting high-level opening-up.



Fullgoal Fund continued to strengthen its overall competitive edge, maintained a stable and balanced business structure. Its core businesses, including active equity, fixed income, quantitative strategies (including ETFs) and FOFs, all ranked among the industry leaders. As one of the two largest shareholders of Fullgoal Fund, the Company has appointed a representative to serve as the chairman of Fullgoal Fund. It placed great emphasis on building its equity investment and research capabilities to enhance market competitiveness; continued to expand its lineup of index-based, low-volatility, and asset allocation products to actively meet investors' diversified asset allocation needs. It fully supported technological innovation, with product assets under management in the advanced manufacturing and science and technology sectors continuing to grow; it actively served retirement finance, with both the assets under management and the number of portfolios across the three pillars of the pension system reaching new highs. Staying closely aligned with the main theme of digital-intelligent transformation, it continued to increase investment in technology, and the impact of fintech empowerment continued to deepen. It advanced its international business in an orderly manner, with QDII and its Hong Kong subsidiary recording relatively rapid growth in scale. As of the end of the Reporting Period, the total assets under the management of Fullgoal Fund exceeded RMB2.2 trillion, of which assets under management for mutual funds amounted to RMB1.48 trillion, representing a 9.50% increase from the end of the previous year.

Outlook for the second half of 2026:

In the second half of 2026, as the public mutual fund industry enters a critical phase of high-quality development, the Company will remain committed to its core mission of providing fiduciary asset management services for public mutual funds. The Company will focus on the core objectives of “enhancing investor satisfaction, serving the real economy, and supporting national strategies”, fully align with new regulatory requirements and the industry's transformation trajectory, drive improvements in the quality and efficiency of our development through the enhancement of professional capabilities, and steadily advance the implementation of our strategic initiatives to ensure they yield tangible results.

(3) Private equity fund management business

Market environment:

In the first half of 2026, the global economic landscape saw profound adjustments. Domestically, the economy maintained steady progress driven by new-quality productive forces, with high-quality development serving as the core guiding principle. At the macro level, scientific and technological self-reliance and the cultivation of new-quality productive forces opened up core tracks for equity investment; capital market reforms optimized exit channels. On the regulatory front, policies encouraged private equity to channel capital toward serving national strategies through vehicles such as industrial funds.

**Operating measures and results:**

The Company carries out the private equity fund management business principally through Hongyuan Huifu and Shenyin & Wanguo Investment.

Hongyuan Huifu proactively leveraged its strengths in “research, investment, and investment banking”, maintained a focus on specific industries and regions, continued to deepen cooperation with strategic clients, steadily advanced the development of the private fund management business, and continuously expanded the pipeline of high-quality equity projects. In the first half of 2026, Hongyuan Huifu continued to intensify its efforts in “investing early, investing in small companies, and investing in hard tech”, focused on emerging and future industries such as new materials, the low-altitude economy, quantum technology, and embodied intelligence. It made new investments of nearly RMB400 million and completed IPO filings for seven projects. As of the end of the Reporting Period, the private equity funds under its management had invested in a cumulative total of 84 projects, with a cumulative investment amount of RMB7.7 billion.

In the first half of 2026, Shenyin & Wanguo Investment fully leveraged its private fund management platform, and actively expanded into several strategic emerging industries such as biomanufacturing, commercial space, and the low-altitude economy. It established a comprehensive portfolio of equity investment funds, including PE funds, industrial investment funds, fund-of-funds, local government funds, M&A funds, private placement funds and mezzanine funds. Through “PE+” business models, it empowered industrial groups and government investment platforms to expand their scale, build ecosystems, and enter emerging industries, thereby enhancing industry consolidation capabilities and generating better financial returns for clients. As of the end of the Reporting Period, the cumulative assets under the management of Shenyin & Wanguo Investment exceeded RMB17.8 billion, with cumulative investments in over 70 enterprises.

Outlook for the second half of 2026:

In the second half of 2026, the Company will continue to actively respond to national strategies, and focus on key regions and high-quality assets that align with national development priorities. It will actively establish regional funds, enrich fund product lineup, continuously strengthen its investment capabilities, further refine its core investment logic across regions and industries, and ensure high-quality execution in fund raising, operations and maintenance, fund investments, as well as post-investment and exit management.



V. ANALYSIS OF FINANCIAL STATEMENTS

(I) Analysis of Consolidated Statements of Profit or Loss

1. Composition of revenue

Unit: Thousand Yuan Currency: RMB

Item	The Reporting Period	The corresponding period last year	Change in amount	Change in percentage (%)
Fee and commission income	6,851,515	4,678,577	2,172,938	46.44
Interest income	4,952,284	4,365,959	586,325	13.43
Net investment gains	7,049,862	7,296,682	-246,820	-3.38
Other income and gains	267,150	160,418	106,732	66.53
Total revenue and other income	19,120,811	16,501,636	2,619,175	15.87
Share of profits of associates and joint ventures	787,751	383,822	403,929	105.24

From January to June of 2026, the Group achieved total revenue and other income of RMB19,121 million, representing a year-on-year increase of RMB2,619 million or 15.87%, which included:

- (1) Fee and commission income of RMB6,852 million, representing a year-on-year increase of RMB2,173 million or 46.44%, primarily due to the year-on-year increase in income from securities brokerage business and income from futures brokerage business;
- (2) Interest income of RMB4,952 million, representing a year-on-year increase of RMB586 million or 13.43%, primarily due to the year-on-year increase in interest income from financial institutions and interest income from margin financing and securities lending;
- (3) Net investment gains of RMB7,050 million, representing a year-on-year decrease of RMB247 million or 3.38%, primarily due to the impact of unrealised fair value changes;
- (4) Other income and gains of RMB267 million, representing a year-on-year increase of RMB107 million or 66.53%, primarily due to the year-on-year increase in government grants.



2. Composition of expenses

Unit: Thousand Yuan Currency: RMB

Item	The Reporting Period	The corresponding period last year	Change in amount	Change in percentage (%)
Fee and commission expenses	1,713,270	995,914	717,356	72.03
Interest expenses	4,279,625	4,167,192	112,433	2.70
Staff costs	4,569,676	4,011,283	558,393	13.92
Depreciation and amortization expenses	429,996	464,579	-34,583	-7.44
Tax and surcharges	98,500	79,978	18,522	23.16
Other operating expenses	1,000,814	1,020,023	-19,209	-1.88
Credit impairment losses	13,400	117,228	-103,828	-88.57
Impairment on other assets	3,257	43,832	-40,575	-92.57
Total expenses:	12,108,538	10,900,029	1,208,509	11.09

From January to June 2026, the Group had total expenses of RMB12,109 million, representing a year-on-year increase of RMB1,209 million or 11.09%, mainly attributable to the impact of fee and commission expenses, staff costs and interest expenses, which included:

- (1) Fee and commission expenses of RMB1,713 million, representing a year-on-year increase of RMB717 million or 72.03%, primarily due to the year-on-year increase in expenses for securities brokerage business and futures brokerage business;
- (2) Staff costs of RMB4,570 million, representing a year-on-year increase of RMB558 million or 13.92%, primarily due to the year-on-year increase in provisions for salaries, bonuses and allowances;
- (3) Interest expenses of RMB4,280 million, representing a year-on-year increase of RMB112 million or 2.70%, primarily due to the year-on-year increase in interest expenses for accounts payable to brokerage clients and long-term bonds, as well as a year-on-year decrease in interest expenses for financial assets sold under repurchase agreements;
- (4) Other expenses primarily included depreciation and amortization expenses, tax and surcharges, credit impairment losses and provision for impairment against other assets.



(II) Analysis of the Consolidated Statement of Cash Flows

As of June 30, 2026, the Group's cash and cash equivalents were RMB65,757 million, representing an increase of RMB11,897 million from RMB53,860 million as of June 30, 2025. For the period from January to June 2026, the change in cash and cash equivalents represented a net cash inflow of RMB5,525 million, representing an increase in cash inflow of RMB3,016 million compared to the net cash inflow of RMB2,508 million for the corresponding period in 2025. Of which: net cash outflow used in operating activities from January to June 2026 was RMB22,278 million, representing an increase in cash outflow of RMB42,039 million compared to the net cash inflow of RMB19,761 million for the corresponding period in 2025, primarily due to the increase in cash outflow from the purchases of financial instruments at fair value through profit or loss; net cash inflow generated from investing activities from January to June 2026 was RMB2,966 million, representing a decrease in cash inflow of RMB1,776 million compared to the net cash inflow of RMB4,742 million for the corresponding period in 2025, primarily due to the decrease in cash inflow from proceeds from disposal of financial assets at fair value through other comprehensive income; net cash inflow generated from financing activities from January to June 2026 was RMB24,837 million, representing an increase in cash inflow of RMB46,831 million compared to the net cash outflow of RMB21,994 million for the corresponding period in 2025, primarily due to the increase in cash inflow from proceeds from issuance of short-term debt instruments and long-term bonds.



(III) Overall Analysis of the Consolidated Statement of Financial Position

Unit: Thousand Yuan Currency: RMB

Item	As of the end of the Reporting Period		As of the end of last year		Increase/Decrease	
	Amount	Percentage (%)	Amount	Percentage (%)	Amount	Percentage (%)
Non-current assets						
Property and equipment	1,071,703	0.13	1,192,273	0.16	-120,570	-10.11
Right-of-use assets	843,029	0.10	810,211	0.11	32,818	4.05
Investment properties	32,263	0.01	34,296	0.01	-2,033	-5.93
Other intangible assets	346,105	0.04	395,992	0.05	-49,887	-12.60
Interest in associates and joint ventures	4,811,142	0.58	4,384,142	0.59	427,000	9.74
Financial assets measured at amortized cost	1,829,584	0.22	3,031,576	0.41	-1,201,992	-39.65
Financial assets at fair value through other comprehensive income	84,742,175	10.27	92,633,354	12.49	-7,891,179	-8.52
Financial assets held under resale agreements	539,615	0.07	817,112	0.11	-277,497	-33.96
Financial assets at fair value through profit or loss	7,706,275	0.94	7,605,147	1.03	101,128	1.33
Refundable deposits	37,896,485	4.59	33,898,910	4.57	3,997,575	11.79
Deferred tax assets	1,007,005	0.12	913,023	0.12	93,982	10.29
Other non-current assets	370,471	0.04	393,316	0.05	-22,845	-5.81
Total non-current assets	141,195,852	17.11	146,109,352	19.70	-4,913,500	-3.36



Section III Management Discussion and Analysis (continued)

Item	As of the end of the Reporting Period		As of the end of last year		Increase/Decrease	
	Amount	Percentage	Amount	Percentage	Amount	Percentage
		(%)		(%)		(%)
Current assets						
Accounts receivable	3,416,677	0.41	3,094,548	0.42	322,129	10.41
Other current assets	2,166,264	0.26	2,028,119	0.29	138,145	6.81
Margin accounts receivable	112,110,656	13.59	95,973,306	12.94	16,137,350	16.81
Financial assets measured at amortized cost	1,000,696	0.12	499,622	0.07	501,074	100.29
Financial assets at fair value through other comprehensive income	42,399,669	5.14	35,258,140	4.75	7,141,529	20.25
Financial assets held under resale agreements	8,908,559	1.08	13,741,222	1.85	-4,832,663	-35.17
Financial assets at fair value through profit or loss	302,333,744	36.63	260,019,530	35.06	42,314,214	16.27
Derivative financial assets	8,901,860	1.08	4,773,454	0.64	4,128,406	86.49
Clearing settlement funds	12,656,139	1.53	13,190,279	1.78	-534,140	-4.05
Cash held on behalf of brokerage clients	142,218,871	17.23	129,870,708	17.51	12,348,163	9.51
Cash and bank balances	47,997,071	5.82	36,988,960	4.99	11,008,111	29.76
Total current assets	684,110,206	82.89	595,437,888	80.30	88,672,318	14.89
Total assets	825,306,058	100.00	741,547,240	100.00	83,758,818	11.30



Item	As of the end of the Reporting Period		As of the end of last year		Increase/Decrease	
	Amount	Percentage (%)	Amount	Percentage (%)	Amount	Percentage (%)
Current liabilities						
Loans and borrowings	3,032,369	0.44	2,503,733	0.42	528,636	21.11
Short-term debt instruments issued	64,694,421	9.45	58,404,461	9.71	6,289,960	10.77
Placements from other financial institutions	3,427,175	0.50	2,669,534	0.44	757,641	28.38
Accounts payable to brokerage clients	159,749,283	23.34	141,865,984	23.59	17,883,299	12.61
Employee benefits payable	2,955,919	0.43	2,973,191	0.50	-17,272	-0.58
Other payables and accruals	71,031,689	10.39	58,072,203	9.66	12,959,486	22.32
Contract liabilities	17,719	0.01	13,840	0.00	3,879	28.03
Current tax liabilities	890,062	0.13	154,379	0.03	735,683	476.54
Financial assets sold under repurchase agreements	193,044,309	28.21	185,697,288	30.88	7,347,021	3.96
Lease liabilities	366,265	0.05	321,037	0.05	45,228	14.09
Derivative financial liabilities	15,708,120	2.30	9,628,944	1.60	6,079,176	63.13
Financial liabilities at fair value through profit or loss	19,187,259	2.80	11,547,110	1.92	7,640,149	66.17
Long-term bonds due within one year	46,036,278	6.73	35,061,340	5.83	10,974,938	31.30
Total current liabilities	580,140,868	84.78	508,913,044	84.63	71,227,824	14.00



Section III Management Discussion and Analysis (continued)

Item	As of the end of the Reporting Period		As of the end of last year		Increase/Decrease	
	Amount	Percentage (%)	Amount	Percentage (%)	Amount	Percentage (%)
Non-current liabilities						
Long-term bonds	99,808,599	14.59	88,099,037	14.65	11,709,562	13.29
Non-current employee benefits payable	3,541,633	0.52	3,519,024	0.59	22,609	0.64
Deferred tax liabilities	108,015	0.02	62,217	0.01	45,798	73.61
Lease liabilities	486,725	0.07	493,652	0.08	-6,927	-1.40
Other non-current liabilities	225,467	0.02	283,516	0.04	-58,049	-20.47
Total non-current liabilities	104,170,439	15.22	92,457,446	15.37	11,712,993	12.67
Total liabilities	684,311,307	100.00	601,370,490	100.00	82,940,817	13.79
Share capital	25,039,945	17.76	25,039,945	17.86	–	–
Reserves	47,289,006	33.54	47,740,459	34.06	-451,453	-0.95
Retained profits	42,655,067	30.25	38,816,941	27.69	3,838,126	9.89
Total equity attributable to shareholders of the Company	114,984,018	81.55	111,597,345	79.61	3,386,673	3.03
Non-controlling interests	26,010,733	18.45	28,579,405	20.39	-2,568,672	-8.99
Total equity	140,994,751	100.00	140,176,750	100.00	818,001	0.58

- As of June 30, 2026, the Group's total non-current assets were RMB141,196 million, representing a decrease of RMB4,914 million from the beginning of the year, primarily due to the decrease of RMB7,891 million in financial assets at fair value through other comprehensive income from the beginning of the year, and the increase of RMB3,998 million in refundable deposits from the beginning of the year. As of June 30, 2026, the Group's total non-current liabilities were RMB104,170 million, representing an increase of RMB11,713 million from the beginning of the year, primarily due to the increase of RMB11,710 million in long-term bonds from the beginning of the year.
- As of June 30, 2026, the Group's total current assets were RMB684,110 million, representing an increase of RMB88,672 million from the beginning of the year, primarily due to the increase of RMB42,314 million in financial assets at fair value through profit or loss from the beginning of the year, the increase of RMB16,137 million in margin accounts receivable from the beginning of the year, the increase of RMB12,348 million in cash held on behalf of brokerage clients from the beginning of the year, and the increase of RMB11,008 million in cash and bank balances from the beginning of the year. As of June 30, 2026, the Group's total current liabilities were RMB580,141 million, representing an increase of RMB71,228 million from the beginning of the year, primarily due to the increase of RMB17,883 million in amounts payable to brokerage clients from the beginning of the year, the increase of RMB12,959 million in other payables and accruals from the beginning of the year, the increase of RMB10,975 million in long-term bonds due within one year from the beginning of the year, the increase of RMB7,640 million in financial liabilities at fair value through profit or loss from the beginning of the year, and the increase of RMB7,347 million in financial assets sold under repurchase agreements from the beginning of the year.



3. Financing channels and structure of long- and short-term liabilities of the Company

(1) Financing channels of the Company

The Company's major financing channels include interbank lending, bond repurchase, short-term and long-term corporate bonds, subordinated bonds, perpetual subordinated bonds, structured notes, short-term and long-term borrowings, refinancing, and equity financing, etc. In accordance with relevant laws and regulations, the Company may utilize short-term, medium-term and long-term financings based on its own funding needs to support its business development.

(2) Analysis of the structure of long-term and short-term liabilities of the Company

Unit: Thousand Yuan Currency: RMB		
Item	As of the end of the Reporting Period	As of the end of last year
Loans and borrowings	3,032,369	2,503,733
Short-term debt instruments issued	64,694,421	58,404,461
Placements from other financial institutions	3,427,175	2,669,534
Long-term bonds (including long-term bonds due within one year)	145,844,877	123,160,377
Total:	216,998,842	186,738,105

Of the afore-mentioned liabilities, RMB99,809 million had a financing term of more than one year, while RMB117,190 million had a financing term of less than one year, accounting for 45.99% and 54.01% of the total debt, respectively. In addition to loans and debt financing instruments, the Group also raised funds through on-exchange and over-the-counter repurchase agreements. As of the end of the Reporting Period, the balance of financial assets sold under repurchase agreements was RMB193,044 million, all with maturities of less than one year. As of the end of the Reporting Period, the Group had no outstanding debts overdue and had sound overall solvency, and its liquidity risks were controllable.

(3) Liquidity management policies and measures of the Company

The Company has established a comprehensive risk management system and liquidity risk management mechanism based on the management goal of "strengthening the self-owned funds management, safeguarding the security of self-owned funds, improving the efficiency of using self-owned funds and controlling the risk of using self-owned funds". The Company has also continuously improved its liquidity reserve management system and focused on the matching of assets and liabilities in terms of scale, duration and structure to enhance the diversity of financing channels and conducted emergency drills for liquidity risk, effectively preventing liquidity risks. During the Reporting Period, the Company maintained sufficient liquidity reserves, and the regulatory indicators such as liquidity coverage ratio and net stable funding ratio were in compliance with regulatory standards.



Section III Management Discussion and Analysis (continued)

(4) Analysis of financing capabilities of the Company

The Company has formed an integrated financing system comprising various financing methods, such as interbank lending in the interbank market, bond repurchase in the interbank market and exchange market, public and non-public issuance of long- and short-term corporate bonds, issuance of perpetual subordinated bonds, issuance of subordinated bonds, issuance of structured notes and margin refinancing through China Securities Finance Corporation Limited.

The Company operates in a compliant manner with a good reputation and credit record, and it also maintains good cooperative relations with commercial banks and has sufficient bank credit limits and strong profitability and solvency. Therefore, the Company has robust short-term and long-term financing capabilities.

(5) Material contingent liabilities

As of June 30, 2026, the Company did not have any material contingent liabilities.

4. Key assets overseas

Unit: Thousand Dollar Currency: HK\$

Details of the assets	Formed reason	Assets scale	Location	Operating model	Overseas assets as a		Whether there is significant impairment risk
					Total revenue and other income	percentage of the Company's net assets	
Shenwan Hongyuan (International) Holdings Limited	Investment	34,844,515	Hong Kong	Wholly-owned subsidiary	673,960	3.43%	No

(IV) Changes in the Scope of Consolidation of Financial Statements

During the Reporting Period, there were no material changes in the scope of consolidation of the Group.

(V) Changes in Significant Accounting Policies and Accounting Estimates

During the Reporting Period, the Group's accounting policies and accounting estimates did not change. For details, please refer to "Note 4. Changes in accounting policies" to the interim condensed consolidated financial report. There were no significant accounting errors requiring rectification occurred in the Group.

(VI) Restricted Asset Rights as of the end of the Reporting Period

For assets with restricted ownership or use rights, please refer to Notes "17, 23, 24 and 35" to the interim condensed consolidated financial statements.



VI. ANALYSIS OF INVESTMENTS

(I) Interest in Associates and Joint Ventures

Unit: Thousand Yuan Currency: RMB

Investment amount at the end of the Reporting Period	Investment amount at the end of the corresponding period of last year	Change in percentage (%)
4,811,142	4,384,142	9.74

(II) Material Equity Investments

No material equity investments were acquired by the Company during the Reporting Period.

(III) Material Non-equity Investments

No material non-equity investments by the Company were in progress during the Reporting Period.



Section III Management Discussion and Analysis (continued)

(IV) Investments in Financial Assets

1. Investments in securities

Unit: Thousand Yuan Currency: RMB

Security type	Security code	Security abbreviation	Initial investment cost	Accounting measurement model	Opening book value	Gains or loss arising from changes in fair value for the period	Accumulated fair value changes included in equity	Purchase amount for the period	Sales amount for the period	Profit and loss during the Reporting Period	Closing book value	Accounting item	Sources of funds
Bond	2600002.IB	26 Super-Long Special Treasury Bond 02	5,985,900	Fair value	-	-6,009	-3,101	17,646,510	11,657,087	-15,137	5,993,461	Financial assets at fair value through profit or loss/Financial assets at fair value through other comprehensive income	Self-owned funds
Bond	210014.IB	21 Interest-bearing Treasury Bond 14	4,827,148	Fair value	215,716	-1,316	-	4,787,387	151,147	3,055	4,853,452	Financial assets at fair value through profit or loss	Self-owned funds
Bond	220017.IB	22 Interest-bearing Treasury Bond 17	4,062,463	Fair value	1,264,597	13,700	-	3,083,531	256,020	44,474	4,114,667	Financial assets at fair value through profit or loss	Self-owned funds
Bond	250215.IB	25 National Development 15	3,778,602	Fair value	-	12,638	-	21,816,944	17,985,307	41,420	3,793,492	Financial assets at fair value through profit or loss	Self-owned funds
Bond	220019.IB	22 Interest-bearing Treasury Bond 19	3,006,065	Fair value	-	7,167	-	3,563,275	543,826	22,678	3,037,626	Financial assets at fair value through profit or loss	Self-owned funds
Bond	260205.IB	26 National Development 05	2,909,688	Fair value	-	-1,058	1,058	34,515,596	31,585,074	36,555	2,933,576	Financial assets at fair value through profit or loss/Financial assets at fair value through other comprehensive income	Self-owned funds
Bond	260007.IB	26 Interest-bearing Treasury Bond 07	2,698,900	Fair value	-	1,457	-	41,571,622	38,869,233	48,262	2,712,302	Financial assets at fair value through profit or loss	Self-owned funds
Bond	220003.IB	22 Interest-bearing Treasury Bond 03	2,612,325	Fair value	1,213,056	7,607	-	1,815,607	395,883	1,466	2,644,873	Financial assets at fair value through profit or loss	Self-owned funds
Bond	260005.IB	26 Interest-bearing Treasury Bond 05	2,252,290	Fair value	-	451	1,142	10,679,039	8,421,696	35,422	2,267,872	Financial assets at fair value through profit or loss/Financial assets at fair value through other comprehensive income	Self-owned funds
Bond	210017.IB	21 Interest-bearing Treasury Bond 17	2,227,008	Fair value	-	1,808	-	2,240,283	-	17,072	2,235,968	Financial assets at fair value through profit or loss	Self-owned funds
Other securities investments held at the end of the period			398,485,146	-	396,354,000	559,359	-56,278	4,796,198,305	4,787,629,906	11,027,792	405,424,854	-	-
Total			432,845,535	-	399,047,369	595,804	-57,179	4,937,918,099	4,897,495,179	11,263,059	440,012,143	-	-

- Notes: 1. This table includes domestic and overseas financial assets measured at fair value and amortized cost held during the Reporting Period, such as equities, funds, bonds and trust products.
2. This table is sorted by the ratio of the book value at the end of the period to the total securities investment of the Company at the end of the period and only contains the top ten securities held by the Company at the end of the period.
3. Other securities investments refer to investments in other securities other than the top ten securities.
4. Gains and losses during the Reporting Period include investment income, gains or loss arising from changes in fair value and credit impairment losses on the securities held by the Company during the Reporting Period.

2. Investments in derivatives

N/A

VII. USE OF PROCEEDS

(I) During the Reporting Period, the Company had no securities issuance for fund raising such as issuance of shares and convertible corporate bonds.

(II) Use of proceeds from corporate bonds issued by the Company during the Reporting Period and proceeds raised before the Reporting Period and extended to the Reporting Period

Unit: '0,000 yuan Currency: RMB

Year of fund raising	Way of fund raising	Listing date of securities	Total proceeds	Total proceeds used in the current period	Total proceeds used cumulatively	Proportion of proceeds used at the end of the Reporting Period	Use and destination of	
							Total unused proceeds	unused proceeds
2026	Public offering	June 11, 2026	380,000	50,000	50,000	13.16%	330,000	Repayment of debts upon expiry and retention in the fundraising account
Total	-	-	380,000	50,000	50,000	13.16%	330,000	-

The Company used the proceeds strictly in accordance with the purposes stipulated in the offering circular and carried out management of the idle proceeds. During the Reporting Period, no change was made to the use of the proceeds from the aforesaid bonds.

(III) **Commitment for proceeds**

N/A

(IV) **Changes of proceeds**

N/A





VIII. MATERIAL DISPOSAL OF ASSETS AND EQUITY INTERESTS

During the Reporting Period, the Company had no material disposal of assets or equity interests. The Company has no plan for material investments or acquisition of capital assets in the future.

IX. ANALYSIS OF MAJOR SUBSIDIARIES AND INVESTEE

(I) Major Subsidiaries

Unit: Thousand Yuan Currency: RMB

Name of company	Type of company	Principal businesses	Registered capital	Total assets	Total equity	Profit for the period
Shenwan Hongyuan Securities Co., Ltd.	Wholly-owned subsidiary	Securities business, securities investment consulting; sales of securities investment fund; custodian business for securities investment funds. (Projects subject to approval in accordance with laws and regulations may only be carried out after approval by relevant authorities. The specific projects shall be subject to the approval or license documents by relevant authorities)	53,500,000	774,516,362	137,937,544	6,053,388
Hongyuan Huizhi Investment Co., Ltd.	Wholly-owned subsidiary	Investment, assets management, investment management, corporate management consulting and investment consulting	2,000,000	5,842,129	2,215,595	35,118
Hongyuan Futures Co., Ltd.	Wholly-owned subsidiary	Commodity futures brokerage, financial futures brokerage and futures investment consulting	1,000,000	26,955,232	1,274,507	44,396
Hongyuan HuiFu Capital Co., Ltd.	Wholly-owned subsidiary	Entrepreneurship investment, entrepreneurship investment consulting service, provision of entrepreneurial management service for startup enterprises and participation in setting up entrepreneurial investment enterprises and entrepreneurial investment management advisory institutions	500,000	1,222,258	1,025,743	315,637
Shenwan Hongyuan Industrial Investment Management Company Limited	Wholly-owned subsidiary	Investment, assets management and investment consulting service. (Projects subject to approval in accordance with laws and regulations may only be carried out after approval by the relevant authorities)	200,000	325,032	252,965	-1,557
Shenwan Hongyuan Securities (Western) Co., Ltd.	Wholly-owned subsidiary	Securities brokerage, securities investment consulting, margin financing and securities lending, agency sales of financial products, agency sales of securities investment funds, provision of intermediate introduction business for futures companies (the above businesses are limited to Xinjiang, Gansu, Shaanxi, Ningxia, Qinghai and Tibet), securities proprietary business (for securities brokerage clients in Xinjiang, Gansu, Shaanxi, Ningxia, Qinghai and Tibet only). (Projects subject to approval in accordance with laws and regulations may only be carried out after approval by the relevant authorities.)	5,700,000	23,340,609	10,039,063	480,007



Name of company	Type of company	Principal businesses	Registered capital	Total assets	Total equity	Profit for the period
Shenwan Hongyuan Financing Services Co., Ltd.	Wholly-owned subsidiary	Securities underwriting (excluding bond types other than convertible bonds) and sponsoring, financial advisory in relation to securities transactions and securities investment activities	1,000,000	1,013,595	816,347	1,136
Shenwan Futures Co., Ltd.	Wholly-owned subsidiary	Commodity futures brokerage, financial futures brokerage, futures investment consulting service, assets management and fund sales	1,441,588	46,688,580	4,756,881	111,339
SWS MU Fund Management Co., Ltd.	Controlling subsidiary	Fund management business, initiation and establishment of funds and other businesses approved by the CSRC (including sales of funds initiated and established by itself)	150,000	1,986,526	1,569,001	92,716
Shenyin & Wanguo Alternative Investment Co., Ltd.	Wholly-owned subsidiary	Conducting investment activities with self-owned funds. (In addition to projects subject to approval in accordance with laws and regulations, the company independently carries out business activities in accordance with its business license)	2,500,000	3,334,117	3,269,943	327,213
Shenyin & Wanguo Investment Co., Ltd.	Wholly-owned subsidiary	Private equity fund	1,000,000	1,086,409	1,027,122	9,279
SWS Research Co., Ltd.	Controlling subsidiary	Securities investment consulting business	20,000	282,478	91,646	9,984
Shenwan Hongyuan (International) Holdings Limited	Wholly-owned subsidiary	Investment holdings	HK\$4,070,920 thousand	HK\$34,844,515 thousand	HK\$5,563,634 thousand	HK\$184,983 thousand
Shenwan Hongyuan Securities Asset Management Co., Ltd.	Wholly-owned subsidiary	Securities asset management	2,500,000	2,959,562	2,812,625	21,900

Note: The above data of subsidiaries is unaudited.

(II) Major Investee

Unit: Thousand Yuan Currency: RMB

Name of company	Type of company	Principal businesses	Registered capital	Total asset	Total equity	Profit for the period
Fullgoal Fund Management Co., Ltd.	Investee	Management of publicly offered securities investment fund, fund sales, specific customer assets management.	520,000	18,347,406	10,327,617	1,143,452



(III) Acquisition and Disposal of Subsidiaries, Branch Companies and Securities Branches during the Reporting Period

1. Acquisition and disposal of subsidiaries and branch companies during the Reporting Period

During the Reporting Period, the Company did not acquire or dispose of any subsidiaries or any branch companies.

2. Acquisition and disposal of subsidiaries, branch companies and securities branches by Shenwan Hongyuan Securities, a subsidiary of the Company, during the Reporting Period

During the Reporting Period, Shenwan Hongyuan Securities opened three new securities branches, including Beijing Chaoyangmen Securities Branch of Shenwan Hongyuan Securities Co., Ltd., Beijing Wangjing Securities Branch of Shenwan Hongyuan Securities Co., Ltd., and Zhengzhou Qinling Road Securities Branch of Shenwan Hongyuan Securities Co., Ltd.

During the Reporting Period, Shenwan Hongyuan Securities completed the closure of two securities branches, including Yangpu Economic Development Zone Yingbin Road Securities Branch of Shenwan Hongyuan Securities Co., Ltd. and Yixing Huankeyuan Xincheng Road Securities Branch of Shenwan Hongyuan Securities Co., Ltd. Shenwan Hongyuan Securities newly approved the closure of one securities branch, which is Jinjiang Chongde Road Securities Branch of Shenwan Hongyuan Securities Co., Ltd.

X. STRUCTURED ENTITIES UNDER CONTROL OF THE COMPANY

The Company manages or invests in a number of structured entities. In order to assess whether the Company has control over the structured entities, the Company mainly considers the extent of decision making and participation in establishing relevant structured entities, the aggregated economic interest (including the gain from holding a direct investment and expected remuneration) set out in the contractual arrangement, as well as the scope of decision-making authority over the structured entities. If the Company determined that it has power over, has exposure to variable returns from its involvement with, and has the ability to use its power to affect the amount of its returns from the structured entities, it will include the structured entities in the consolidated financial statements as the Company has control over the structured entities.

As at June 30, 2026, the structured entities included in the scope of consolidation of the Group include asset management schemes issued and managed by the Group and trust plans initiated by third parties in which the Group has made direct investments, among others. The book value of net assets of the abovementioned structured entities included in the scope of consolidation was RMB90,180 million.



XI. RISKS FACED BY THE COMPANY AND ITS COUNTERMEASURES

According to the analysis on the macroeconomic situation, industry development trend, regulatory environment and the Company's own conditions, the Company's major risk factors are mainly market risk, credit risk, liquidity risk, operational risk, policy risk, legal compliance risk, risk of innovative businesses, reputation risk and exchange rate risk.

(I) Market Risk

The market risk exposure is mainly concentrated in the proprietary investment business and other businesses. During the Reporting Period, all investment businesses achieved relatively stable returns generally. At the end of the period, the VaR (95% for one day) of the proprietary investment business of Shenwan Hongyuan Securities (including subsidiaries) was RMB314 million. The current external environment is complex, geopolitical risks are constant and the global economic growth momentum is insufficient. China's economic development still faces the challenges of insufficient effective demand and weakening expectations, with uncertainty factors increasing and market risk management facing great challenges.

The countermeasures taken by the Company include but are not limited to: 1. closely monitoring the macroeconomic situation and financial evolution trends, strengthening the follow-up analysis and research and judgment on the changes in macroeconomic data, intensifying the research on the risk characteristics and future change trends of large-scale assets, dynamically adjusting portfolio exposures and making timely and proactive responses; 2. optimizing a quantitative risk indicator assessment system, including risk measurement indicators such as VaR, beta, volatility, Greek letters, interest rate basis point value, duration and investment concentration, and utilizing a combination of various methods or tools such as stress test and sensitivity analysis for measurement and assessment; 3. continuously improving the multilevel risk control indicators system of "risk appetite – risk tolerance – risk limit", covering equity proprietary investment, non-equity proprietary investment, derivatives and other types of business exposed to market risk; 4. establishing the whole-process management mechanism of models, strengthening model validation and model risk assessment, enhancing the back-test and inspection of VaR model of various financial assets, and fully playing the role of VaR model in asset portfolio risk management; 5. conducting dynamic monitoring and graded pre-warning of risk control indicators, measuring and monitoring market risk limit related indicators on a daily basis, conducting a comprehensive dynamic assessment on the Company's overall market risk, and taking effective countermeasures on a timely basis; and 6. prior to the launch of major investment projects, strictly carrying out the project risk analysis, and having the risk control department issue risk assessment reports independently.



(II) Credit Risk

Credit risk exposure mainly existed in the areas of financing business (margin financing and securities lending and stock pledged repurchase business), fixed-income proprietary business, OTC derivatives trading business and non-standard investment. During the Reporting Period, the Company updated and optimized the internal rating model, strengthened the analysis and monitoring of regional risks in urban investment, and enhanced the risk monitoring of the margin financing and securities lending business. The Company did not experience significant credit risk events, and all business operations were generally stable. Currently, the government has continuously promoted the debt elimination policies and property stabilization policies, which have improved the credit market environment. However, real estate, urban investment and small and medium sized financial institutions are still the main sources of risk in the credit market.

The countermeasures taken by the Company include but are not limited to: 1. continuing to optimize the unified internal rating system of the Company and its subsidiaries, and strengthening the access management of business entities; 2. implementing the unified same-client management and control mechanism with the actual controller as the main body to achieve the unified credit extension of the same client across the Company and its subsidiaries; 3. monitoring negative public sentiment information across the market, establishing default pre-warning mechanism based on secondary market prices, corporate interest spreads, implied ratings and other information, and applying the monitoring and warning results to credit risk management practices such as updating of rating results, adjustment of credit lines, and restrictions on access to negative list; 4. taking targeted credit risk control measures for key businesses: ① for financing business, continuing to optimize the financing business structure, focusing on the analysis of credit status and repayment ability of financing entities, controlling the concentration of financing targets, strengthening dynamic mark-to-market, and improving the risk disposal process; ② for debt securities investment business, allocating bonds with high credit rating and good liquidity, improving the bond credit rating center, following up on regulatory policies and market changes in a timely manner, and optimizing quantitative indicators such as risk limits; ③ for OTC derivatives business, improving the risk limit indicators and pre-approval criteria, optimizing financial models such as credit extension, default risk exposure measurement and deposits measurement, enhancing the mark-to-market management of performance deposits, and improving the pressure test mechanism of credit risk of counterparties; and 5. establishing management process for disposing of default of risk assets, and based on specific circumstances of the event of default, promptly disposing of, dealing with and mitigating credit risks in various ways such as additional collateral, realization of collateral, early termination of contract and litigation recovery.



(III) Liquidity Risk

During the Reporting Period, the central bank comprehensively utilized medium-term lending facilities, reverse repurchase agreements, government bond purchases, outright reverse repurchase agreements and various structural monetary policy tools to implement a moderately accommodative monetary policy and maintain a reasonable and ample level of liquidity. For the liquidity risk, on the one hand, the Company continuously improved its liquidity reserve management system, strengthened the total amount and structure management of high-quality liquidity assets and had relatively sufficient liquidity reserve; on the other hand, taking into consideration the macro market environment, the Company reasonably adjusted the proportion of assets with various maturity periods, balanced the distribution of debt maturities, increased the diversity of financing channels, optimized the structure of liability maturities, dynamic monitored cash flow gaps and carried out the liquidity risk emergency plan drills, thus effectively preventing the occurrence of liquidity risk. During the Reporting Period, the liquidity risk of the Company was generally controllable, and the two liquidity regulatory indicators, i.e. the liquidity coverage ratio (LCR) and the net stable funding ratio (NSFR), met the regulatory standards. Currently, domestic monetary policy remains moderately accommodative, and liquidity is generally ample; however, attention must be paid to uncertainties arising from changes in the policy environments of major external economies.

The countermeasures taken by the Company include but are not limited to: 1. strengthening research and judgment of financial market conditions, closely following monetary policy trends of the central bank, making comprehensive capital planning, and continuously optimizing the structure of high-quality current assets to ensure the Company's business capital needs and due debt repayment; 2. strengthening the dynamic monitoring of liquidity risk status, continuously tracking and evaluating the information including liquidity regulatory indicators, cash flow gap and liquidity reserve, and carrying out liquidity risk pre-warning work; 3. optimizing the liquidity risk measurement model, improving the capabilities to predict changes in cash flow from operations and analyze gaps; 4. conducting stress test of liquidity risk on a regular basis to assess liquidity pressure in the event of substantial expansion of business scale and extreme market changes, strengthening the stress assessment on liquidity risk of the OTC derivatives business, and preparing response plans for liquidity impact in advance; 5. carrying out regular liquidity risk emergency drills, assessing the Company's response to liquidity risk, continuously perfecting liquidity emergency scenarios, improving the practical performance of emergency drills and enhancing the Company's capabilities to respond to liquidity crisis; and 6. improving liquidity risk limit indicators of subsidiaries and enhancing daily risk monitoring to strengthen the liquidity risks management of subsidiaries.



(IV) Operational Risk

Operational risk exists in the Company's various business processes and operation management, mainly due to factors such as operational errors of personnel, system defects, imperfect procedures and external events. During the Reporting Period, the Company actively took countermeasures against risk events and endeavored to defuse the risk, well ensuring the normal business operation of the Company. Besides, the Company adopted the measures including optimization of review mechanism, standardization of business processes, improvement of system defects and carrying out business training, to effectively avoid the occurrence of significant operational risk incidents. With the constant enrichment of business types, the continuous expansion of business scale, the widespread use of information systems, etc., the operational risks faced by the Company have also increased, which has brought a certain challenge to the operational risk management.

The countermeasures taken by the Company include but are not limited to: 1. constantly improving the operational risk management mechanism and further strengthening operational risk management requirements; 2. strengthening the foresight of operational risk management and carrying out in-depth operational risk assessment, especially before the launch of new businesses and new systems, carrying out special self-assessment work to identify and control potential risks in advance; 3. continuously improving the front-end control functions of the business system, implementing systematic control over important links and reducing manual operations; 4. strengthening the risk assessment, functional verification and daily monitoring of the information system, formulating information system security emergency plans and carrying out emergency drills; and 5. continuing to conduct publicity of typical risk cases and business training, intensifying assessment on staff errors, and constantly improving their business capabilities and risk management awareness.

(V) Policy Risk

The Company's overall operations and the development of its various business lines are subject to profound impacts from macroeconomic and regulatory policies. On the one hand, cyclical adjustments to national macroeconomic and monetary policies affect securities market liquidity, asset pricing, and investor behavior, thereby significantly impacting the Company's operations and business development. On the other hand, the ongoing refinement and standardization of the capital market's "1+N" policy framework – which fosters the healthy, orderly, and standardized development of the market – also imposes new requirements on securities firms' professional service capabilities and risk management standards.

The Company has consistently integrated policy analysis with strategic management. By establishing robust mechanisms for policy analysis and response, and dynamically optimizing its business layout and risk management strategies, the Company proactively seizes market opportunities while effectively mitigating policy risks, thereby driving the sustained and steady development of its business.



The countermeasures taken by the Company include but are not limited to: 1. adhering to the overarching national strategic objectives, focusing on its core responsibilities and main business, actively fulfilling its role as a capital market hub, and continuously enhancing the professionalism and effectiveness of its services to the real economy. 2. strengthening analysis and assessment of macroeconomic conditions and industry trends; dynamically adjusting risk control policies as appropriate; enhancing the foresight and proactiveness of risk management; and effectively guarding against business risks arising from changes in policy cycles and market conditions. 3. improving mechanisms for tracking, analyzing, interpreting, and implementing regulatory policies; strengthening communication and coordination with regulatory authorities; and enhancing employees' policy awareness through specialized training. 4. strictly enforcing all regulatory requirements; continuously refining internal control systems and technical support to align with business development; strengthening risk management and control; and ensuring high-quality business development.

(VI) Legal Compliance Risk

During the Reporting Period, the "1+N" regulatory policy framework and supporting rules continued to be refined. The CSRC system adhered to strict enforcement in accordance with the law, focused on enhancing the effectiveness and deterrent effect of regulatory enforcement, and resolutely cracked down on serious violations such as financial fraud, price manipulation, and insider trading. It strictly investigated and punished illegal and non-compliant activities, such as securities firms providing financing to shareholders, and urged securities firms to comprehensively strengthen corporate governance and compliance and risk management, focusing on their core businesses, improving governance, and pursuing differentiated development. It refined the regulatory framework for private equity funds and strengthened technology-enabled supervision. It also enhanced overseas supervision, strengthened the management of related cross-border securities, futures, and fund investments, and standardized cross-border business operations.

The countermeasures taken by the Company include but are not limited to: 1. continuously strengthening the promotion of the "1+N" policy in the capital market, and organizing all units to implement new regulations effectively; 2. continuously strengthening the construction of compliance culture, preparing and issuing the "Compilation of Regulatory Cases", the "Legal Compliance Information News" and the "New Regulation Express", and strengthening legal compliance training and case warning education; 3. continuing to improve the legal compliance management system, strengthening the construction of the legal compliance personnel team, and enhancing compliance assessment and accountability; 4. strictly conducting compliance review, strengthening the compliance self-inspection and inspection in key areas, carrying out targeted compliance hazard investigation, and effectively preventing and resolving compliance hazards; and 5. carrying out special compliance work such as anti-money laundering and information barrier, strictly implementing the requirements of customer appropriateness management, and strengthening the management of customer transaction behavior.



(VII) Risk of Innovative Businesses

The Company steadily carries out business innovation and expands innovative businesses in an orderly manner. The innovative business structure and product types are becoming increasingly complex, and the corresponding risk control mechanism and standards need to be continuously strengthened.

The countermeasures taken by the Company include but are not limited to: 1. improving the working rules related to innovative business review, and strengthening the audit of the innovative businesses of the Company and its subsidiaries; 2. improving corresponding rules of innovative businesses, and strengthening the reserve of innovative business talents, to ensure steady development of innovative businesses on the basis of systems, talents and other supporting measures in place; 3. including the new businesses, new models and new products of subsidiaries in the Company's hierarchical review and decision-making system, and based on the primary evaluation by subsidiaries, conducting a secondary evaluation and review by the Company's risk management department; 4. establishing a routine risk identification and monitoring mechanism, incorporating the risk monitoring and pre-warning of innovative businesses to the daily risk management work, and dynamically adjusting the control threshold based on business operation situation; 5. strengthening the construction of innovative business information technology system, and continuously improving various system functions such as business management and risk monitoring, to give full play to the support and guarantee role of the system for businesses; and 6. regularly conducting tracking management of innovative businesses, conducting tracking retrospective evaluation on the risk return as well as effectiveness of risk management and control measures of innovative businesses, continuously improving the risk management and control measures of innovative businesses and promoting the steady development of innovative businesses.

(VIII) Reputation Risk

During the Reporting Period, the Company established a reputation risk management framework with clear responsibilities, and through the adoption of measures such as strengthening top-level design, organizing monitoring and prevention networks, and developing emergency response mechanisms, the Company did not experience any significant reputational risk events. At present, the securities industry attracts considerable public and media attention, and the widespread use of new media and self-media has brought more challenges to reputation risk management, making the importance of reputation risk management increasingly prominent.

The countermeasures taken by the Company against reputation risks include but are not limited to: the Company has incorporated the reputation risk management into the comprehensive risk management system, and established a reputation risk management framework, division of responsibilities, and management requirements with clear responsibilities. The Company followed the management principle of prevention as the main point, and defined the reputation risk report coordination mechanism, identification and evaluation mechanism as well as emergency disposal mechanism. Besides, through effective public opinion monitoring system, the Company implemented the public opinion monitoring, implemented categorized and tiered management of public sentiment and conducted regular training on reputation risk management. The Company actively identified and resolved the reputation risk in daily operation and management, and actively respond to various reputation risk events in a much proper manner.

**(IX) Exchange Rate Risk**

Most of the Company's assets, liabilities, revenue, costs and expenses are expressed in RMB. Foreign currency assets, liabilities and income account for a relatively small proportion. The underlying assets linked to the Company's cross-border derivatives business and the assets held by its overseas subsidiaries in their operating activities are mainly denominated in foreign currencies such as Hong Kong dollars and US dollars, which are exposed to certain exchange rate risks.

The countermeasures taken by the Company include but are not limited to: strengthening the analysis and research and judgment on the exchange rate trend, monitoring exchange rate risk, setting the foreign exchange risk exposure limit, exploring the use of foreign exchange forward, futures, options, swaps and other ways to hedge the exchange rate risk, and effectively controlling the exchange rate risk. In the future, with the advancement of the Company's international business layout and the progress of RMB internationalization, the Company will further strengthen the prospective study on exchange rate, and take reasonable and effective measures to hedge and manage exchange rate risks in a timely manner.

XII. OPERATING PLAN AND THE RELEVANT MEASURES FOR THE NEXT REPORTING PERIOD

The Company will continue to be guided by Xi Jinping Thought on Socialism with Chinese Characteristics for a New Era, fully implement the spirit of the 20th National Congress of the Communist Party of China and all plenary sessions of the 20th Central Committee, the Central Financial Work Conference, and the Fifth Plenary Session of the 20th Central Commission for Discipline Inspection. The Company will uphold and strengthen the Party's comprehensive leadership over financial work; resolutely implement the decisions and arrangements of the Party Central Committee; advance the comprehensive and strict governance of the Party in depth; and use high-quality Party building to guide and safeguard high-quality development. The Company will adhere to the general principle of seeking progress while ensuring stability, focusing on addressing shortcomings, strengthening weak areas and consolidating strengths. The Company will emphasize its primary responsibilities and core business to enhance core competitiveness, address challenges and tackle new issues by deepening reform and innovation, and strengthen execution and consolidate the foundation with unwavering commitment. The Company will also resolutely uphold the bottom line of preventing major risks, unwaveringly follow the path of financial development with Chinese characteristics, and forge forward towards the goal of "building a first-class investment bank and investment institution".

XIII. FORMULATION AND IMPLEMENTATION OF MARKET VALUE MANAGEMENT SYSTEM AND VALUATION ENHANCEMENT PLAN

In accordance with the Certain Opinions of the State Council on Strengthening Supervision and Preventing Risks and Promoting High-quality Development of Capital Market (《國務院關於加強監管防範風險推動資本市場高質量發展的若干意見》) and the Regulatory Guidelines for Listed Companies No. 10 – Market Value Management (《上市公司監管指引第10號—市值管理》) of the CSRC, as well as other relevant laws, administrative regulations, regulatory documents and the Articles of Association, the Company studied and formulated the Market Value Management System of Shenwan Hongyuan Group Co., Ltd., which was considered and approved at the sixth meeting of the sixth session of the Board of the Company. The Company firmly established the investor-oriented consciousness, further standardized market value management behavior on the basis of the system, adhered to the standardized operation, focused on the main business and sound operation, and promoted improvements in the quality and investment value of listed companies.

Whether the Company has disclosed a valuation enhancement plan

☐ Yes ☒ No



XIV. IMPLEMENTATION OF THE “DOUBLE ENHANCEMENT OF QUALITY AND RETURNS” ACTION PLAN

In order to deeply practice the investor-oriented concept, effectively improve the quality and investment value of listed companies, and safeguard the interests of all shareholders of the Company, the Company has actively responded to the call of the Shenzhen Stock Exchange for “Double Enhancement of Quality and Returns” and formulated the action plan of “Double Enhancement of Quality and Returns” (For details, please refer to the Announcement of the “Double Enhancement of Quality and Returns” Action Plan of Shenwan Hongyuan Group Co., Ltd. published by the Company on February 29, 2024 in the China Securities Journal, Securities Times, and Shanghai Securities News and on Cninfo website (www.cninfo.com.cn)). In the first half of 2026, the Company actively promoted the implementation of the plan, focused on the objective of high-quality development, strengthened the quality and efficiency of its governance, and diligently carried out its core responsibilities and main business operations, achieving positive progress and favourable results. The specific details are as follows:

(I) **Strengthening Functional Positioning to Effectively Serve the “Five Major Areas” on Finance**

The Company resolutely pursued a path of financial development with Chinese characteristics, thoroughly upheld the political and people-centered nature of financial work, strengthened its functional positioning, and proactively served national strategies. Taking the “Five Major Areas” on finance as a focal point, it has provided robust support for the cultivation and development of new-quality productive forces. In terms of technology finance, the Company researched and published a map of key industrial chains for the “15th Five-Year Plan”, focusing its efforts on empowering the development of science and technology innovation industries; it assisted numerous technology enterprises in listing and completed new investments in several enterprises, resulting in a significant increase in the “technology content” of its portfolio. In terms of green finance, the Company promoted innovation in the field of carbon finance, issuing the first batch of domestic return-linked certificates linked to European carbon emission allowances, helping enhance the pricing efficiency of China’s domestic carbon market. The Company completed the first interbank transaction in credit derivatives linked to “blue bonds”, supporting the sustainable development of marine and water resources. In terms of inclusive finance, the Company ranked first in the industry in terms of both the cumulative number of enterprises recommended for listing on the NEEQ and the number of targeted issuances, precisely supporting the development of specialized, refined, distinctive and innovative enterprises; focused on the main thrust of industrial development, invested over RMB30 million in assistance funds in supported regions such as Huining in Gansu and Xinjiang, carried out 30 assistance projects, and contributed to rural revitalization. In terms of digital finance, the Company implemented multiple core data center projects, actively supported the construction of AI computing power clusters, and accelerated its digital transformation. In terms of pension finance, the Company actively participated in the development of a multi-tiered, multi-pillar pension security system, enriched individual pension products, and issued pension income certificates.



(II) Upholding Strategic Leadership to Enhance Core Competitiveness in Development

The Company seized the opportunities for high-quality development in the capital markets during the “15th Five-Year Plan” period. Anchored by the objective of “building a first-class investment bank and investment institution”, and based on its inherent strengths, the Company formulated a new five-year strategic plan to advance reform and transformation in a coordinated manner. In the first half of the year, the Company achieved rapid growth across all key operating indicators. The Company’s investment banking business deepened its involvement in the development of a modern industrial system, assisting several high-quality technology enterprises in completing capital operations, and ranking 4th in the industry in terms of IPO underwriting volume. The Company seized opportunities in retail wealth management. As at the end of the period, the assets under custody for securities clients amounted to RMB4.76 trillion, the total number of clients exceeded 10 million. The Company accelerated the transition of the asset management business towards active management. The investment and trading business continued to consolidate its research and investment strengths, deepened asset allocation across major asset classes, and facilitated the creation of medium- and low-risk products. The Company was selected as a Tier-1 dealer for the People’s Bank of China’s open market operations for 2026, thereby better promoting value discovery and supporting the stable operation of financial markets. In the first half of the year, the Company’s total assets exceeded RMB800.0 billion, representing an increase of 11.30% from the beginning of the year. Consolidated operating revenue reached RMB13.836 billion, representing a year-on-year increase of 18.31%, and net profit was RMB6.245 billion, representing a year-on-year increase of 30.02%; among these, the wholly-owned subsidiary Shenwan Hongyuan Securities achieved a net profit attributable to the parent company of RMB6.001 billion.

(III) Deepening Corporate Governance to Consolidate the Foundations for Sustainable Development

The Company thoroughly implemented the “two consistent adherence”, organically integrating the strengthening of the Party’s leadership with the improvement of corporate governance, and actively responded to the new round of special initiatives on the governance of listed firms. Our corporate governance functioned effectively, with governance systems that are both standardized and innovative. In the first half of the year, the Company convened 2 general meetings, 4 board meetings, 9 meetings of the Board’s specialized committees, and 1 special meeting of independent non-executive Directors. The Company strictly implemented the requirements of the Code on Corporate Governance for Listed Companies, reviewed internal systems against these requirements, standardized the operation of the Board, and improved the management systems and mechanisms governing the remuneration of directors and senior executives. Based on this, the Company actively fulfilled its social responsibilities and optimized its sustainable development and ESG management measures. Its MSCI rating has been consecutively upgraded to Grade A; and the Company has been included in the Sustainability Yearbook (China Edition) 2026 of S&P Global. The Company’s mainstream ESG ratings consistently rank among the top in the industry. The Company also continued to carry out targeted poverty alleviation and rural revitalization initiatives. Additionally, the Company firmly established a bottom-line mindset, consistently treating risk prevention and control as a prerequisite for high-quality development. Adhering strictly to prudent business management principles, no material risk incidents occurred during the first half of the year; all core risk control indicators continued to exceed regulatory standards. The Company’s risk resilience has been steadily strengthened, thereby building a robust safety barrier for its high-quality development.



(IV) Adhering to an Investor-Centric Approach and Enhancing Investors' Sense of Benefit

The Company consistently upheld the original aspirations and mission of a state-owned financial enterprise, firmly established a commitment to rewarding shareholders. Based on enhancing operational efficiency and profitability, the Company conducted market capitalization management in a standardized manner. The Company persistently optimized its shareholder return mechanism, and actively implemented its policy of “multiple dividend payments per year”. Taking into account the interim dividend for 2025, the Company paid a total cash dividend of RMB1.10 per 10 shares (tax inclusive) for the 2025, amounting to a total cash dividend distribution of RMB2.754 billion, representing a year-on-year increase of 74.60%. The 2026 interim profit distribution proposal was approved by the Board, demonstrating its commitment to actively sharing the fruits of its development with shareholders. The Company attached great importance to enhancing investor services and protection, strictly fulfilled its information disclosure obligations, made sure that investors are promptly informed of major operational and decision-making matters; in the first half of 2026, it completed the preparation and disclosure of more than 200 announcements for A-shares and H-shares. Based on this, through the regular holding of earnings briefings, hosting analyst visits, and responding to queries on interactive platforms, the Company improved its comprehensive multi-channel investor communication system, promptly addressed investor enquiries, listened to and collected feedback and suggestions. The Company meticulously produced high-quality promotional content, including visualized annual reports, sustainability and ESG reports, and updates on serving national strategies. The Company played an active role in the “2026 Lujiazui Forum Science, Technology and Innovation Finance Conference (2026陸家嘴論壇科創金融大會)” and the “Yicai Science, Technology and Innovation Industry Integration and Development Conference (第一財經科技創新產業融合發展大會)”, taking concrete steps to support the coordinated development of Shanghai’s international financial center and science, technology and innovation hub, whilst actively enhancing the company’s influence within the industry and its brand reputation. In terms of cultural development, the Company built a financial culture with Chinese characteristics to enrich our corporate culture, formulated a medium- to long-term plan and supporting implementation measures for corporate culture development, and launched the “Gathering Momentum for Innovation (聚勢向新)” Cultural Year initiative, thereby laying a solid spiritual foundation and cultural underpinning for the Company’s high-quality development.

In light of the new stage of development, the Company will thoroughly study and implement the spirit of the 20th National Congress of the Communist Party of China and its subsequent plenary sessions, as well as the positioning and requirements for the capital markets set out in the national 15th Five-Year Plan. The Company will strengthen the synergies between “research + investment + investment banking”, “research + wealth management + asset management” and “research + institutional clients + trading”, earnestly fulfil its roles as the primary “service provider” for direct financing, a key “gatekeeper” of the capital markets, and a professional “manager” of social wealth. Taking the formulation of our new strategic plan as an opportunity, the Company will focus on building on our strengths, addressing its weaknesses and consolidating its foundations; promote business synergy and enhance management efficiency; strengthen the standardized operations of listed companies and improve the quality and effectiveness of corporate governance; consistently prioritize the protection of the legitimate rights and interests of investors, particularly small and medium-sized investors; explore and utilize a variety of market capitalization management approaches to deliver tangible returns to shareholders; and make an even greater contribution to the great endeavor of building a leading financial power.

Section IV Corporate Governance, Environment and Society



I. CORPORATE GOVERNANCE

As an “A+H” share listed company, the Company has continuously improved its corporate governance structure in strict compliance with laws, regulations and normative documents applicable in places where the shares of the Company are listed. The general meeting, the Board of Directors and the management of the Company perform their respective duties, and have fully fulfilled their obligations and responsibilities. Compliance operation of the Company has been continuously enhanced to ensure business development in a sustainable and normative manner. Such operations include, among others, the establishment and improvement of the corresponding systems, optimization and improvement of internal organizational structure and authorization management system.

Currently, the Company has formulated the Rules of Procedure of the General Meeting, the Rules of Procedure of the Board of Directors, the Management Policy of Related Party Transactions, the Internal Control Policy, the Internal Control Evaluation Policy, the Internal Audit Policy, the Finance Management Policy, the Accounting Policy and the working rules of the committees of the Board of Directors, pursuant to relevant laws and regulations, such as the Company Law, the Securities Law and regulations of the places in which the shares of the Company are listed and the Articles of Association. During the Reporting Period, the Company has strictly followed all the provisions under the CG Code, and satisfied the requirements of most of the recommended best practices set out in the CG Code. The Model Code has been adopted by the Company as the code of conduct regarding the securities transactions of the directors. As of the end of the Reporting Period, after making specific enquiries to the directors, the Company confirmed that each of the directors of the Company has complied with the standards set out in the Model Code throughout the Reporting Period.

II. CHANGES IN DIRECTORS AND SENIOR MANAGEMENT OF THE COMPANY

(I) Changes in Directors and Senior Management of the Company during the Reporting Period

1. On February 5, 2026, the fourteenth meeting of the sixth session of the Board of the Company considered and approved the Proposal on the Nomination of Candidate for Director, agreeing to nominate Mr. Fang Rongyi as a candidate for director (executive director) of the sixth session of the Board of the Company, and the nomination was submitted to the general meeting of the Company for consideration and election. On March 10, 2026, the 2026 first extraordinary general meeting of the Company considered and approved the Proposal on the Election of Director of the Company, and elected Mr. Fang Rongyi as a director (executive director) of the sixth session of the Board of the Company. For details of the above, please refer to the relevant announcements disclosed by the Company in China Securities Journal, Securities Times and Shanghai Securities News, as well as on the website of Cninfo at www.cninfo.com.cn on February 6 and March 11, 2026 and on the website of HKEXnews of the Hong Kong Stock Exchange at www.hkexnews.hk on February 5 and March 10, 2026.
2. During the Reporting Period, there were no changes in the senior management of the Company.



(II) Changes in Directors and Senior Management of the Company as of the Date of Disclosure of This Report

1. On August 14, 2026, the eighteenth meeting of the sixth session of the Board of the Company considered and approved the Proposal on the Appointment of Mr. Huang Jianjun as General Manager of the Company and Other Positions and the Proposal on the Nomination of Candidate for Director, agreeing that Mr. Huang Jianjun would serve as the general manager of the Company; and agreeing that Mr. Huang Jianjun would serve as a member and the vice chairman of the Executive Committee of the Company. It was agreed to nominate Mr. Huang Jianjun as a candidate for director (executive director) of the sixth session of the Board of the Company, and the nomination was submitted to the general meeting of the Company for consideration and election.
2. On August 14, 2026, the Company received the written resignation submitted by Mr. Huang Hao. Due to work arrangement, Mr. Huang Hao applied to resign as the vice chairman, an executive director of the sixth session of the Board, a member of the Strategy and ESG Committee under the Board, a member of the Risk Control Committee under the Board, as well as the general manager, the vice chairman and a member of the Executive Committee. The resignation of Mr. Huang Hao as a director took effect upon the delivery of the resignation report to the Company. Upon consideration and approval at the eighteenth meeting of the sixth session of the Board of the Company, it was agreed that Mr. Huang Hao shall cease to act as the general manager, the vice chairman and a member of the Executive Committee of the Company. Upon his resignation, Mr. Huang Hao will no longer hold any position in the Company or any of its subsidiaries.

For details of the above, please refer to the relevant announcements disclosed by the Company in China Securities Journal, Securities Times and Shanghai Securities News, as well as on the website of Cninfo at www.cninfo.com.cn on August 15, 2026 and on the website of HKEXnews of the Hong Kong Stock Exchange at www.hkexnews.hk on August 14, 2026.



III. CHANGES IN RESUMES OF DIRECTORS AND SENIOR MANAGEMENT

During the Reporting Period, the biographies of certain directors and senior management of the Company after changes are as follows:

1. Directors

Mr. Fang Rongyi (方榮義) currently serves as an executive Director of Shenwan Hongyuan Group Co., Ltd. His main work experience includes: Mr. Fang Rongyi served as the deputy director of the information center of the research institute of Beijing Yonyou Financial Technology Co., Ltd. from November 1990 to August 1992; he studied in the Accounting Department of Xiamen University for a doctorate degree from September 1992 to September 1995; and he was an associate professor at the Business Administration Education Center of Xiamen University from November 1995 to March 1997. From March 1997 to January 2003, he successively served as an employee, assistant investigator (deputy director general level), and deputy director general of the accounting department of the Shenzhen Central Sub-branch of the People's Bank of China; he served as the director general of the Non-Bank Financial Institution Supervision Division of the Shenzhen Central Sub-branch of the People's Bank of China from January 2003 to October 2003; the director general of the Financial Accounting Division of the Shenzhen Supervision Bureau of the China Banking Regulatory Commission from October 2003 to October 2006; and the director general of the State-owned Bank Supervision Division of the Shenzhen Supervision Bureau of the China Banking Regulatory Commission from October 2006 to September 2007; he was the proposed chief financial officer of Shenyin & Wanguo Securities Co., Ltd. from September 2007 to March 2008; the chief financial officer of Shenyin & Wanguo Securities Co., Ltd. from March 2008 to December 2014 (during which he concurrently served as the general manager of planning, finance and accounting management headquarters from June 2011 to November 2011); from December 2014 to July 2015, he served as the deputy general manager and chief financial officer of Shenwan Hongyuan Securities Co., Ltd.; he had concurrently served as the vice chairman of Fullgoal Fund Management Co., Ltd. from December 2014 to May 2026, and a supervisor of E-Capital Transfer Co., Ltd. since December 2014; he served as the deputy general manager, chief financial officer, and secretary to the board of directors of Shenwan Hongyuan Securities Co., Ltd. from July 2015 to December 2017; from December 2017 to January 2021, he served as the deputy general manager, chief financial officer, secretary to the board of directors, and chief risk officer of Shenwan Hongyuan Securities Co., Ltd.; he has concurrently served as a part-time/visiting professor of East China University of Political Science and Law since May 2018; he served as the deputy general manager, a member of the executive committee, chief financial officer, and secretary to the board of directors of Shenwan Hongyuan Securities Co., Ltd. from January 2021 to September 2021; he served as a supervisor and the chairman of the board of supervisors of Shenwan Hongyuan Securities Co., Ltd. from September 2021 to October 2025; a supervisor and the chairman of the Board of Supervisors of Shenwan Hongyuan Group Co., Ltd. from October 2021 to October 2025; he has also served as chairman of the trade union of Shenwan Hongyuan Securities Co., Ltd. since April 2023; and he has served as a director of Shenwan Hongyuan Securities Co., Ltd. since February 2026 and an executive Director of Shenwan Hongyuan Group Co., Ltd. since March 2026. Mr. Fang Rongyi obtained a bachelor's degree in economics from Xiamen University in July 1987; a master's degree in economics from Xiamen University in July 1990; and a doctorate degree in economics from Xiamen University in September 1995.



Mr. Xu Yixin (徐一心) currently serves as a non-executive Director of Shenwan Hongyuan Group Co., Ltd. His main work experience includes: Mr. Xu served as the secretary of the Party Group and director of the Finance Bureau of Leshan City, Sichuan Province from March 2004 to September 2008; served as the secretary of the District Committee of Shizhong District of Leshan City and director of the Standing Committee of the District People's Congress (since January 2009) from September 2008 to November 2011; served as the deputy mayor of Leshan City from November 2011 to February 2014; served as a member of the Standing Committee of the Ya'an Municipal Committee from February 2014 to June 2015; served as a member of the Standing Committee and deputy mayor of Ya'an Municipal Committee from June 2015 to January 2017; served as a member of the Standing Committee and executive deputy mayor of Ya'an Municipal Committee from January 2017 to October 2018; served as the full-time deputy director of the Railway and Airport Construction Office of Sichuan Province, and the deputy director and a member of the Party Group of the Development and Reform Commission of Sichuan Province from October 2018 to November 2019; served as the full-time deputy director of the Railway and Airport Construction Office of Sichuan Province, and the deputy director, a member of the Party Group and first-level inspector of the Development and Reform Commission of Sichuan Province from November 2019 to April 2021; served as the secretary of the Party Committee and chairman of the board of directors of Sichuan Financial Holding Group Co., Ltd. (四川金融控股集團有限公司) from April 2021 to September 2022; served as the secretary of the Party Group and director of the Sichuan Provincial Department of Commerce from September 2022 to June 2024; and served as the secretary of the Party Committee and chairman of the board of directors of Sichuan Development Holding Co., Ltd. from June 2024 to May 2026. He has served as a non-executive Director of Shenwan Hongyuan Group Co., Ltd. since October 2024. He served as the deputy director of Committee for the Liaison with Hong Kong, Macau, Taiwan and Overseas Chinese and Foreign Affairs of the 13th CPPCC of Sichuan Province from January 2025 to May 2026. He has served as the director of the Economic Committee of the 13th CPPCC of Sichuan Province since May 2026. Mr. Xu Yixin graduated from Southwestern University of Finance and Economics in July 1986, majoring in statistics, and obtained a bachelor's degree in economics; and graduated from the Party School of Sichuan Provincial Committee with a master's degree in economics in January 2002.



2. Senior management

Mr. Xu Liang (徐亮) currently serves as the secretary to the Board of Directors, joint company secretary and authorized representative, securities affairs representative and general manager of the office of the Board of Directors/strategic management department of Shenwan Hongyuan Group Co., Ltd. His main work experience includes: Mr. Xu was a researcher at the post-doctoral workstation of the Shenzhen Stock Exchange from July 2005 to May 2007; and successively served as the deputy general manager of the risk management department and the deputy general manager of the legal compliance headquarter of Hongyuan Securities Co., Ltd. (presiding work) from May 2007 to August 2009; he served as the director of the supervision office of Hongyuan Securities Co., Ltd. from August 2009 to February 2011, and concurrently served as the director of the office of the board of supervisors of Hongyuan Securities Co., Ltd. from October 2009 to February 2011, the director of the office of the discipline inspection commission of Hongyuan Securities Co., Ltd. from May 2010 to February 2011, and the director of the internal examination committee of securities issuance and the director of internal examination committee of investment banking of Hongyuan Securities Co., Ltd. in succession from August 2009 to January 2015. Mr. Xu served as the director of the office of the board of directors of Hongyuan Securities Co., Ltd. from February 2011 to April 2015, and served as the securities affairs representative from March 2011 to January 2015. He has served as the securities affairs representative of Shenwan Hongyuan Group Co., Ltd. since January 2015; the director of the office of the board of directors of Shenwan Hongyuan Group Co., Ltd. from April 2015 to December 2023; the chief officer of Shenwan Hongyuan Group Co., Ltd. from February 2017 to May 2021; the secretary to the Board of Directors, joint company secretary and authorized representative of Shenwan Hongyuan Group Co., Ltd. since March 2021; a director of Hongyuan Huizhi Investment Co., Ltd. from November 2013 to May 2024 (during which he concurrently served as the chairman from December 2020 to May 2024); the general manager of the legal risk control department of Shenwan Hongyuan Group Co., Ltd. from February 2017 to March 2020; the chairman of the board of supervisors of Xinjiang Financial Investment Asset Management Co., Ltd.* (新疆金投資產管理股份公司) from August 2017 to November 2025; a director of Hongyuan Futures Co., Ltd. since November 2017; a director of Hongyuan Huifu Capital Co., Ltd. from December 2017 to May 2023; the person temporarily in charge of the strategic management department of Shenwan Hongyuan Group Co., Ltd. from September 2021 to December 2023; the general manager of the office of the Board of Directors/strategic management department of Shenwan Hongyuan Group Co., Ltd. since December 2023; the executive director and general manager of Shenwan Hongyuan Industrial Investment Management Company Limited since July 2025; and an arbitrator of the Beijing Arbitration Commission/Beijing International Arbitration Court/China (Beijing) Securities and Futures Arbitration Center since April 2026. Mr. Xu Liang obtained a bachelor's degree in law from Wuhan University School of Law in June 1997 majoring in economic law, a master's degree in law from Wuhan University School of Law in June 2002 majoring in civil and commercial law, a doctorate degree in law from Wuhan University School of Law in June 2005 majoring in civil and commercial law, and a degree of Executive Master of Business Administration from Cheung Kong Graduate School of Business in September 2015.

Except for those relevant disclosures in this section, there were no other changes in information related to directors and senior management of the Company that were required to be disclosed in this report in accordance with Rule 13.51B(1) of the Hong Kong Listing Rules.



IV. EMPLOYEES AND REMUNERATION POLICIES

(I) Number of Employees

As of June 30, 2026, the Company had a total of 11,336 employees (including labor dispatch, securities brokerage agents and others), of which, Shenwan Hongyuan Group had 78 employees, Shenwan Hongyuan Securities and its subsidiaries had 10,667 employees (of which Shenwan Hongyuan Securities had 7,360 employees, its subsidiaries had 3,307 employees in total), and other subsidiaries had 591 employees.

(II) Remuneration Policy

The Company focuses on serving the national strategy and sustainable development, adheres to the sound operation philosophy, takes the remuneration distribution system combining incentives and constraints as the core, and establishes a remuneration system with both efficiency and fairness. The remuneration of the Company includes basic remuneration, annual performance-based remuneration, special allowances, benefits, long-term incentives, etc. Based on the economic benefits, the Company strengthens the dynamic monitoring and control of labor costs, constantly improves the labor production efficiency, and promotes the sustainable, stable and healthy development of the Company. In light of the differences in qualifications and abilities of employees, the Company has established a basic remuneration system for employees with job requirements and performance standards as the core, and directly links employees' compensation with the performance of the Company, departments and individuals through performance evaluation, reflecting incentives orientation in line with responsibility, risk and return. The Company and employees pay various social insurance, enterprise annuity and housing provident fund in accordance with relevant national regulations, and the social insurance and housing provident fund are managed according to the principle of localization.

(III) Training

Taking the Xi Jinping Thought on Socialism with Chinese Characteristics for a New Era as the guiding concept and central content, the Company in-depth studied and implemented the spirit of the Central Financial Work Conference, closely centered on the new round of development strategies of the Company, and strictly followed up the new cadre education training work requirements. Adhering to the work principle of being pragmatic and effective, the Company continued to enhance the Party spirit, management capabilities and professional competencies of all cadres and employees. Firstly, the Company strengthened the top-level design. According to the Company's new round of cadre education and training plans, the Company systematically formulated the annual education and training programs, and implemented the "Navigation" training system in hierarchical categories. Secondly, the Company continued to strengthen the Party's theoretical knowledge. The Company formulated and implemented the key points of annual work of the Party School, fully exerted the role of the Party school of the Company as the main front and primary channel of cadres and Party members training and serving the development of the Company, to cultivate a high-quality cadre team with political competence, and financial work capability and skills in the new era. Thirdly, the Company continued to cultivate talents and business empowerment. Focusing on building political capabilities, management capabilities and business capabilities, the Company formed a three-dimensional cadre and employee education and training system with a coverage of "outlets, business lines, fields and network (點、線、面、網)" for cadres and employees at all levels, and systematically and effectively carried out various training and development work. Fourthly, the Company continued to enhance the digital construction of the learning platform. The Company formulated procedures and guidelines for the implementation of online training programs, advanced the construction of a training management system, and set up a digital learning platform integrating online learning and resources sharing.



V. PROFIT DISTRIBUTION PLAN AND PLAN FOR CONVERSION OF CAPITAL RESERVE INTO SHARE CAPITAL DURING THE REPORTING PERIOD

Number of bonus shares for every 10 shares (share)	0
Amount of dividend for every 10 shares (RMB) (tax inclusive)	0.50
Number of shares converted for every 10 shares (share)	0
Basis of the shares for the distribution proposal (share)	25,039,944,560
Amount of cash dividends (RMB) (tax inclusive)	1,251,997,228.00
Amount of cash dividends in other ways (e.g. repurchase of shares) (RMB)	0.00
Total amount of cash dividends (including other ways) (RMB)	1,251,997,228.00
Distributable profit (RMB)	3,526,614,332.64
Percentage of total cash dividends (including other ways) in total amount of profit distribution	100%

Cash Dividends

- Based on the total share capital of 25,039,944,560 A Shares and H Shares of the Company as of June 30, 2026, a cash dividend of RMB0.50 (tax inclusive) for every 10 shares shall be distributed to all A shareholders and H shareholders whose names appear on the register of members of the Company on the record date, with a total amount of cash dividend of RMB1,251,997,228.00. The total amount of cash dividends accounts for 21.85% of the profit for the period attributable to shareholders of the Company achieved by the Group in the first half of 2026.
- Cash dividend is denominated and declared in RMB and paid to A shareholders in RMB and to H shareholders in HKD. The actual distribution amount in HKD shall be calculated at the average benchmark exchange rate of RMB against HKD published by the People's Bank of China five business days prior to the date of the general meeting of the Company.

The Company will take into account the amount of the interim profit distribution that has been paid out when formulating the annual profit distribution plan for 2026. If there is any change in the total share capital of the Company during the period from the date of disclosure of the profit distribution proposal to the record date for the implementation of the equity distribution, the Company intends to maintain the total distribution amount unchanged and adjust the distribution ratio per share accordingly.

This proposal is subject to the consideration and approval at the general meeting of the Company. The cash dividends shall be distributed to the shareholders within 2 months after the convening of the general meeting of the Company, and it is expected to be paid no later than December 31, 2026.



**Explanations on Details of the Proposal for Profit Distribution or Conversion
of Capital Reserve into Share Capital**

According to the audited financial statements of the Group for the year 2025, as of December 31, 2025, the balance of the audited undistributed profit of the parent company of the Group was RMB1,900,668,846.98, plus unaudited profit for the period of RMB3,503,941,327.66 for the first half of 2026, after deducting the cash dividends of RMB1,877,995,842.00 declared for the year of 2025, the balance of the unaudited distributable profit of the parent company of the Group at the end of June 2026 was RMB3,526,614,332.64. In the first half of 2026, the Group achieved consolidated unaudited profit for the period attributable to shareholders of the Company of RMB5,730,431,558.07.

In order to better reward investors for their support to the Company, safeguard the interests of investors, and boost investors' confidence in long-term investment, in accordance with the profit distribution policy stipulated in the Articles of Association, and taking into account the actual situation of the Company, the Company proposed to implement cash dividends in the first half of 2026.

1. Based on the total share capital of 25,039,944,560 A Shares and H Shares of the Company as of June 30, 2026, a cash dividend of RMB0.50 (tax inclusive) for every 10 shares shall be distributed to all A shareholders and H shareholders whose names appear on the register of members of the Company on the record date, with a total amount of cash dividend of RMB1,251,997,228.00. The total amount of cash dividends accounts for 21.85% of the profit for the period attributable to shareholders of the Company achieved by the Group in the first half of 2026.
2. Cash dividend is denominated and declared in RMB and paid to A shareholders in RMB and to H shareholders in HKD. The actual distribution amount in HKD shall be calculated at the rate of average benchmark exchange rate of RMB against HKD published by the People's Bank of China five business days prior to the general meeting of the Company.

The Company will take into account the amount of the interim profit distribution that has been paid out when formulating the annual profit distribution plan for 2026. If there is any change in the total share capital of the Company during the period from the date of disclosure of the profit distribution proposal to the record date for the implementation of the equity distribution, the Company intends to maintain the total distribution amount unchanged and adjust the distribution ratio per share accordingly.

This proposal is subject to the consideration and approval at the general meeting of the Company.

VI. IMPLEMENTATION OF THE COMPANY'S EQUITY INCENTIVE PLAN, EMPLOYEE SHARE OWNERSHIP PLAN OR OTHER EMPLOYEE INCENTIVE MEASURES

During the Reporting Period, the Company had no equity incentive plan, employee share ownership plan or other employee incentive measures or the implementation thereof.



VII. DISCLOSURE OF ENVIRONMENTAL INFORMATION

Whether the Company and Its Major Subsidiaries Are Included in the List of Enterprises Required to Disclose Environmental Information by Law

☐ Yes ☒ No

VIII. SOCIAL RESPONSIBILITIES

During the Reporting Period, the Company Consolidated and Expanded the Achievements in Poverty Alleviation and Rural Revitalization

In the first half of 2026, Shenwan Hongyuan closely followed the new requirements for regular assistance work, formulated the annual assistance work plan, and advanced the implementation of projects in Huining, Shibing, Makit and other counties in an orderly manner. The effectiveness of these efforts has been widely recognized: The Company received a perfect score in the social responsibility classification evaluation by the China Securities Association. The Company is the only directly managed enterprise within the CIC system to have earned a “Good” rating for its assistance efforts for eight consecutive years, and has also received letters of appreciation from the China Foundation for Rural Development and the China Securities Association.

(i) The Company placed high priority on and ensured the accountability of assistance efforts

The Company has attached great importance to assistance efforts. It studied and implemented the spirit of CIC’s annual assistance work conference as soon as practicable, setting annual targets and advancing the work in a phased and overlapping manner. The assistance funds of RMB28 million donated to Huining have been fully disbursed, while funds for other regions have been allocated in an orderly manner according to project progress. By collaborating with multiple charitable foundations and enterprises to leverage external resources, the total amount of consumption assistance has exceeded RMB15 million, directly helping nearly 1,000 poverty-alleviated households increase their income. The Company focused on attracting investment and promoting consumption assistance to ensure the orderly implementation of all tasks.

(ii) Focusing on industry leadership to strengthen the development foundation

Since the beginning of the year, leveraging its financial expertise, the Company focused on four key areas: infrastructure, strengthening and supplementing characteristic industrial chains, agricultural risk protection, and new business models of consumption assistance. The Company prioritized the advancement of various industrial projects, including subsidies for establishing large-scale breeding farms, expanding and supplementing the mutton sheep industrial chain, subsidies for building specialized Chinese herbal medicine planting bases, emergency drought-relief water sources, the “insurance + futures” program, employment service stations, rural livestreaming rooms, the “Huiju Ningxiang” (會聚寧香) platform and “charity factories”. The Company completed the preliminary preparations for all of these industrial projects, laying a solid foundation for improving the quality of Huining’s industries and increasing residents’ incomes, while orderly advancing the implementation and effectiveness of industrial assistance projects.



(iii) Fostering multi-dimensional financial synergy to pool assistance efforts

The Company collaborated with nearly 10 institutions, including the Shanghai Xuhui Office for Xinjiang Assistance, to conduct in-depth exchanges and cooperation focusing on ecological conservation, education and healthcare, care for women and children, and public welfare projects in Xinjiang. In the first half of 2026, the Company introduced corporate donations of elderly glasses in the amount of RMB400,000 to Huining, and advanced the formulation of project plans such as the health cloud medical assistance. The Company's capacity for cross-regional resource linkage has significantly strengthened, and the pattern of multi-dimensional collaborative assistance continued to deepen.

(iv) Expanding brand influence and building social consensus

The Company took the lead in organizing the CIC Assistance Themed Essay Contest and actively participated in the "Breakthroughs, Execution, and Dedication at CIC (攻堅抓落實奮鬥在中投)" Top 100 Cases Collection Campaign, showcased its ecological assistance achievements in Huining County at the China Securities Museum. Furthermore, the Company delivered a keynote speech on assistance work at the Corporate Culture Lecture Hall. As the only foundation representative from Shanghai, the Company delivered remarks at the launch ceremony of the "Juli Plan (聚力計劃)". The Company initiated the preliminary work for the 2026 Huining Apple Tree Adoption Program. The previous phase of this program successfully facilitated the adoption of 583 apple trees, raising RMB466,000 in consumption assistance funds, continuously driving the expansion of its assistance efforts toward social co-construction and employee participation.

(v) Strengthening capacity building to enhance the quality and effectiveness of assistance

The Company organized village and township cadres from the assisted counties to participate in the Tsinghua Rural Revitalization and Grassroots Governance Training Program, where they systematically studied rural revitalization policies, grassroots governance, exemplary cases, etc. The Company conducted on-site research in Shibing County, focusing on industrial and team-based assistance projects, to gain a comprehensive understanding of project progress and actual grassroots needs. The Company attended specialized trainings organized by the Shanghai Civil Affairs Bureau and engaged with various public welfare organizations, including the China Social Welfare Foundation, China Children and Teenagers' Fund, Beijing Qingxi Yuanshan Public Welfare Foundation, Foundation for the Development of Science and Technology in China, Xi'an Foundation for Rural Development and Shanghai Education Development Foundation, thereby broadening the channels for future resource integration.

Section V Significant Events



Company Profile and
Key Financial Indicators

Management
Discussion
and Analysis

Corporate Governance,
Environment and
Society

Significant Events

Changes in Shares
and Shareholders

Profile of Bonds

I. UNDERTAKINGS

There is no undertaking that was accomplished or that exceeded the time limit and unaccomplished as of the end of the Reporting Period by the de facto controller, shareholders, related parties, acquirers and the Company and other related parties.

II. APPROPRIATION OF NON-OPERATING CAPITAL ON THE COMPANY BY THE CONTROLLING SHAREHOLDER AND OTHER RELATED PARTIES

During the Reporting Period, the controlling shareholder and other related parties did not have any appropriation of non-operating capital on the Company.

III. ILLEGAL EXTERNAL GUARANTEES

During the Reporting Period, the Company did not provide any illegal external guarantees.

IV. APPOINTMENT AND DISMISSAL OF ACCOUNTING FIRMS

(I) Audit of the interim financial report for 2026 of the Company

The interim financial report for 2026 of the Company is unaudited.

(II) Re-appointment of accounting firms

On March 27, 2026, the fifteenth meeting of the sixth session of the Board of the Company considered and approved the Resolution regarding the Re-appointment of Auditors of the Company for 2026 and agreed to appoint KPMG Huazhen LLP and KPMG to serve as the principal auditors of the Company for 2026, to provide relevant domestic and international audit, review and other services for the Company's consolidated accounts and certain subsidiaries in accordance with the Accounting Standards for Enterprises of China and the International Financial Reporting Standards, respectively; to appoint Pan-China Certified Public Accountants LLP to serve as the participating auditor of the Company for 2026, to provide audit services to certain subsidiaries of the Company; and to appoint KPMG Huazhen LLP to serve as internal control auditor of the Company for 2026. The total audit fee will be RMB6.22 million (including RMB540,000 for the internal control audit).

In accordance with relevant laws, regulations and system requirements of the Company, the aforesaid re-appointment of the auditing firms for the year 2026 has been considered and approved by the Audit Committee of the Board of the Company at its third meeting of 2026 and submitted to the Board of Directors for consideration.

On June 26, 2026, the 2025 annual general meeting of the Company considered and approved the aforesaid re-appointment of auditing firms.

V. EXPLANATION OF THE BOARD OF DIRECTORS ON THE “NON-STANDARD AUDIT REPORT” ISSUED BY THE ACCOUNTING FIRM FOR THE REPORTING PERIOD

N/A



VI. EXPLANATION OF THE BOARD OF DIRECTORS ON THE “NON-STANDARD AUDIT REPORT” FOR THE LAST YEAR

N/A

VII. MATTERS RELATED TO BANKRUPTCY AND REORGANISATION

N/A

VIII. LITIGATIONS

(I) Overall situation

During the Reporting Period, the Company and its subsidiaries had no material litigation or arbitration of which the respective amount exceeds 10% of the absolute value of the latest audited net assets of the Company and the absolute amount exceeds RMB10 million, and the aggregated amount of the litigation and arbitration in the past twelve months did not exceed 10% of the absolute value of the latest audited net assets of the Company.

(II) Litigations of the Company and its subsidiaries during the Reporting Period

There were no additional litigation and arbitration cases of significance of the Company and its subsidiaries during the Reporting Period.

(III) There were no disclosed and progressive litigations and arbitrations of Shenwan Hongyuan Securities (a subsidiary of the Company) and its subsidiaries during the Reporting Period.

IX. PENALTIES AND RECTIFICATIONS

During the Reporting Period, the Company was not filed for investigation in accordance with laws due to any suspected crimes, and the controlling shareholder, de facto controller, directors and senior management of the Company were not subject to compulsory measures in accordance with laws due to any suspected crimes. The Company or the controlling shareholder, de facto controller, directors and senior management of the Company were not subject to criminal penalties, or were investigated by the CSRC or were subject to administrative penalties by the CSRC for suspected violations of laws and regulations, or were subject to major administrative penalties by other competent authorities. The controlling shareholder, de facto controller, directors and senior management of the Company were not subject to retention measures taken by the discipline inspection and supervision organs due to suspected serious violations of disciplines or laws or duty crimes that affect their performance of their duties. The directors and senior management of the Company were not subject to compulsory measures taken by other competent authorities due to suspected violations of laws and regulations that affect their performance of their duties.

During the Reporting Period, the Company or the controlling shareholder and de facto controller of the Company were not subject to administrative supervision measures taken by the CSRC or disciplinary sanctions taken by the stock exchanges.



X. THE CREDITWORTHINESS OF THE COMPANY AND ITS CONTROLLING SHAREHOLDER AND DE FACTO CONTROLLER

During the Reporting Period, none of the Company, JIC (the controlling shareholder) or Central Huijin (the de facto controller) failed to perform any effective legal instruments of a court or repay outstanding debts with relatively material amounts.

XI. MATERIAL RELATED PARTY TRANSACTIONS

(I) Related party transactions in the ordinary course of business of the Company during the Reporting Period

During the Reporting Period, the Company carried out ordinary related party transactions in strict accordance with the Resolution Regarding the Estimated Ordinary Related Party Transactions for 2026 as considered and approved at the 2025 annual general meeting. The implementation is as follows:

Unit: Ten thousand Yuan Currency: RMB

Category of Related Party Transaction	Related Party	Subject Matter of Related Party Transaction	Pricing Principle of Related Party Transaction	Contracted Amount or Estimated Amount	Amount of Related Party Transaction during the Reporting Period	Proportion in Similar Transactions (%)
Securities and financial services	China Jiayin Investment Ltd.	Income from provision of securities and financial services to the related party including securities brokerage, investment banking, asset management, agency sale, leasing trading unit, investment consulting, advisory, fund custody and service business	Determined after arm's length negotiations with reference to market rates and industry practices	Due to the uncertainty of business occurrence and scale, it is calculated based on the actual amount	5,725.16	1.145
		Expenses incurred by acceptance of securities and financial services provided by the related party including fund management			-	
	Bank of Shanghai Co., Ltd.	Income from securities and financial services including deposit interest, provision of securities brokerage, asset management, agency sale and investment banking to the related party	Determined after arm's length negotiations with reference to market rates and industry practices	Due to the uncertainty of business occurrence and scale, it is calculated based on the actual amount	1,478.06	0.795
		Expenses incurred by acceptance of securities and financial services provided by the related party including asset trusteeship, financial advisory and funds depository			58.95	0.478



Section V Significant Events (continued)

Category of Related Party Transaction	Related Party	Subject Matter of Related Party Transaction	Pricing Principle of Related Party Transaction	Contracted Amount or Estimated Amount	Amount of Related Party Transaction during the Reporting Period	Proportion in Similar Transactions (%)
	Shanghai Jiushi (Group) Co., Ltd.	Income from provision of securities and financial services to the related party including investment banking, securities brokerage and asset management	Determined after arm's length negotiations with reference to market rates and industry practices	Due to the uncertainty of business occurrence and scale, it is calculated based on the actual amount	2.63	0.001
	Fullgoal Fund Management Co., Ltd.	Income from provision of securities and financial services to the related party including securities brokerage, agency sale and leasing trading unit	Determined after arm's length negotiations with reference to market rates and industry practices	Due to the uncertainty of business occurrence and scale, it is calculated based on the actual amount	5,879.83	1.214
	Sichuan Development Holding Co., Ltd.	Income from provision of securities and financial services to the related party including investment banking, securities brokerage and asset management	Determined after arm's length negotiations with reference to market rates and industry practices	Due to the uncertainty of business occurrence and scale, it is calculated based on the actual amount	–	–
	Other related parties of the Company except those listed above	Income or expenses in relation to mutual provision of securities and financial services with the related party	Determined after arm's length negotiations with reference to market rates and industry practices	Due to the uncertainty of business occurrence and scale, it is calculated based on the actual amount	–	–
Securities and financial products transactions	China Jiayin Investment Ltd.	Principal of repurchase transactions, interest of reverse repurchase transactions with the related party, total cash inflows from securities and financial products and transactions including bonds trading, and subscription of financial products under non-public issuance or management of the Company by the related party	Determined after arm's length negotiations by both parties with reference to the market prices or market rates	Due to the unpredictability of the securities market and the unpredictable trading volume, it is calculated based on the actual amount	109,010.26	0.073
		Principal of reverse repurchase transactions, interest of repurchase transactions with the related party, total cash outflows from securities and financial products and transactions including bonds trading, and subscription of financial products under non-public issuance or management of the related party			13,299.33	0.009



Category of Related Party Transaction	Related Party	Subject Matter of Related Party Transaction	Pricing Principle of Related Party Transaction	Contracted Amount or Estimated Amount	Amount of Related Party Transaction during the Reporting Period	Proportion in Similar Transactions (%)
	Bank of Shanghai Co., Ltd.	Total cash inflow from borrowings, receipt of interest on repurchase transaction and interbank lending, and from securities and financial products and transactions including repurchase transaction with the related party, bonds trading, interbank lending, derivatives trading and subscription of financial products under non-public issuance or management of the Company by the related party	Determined after arm's length negotiations by both parties with reference to the market prices or market rates	Due to the unpredictability of the securities market and the unpredictable trading volume, it is calculated based on the actual amount	919,751.59	0.298
		Total cash outflow for payment of interest on borrowings, repurchase transaction and interbank lending, and for securities and financial products and transactions including repurchase transaction with the related party, interbank lending, bonds trading, derivatives trading and subscription of financial products under non-public issuance or management of the related party			96,051.59	0.061



Section V Significant Events (continued)

Category of Related Party Transaction	Related Party	Subject Matter of Related Party Transaction	Pricing Principle of Related Party Transaction	Contracted Amount or Estimated Amount	Amount of Related Party Transaction during the Reporting Period	Proportion in Similar Transactions (%)
	Fullgoal Fund Management Co., Ltd.	Total cash inflow from receipt of interest on repurchase transaction and interbank lending, and from securities and financial products and transactions including repurchase transaction with the related party, bonds trading, interbank lending, derivatives trading and subscription of financial products under non-public issuance or management of the Company by the related party	Determined after arm's length negotiations by both parties with reference to the market prices or market rates	Due to the unpredictability of the securities market and the unpredictable trading volume, it is calculated based on the actual amount	9,066.69	0.006
		Total cash outflow for payment of interest on repurchase transaction and interbank lending, and for securities and financial products and transactions including repurchase transaction with the related party, interbank lending, bonds trading, derivatives trading and subscription of financial products under non-public issuance or management by the related party			-	-
	Xinjiang New Dynamic Private Equity Fund Management Co., Ltd. (新疆新动能 私募基金管理有 限公司)	Total cash inflow from securities and financial products transactions, such as repurchase trading, bonds trading, derivative trading with the related party and subscription of financial products under non-public issuance or management of the Company by the related party	Determined after arm's length negotiations by both parties with reference to the market prices or market rates	Due to the unpredictability of the securities market and the unpredictable trading volume, it is calculated based on the actual amount	6,540.00	0.141
		Total cash outflow from securities and financial products transactions, such as the payment of interest on repurchase transactions, repurchase transactions, bonds trading, derivative trading with the related party and subscription of financial products under non-public issuance by the related party			31.86	0.074



Category of Related Party Transaction	Related Party	Subject Matter of Related Party Transaction	Pricing Principle of Related Party Transaction	Contracted Amount or Estimated Amount	Amount of Related Party Transaction during the Reporting Period	Proportion in Similar Transactions (%)
	Shanghai Jiushi (Group) Co., Ltd.	Total cash inflow from securities and financial products transactions, such as repurchase trading, bond trading, derivative trading with the related party and subscription of financial products under non-public issuance or management of the Company by the related party	Determined after arm's length negotiations by both parties with reference to the market prices or market rates	Due to the unpredictability of the securities market and the unpredictable trading volume, it is calculated based on the actual amount	-	-
		Total cash outflow from securities and financial products transactions, such as the payment of interest on repurchase transactions, repurchase transactions, bonds trading, derivative trading with the related party and subscription of financial products under non-public issuance by the related party			-	-
	China Export & Credit Insurance Corporation	Total cash inflow from securities and financial products transactions, such as repurchase trading, bonds trading, derivative trading with the related party and subscription of financial products under non-public issuance or management of the Company by the related party	Determined after arm's length negotiations by both parties with reference to the market prices or market rates	Due to the unpredictability of the securities market and the unpredictable trading volume, it is calculated based on the actual amount	-	-
		Total cash outflow for payment of interest on repurchase transaction, and for securities and financial products and transactions including repurchase transaction with the related party, bonds trading, derivatives trading and subscription of financial products under non-public issuance by the related party			-	-



Section V Significant Events (continued)

Category of Related Party Transaction	Related Party	Subject Matter of Related Party Transaction	Pricing Principle of Related Party Transaction	Contracted Amount or Estimated Amount	Amount of Related Party Transaction during the Reporting Period	Proportion in Similar Transactions (%)
	Other related parties of the Company except those listed above	Total cash inflow from borrowings, receipt of interest on repurchase transaction and interbank lending, and from securities and financial products and transactions including repurchase transaction with the related party, bonds trading, interbank lending, derivatives trading and subscription of financial products under nonpublic issuance or management of the Company by the related party	Determined after arm's length negotiations by both parties with reference to the market prices or market rates	Due to the unpredictability of the securities market and the unpredictable trading volume, it is calculated based on the actual amount	–	
		Total cash outflow for securities and financial products transactions, such as payment of interest on repurchase transaction and interbank lending, repurchase transaction, interbank lending, bonds trading, derivatives trading with the related party and subscription of financial products under non-public issuance or management of the related party			–	
Comprehensive services	China Jiayin Investment Ltd.	Expenses incurred by acceptance of the services, such as maintenance of computer room, provided by the related party	Determined after arm's length negotiations by both parties with reference to the market prices	1,300.00	–	
Lease	China Jiayin Investment Ltd.	Expenses incurred by the property leasing from the related party	Determined after arm's length negotiations by both parties with reference to market rentals	720.00	–	–



(II) Related party transactions arising from acquisition or disposal of assets or equity interests

During the Reporting Period, the Company did not conduct any related party transaction in relation to acquisition or disposal of assets or equity interests.

(III) Related party transactions in relation to joint external investment

During the Reporting Period, the Company did not conduct any related party transaction in relation to joint external investment.

(IV) Amounts due to or from related parties

During the Reporting Period, the Company did not have any amount due to or from related parties.

(V) Transactions with related finance companies

N/A

(VI) Transactions between finance companies controlled by the Company and related parties

N/A

(VII) Other material related party transactions

The Company has no other material related party transactions during the Reporting Period.



XII. MATERIAL CONTRACTS AND PERFORMANCE THEREOF

(I) Material holding in custody, contracting or leasing

The Company had no material holding in custody, contracting or leasing during the Reporting Period.

(II) Cumulative and current material guarantees of the Company during the Reporting Period

1. The Company had no unconsolidated guarantees.

2. The cumulative and current guarantees of the Company are as follows:

Unit: 0'000 Yuan Currency: RMB

External guarantees of the Company and its subsidiaries (excluding guarantees in favour of subsidiaries)										
Name of guaranteed party	Date of disclosure of announcement in relation to the amount of guarantee	Amount of guarantee	Date of actual occurrence	Actual guarantee amount	Type of guarantee	Collaterals (if any)	Counter-guarantee (if any)	Guarantee period	Fully performed or not	Related party guarantee or not
-	-	-	-	-	-	-	-	-	-	-
Total amount of external guarantees approved during the Reporting Period (A1)		0		Total actual amount of external guarantees during the Reporting Period (A2)			0			
Total amount of external guarantees approved at the end of the Reporting Period (A3)		0		Total balance of actual external guarantees at the end of the Reporting Period (A4)			0			



Guarantees of the Company in favour of subsidiaries

Name of guaranteed party	Date of disclosure of announcement in relation to the amount of guarantee		Amount of guarantee	Date of actual occurrence	Actual guarantee amount	Type of guarantee	Collaterals (if any)	Counter-guarantee (if any)	Guarantee period	Fully performed or not	Related party guarantee or not
Hongyuan Hengli (Shanghai) Co., Ltd.	2024/12/19	60,000.00	2023/5/25	10,000.00	Joint and several liability guarantee	-	-	To 2028/12/31	No	No	
			2025/3/27	10,000.00	Joint and several liability guarantee	-	-	To 2026/8/18	No	No	
			2025/7/28	3,500.00	Joint and several liability guarantee	-	-	To 2026/7/27	No	No	
			2025/11/11	3,000.00	Joint and several liability guarantee	-	-	To 2026/11/10	No	No	
			2025/11/25	5,372.18	Joint and several liability guarantee	-	-	To 2026/11/24	No	No	
			2025/11/26	4,121.51	Joint and several liability guarantee	-	-	To 2026/11/25	No	No	
			2025/11/28	896.27	Joint and several liability guarantee	-	-	To 2026/10/2	No	No	
			2025/12/3	103.73	Joint and several liability guarantee	-	-	To 2026/10/2	No	No	
			2025/12/5	506.31	Joint and several liability guarantee	-	-	To 2026/12/4	No	No	
			2026/1/8	500.00	Joint and several liability guarantee	-	-	To 2027/1/7	No	No	
			2026/2/2	5,175.00	Joint and several liability guarantee	-	-	To 2026/8/2	No	No	
			2026/2/5	1,000.00	Joint and several liability guarantee	-	-	To 2027/2/4	No	No	
Total amount of guarantees in favour of subsidiaries approved during the Reporting Period (B1)		0	Total amount of actual guarantees in favour of subsidiaries during the Reporting Period (B2)				0				
Total amount of guarantees in favour of subsidiaries approved as at the end of the Reporting Period (B3)		60,000.00	Total balance of actual guarantees in favour of subsidiaries as at the end of the Reporting Period (B4)				44,175.00				



Section V Significant Events (continued)

Guarantees of subsidiaries in favour of subsidiaries

Name of guaranteed party	Date of disclosure of announcement in relation to the amount of guarantee		Date of actual occurrence	Actual guarantee amount	Type of guarantee	Collaterals (if any)	Counter-guarantee (if any)	Guarantee period	Fully performed or not	Related party guarantee or not
	Amount of guarantee	Amount of guarantee								
Shenwan Hongyuan International Finance Limited	2021/7/17	340,545.00	2021/7/14	340,545.00	Joint and several liability guarantee	-	-	To 2026/7/14	No	No
	2025/3/13	204,327.00	2025/3/10	204,327.00	Joint and several liability guarantee	-	-	To 2028/3/10	No	No
Total amount of guarantees in favour of subsidiaries approved during the Reporting Period (C1)		0		Total amount of actual guarantees in favour of subsidiaries during the Reporting Period (C2)			0			
Total amount of guarantees in favour of subsidiaries approved as at the end of the Reporting Period (C3)		544,872.00		Total balance of actual guarantees in favour of subsidiaries as at the end of the Reporting Period (C4)			544,872.00			

Total guarantees of the Company (being the sum of the above three guarantees)

Total amount of guarantees approved during the Reporting Period (A1+B1+C1)	0	Total amount of actual guarantees during the Reporting Period (A2+B2+C2)	0
Total amount of guarantees approved as at the end of the Reporting Period (A3+B3+C3)	604,872.00	Total balance of actual guarantees as at the end of the Reporting Period (A4+B4+C4)	589,047.00
Total amount of actual guarantees (i.e. A4+B4+C4) as a percentage of net assets of the Company	5.12%		
Including:			
Balance of guarantees in favour of shareholders, de facto controllers and their related parties (D)	0		
Balance of debt guarantees directly or indirectly in favour of guaranteed parties with gearing ratio of over 70% (E)	589,047.00		
Amount of total guarantees in excess of 50% of net assets (F)	0		
Total amount of the above three guarantees (D+E+F)	589,047.00		
For unexpired guarantee contracts, descriptions about the guarantee liabilities occurred or possible joint and several liabilities of repayment with evidence during the Reporting Period (if any)	Nil		
External guarantees in breach of procedural requirements (if any)	Nil		



Description on guarantees:

On July 14, 2021, Shenwan Hongyuan Securities Co., Ltd., a wholly-owned subsidiary of the Company, provided a full guarantee over the principal and interest of the USD500 million bonds issued by Shenwan Hongyuan International Finance Limited, an offshore special purpose vehicle established under Shenwan Hongyuan (International) Group Limited, a wholly-owned subsidiary of Shenwan Hongyuan Securities.

On March 10, 2025, Shenwan Hongyuan Securities Co., Ltd., a wholly-owned subsidiary of the Company, provided a full guarantee over the principal and interest of the USD300 million bonds issued by Shenwan Hongyuan International Finance Limited, an offshore special purpose vehicle established under Shenwan Hongyuan (International) Group Limited, a wholly-owned subsidiary of Shenwan Hongyuan Securities.

On July 7, 2026, Shenwan Hongyuan Securities Co., Ltd., a wholly-owned subsidiary of the Company, provided a full guarantee over the principal and interest of the USD500 million bonds issued by Shenwan Hongyuan International Finance Limited, an offshore special purpose vehicle established under Shenwan Hongyuan (International) Group Limited, a wholly-owned subsidiary of Shenwan Hongyuan Securities.

The Company's guarantees denominated in US dollars were translated at the central parity rate of RMB against USD as at the end of June 2026 (USD1 = RMB6.8109).



Section V Significant Events (continued)

During the Reporting Period, Shenwan Hongyuan (H.K.) Limited, an overseas subsidiary of Shenwan Hongyuan Securities, provided guarantees in favour of its wholly-owned subsidiaries in accordance with the transaction practices in international markets, mainly including:

- (1) For the needs of normal business, Shenwan Hongyuan (H.K.) Limited provided guarantees in favour of its wholly-owned subsidiaries for the entering into of several International Swaps and Derivatives Association (ISDA) Master Agreements and Global Master Repurchase Agreement (GMRA), etc. As of the end of the Reporting Period, the total balance of derivative financial liabilities and repurchase liabilities amounted to HK\$775 million in equivalent;
- (2) Shenwan Hongyuan (H.K.) Limited provided a guarantee for a structured note program with a limit of US\$1 billion in favour of its wholly-owned subsidiaries. As of the end of the Reporting Period, the total balance of liabilities amounted to HK\$3.026 billion in equivalent (including structured notes of HK\$2.322 billion in equivalent and financing notes of HK\$704 million in equivalent);
- (3) Shenwan Hongyuan (H.K.) Limited provided debt financing guarantees for bank loans to its wholly-owned subsidiaries, and the guarantee limit totalled HK\$1.730 billion in equivalent. As of the end of the Reporting Period, the total balance of guarantees actually drawn down amounted to HK\$65 million in equivalent.

As of the end of the Reporting Period, the total guarantees of the Company amounted to RMB5,890.4700 million, accounting for 5.12% of the Company's total equity attributable to the shareholders of the Company as at the end of the Reporting Period. The Company has no overdue guarantees, guarantees involved in litigation, or losses that should be borne due to the loss in lawsuits in relation to guarantees.

Apart from the above approved guarantee matters for subsidiaries, the Company has not provided any guarantee for the de facto controller and its affiliated enterprises, any unincorporated entities or individuals.

(III) Entrusted wealth management

The Company did not have entrusted wealth management accumulated from previous periods or occurred during the Reporting Period.

(IV) Material contracts in relation to daily operations

N/A

**(V) Other material contracts**

Pursuant to the requirements on connected transactions under Chapter 14A of the Hong Kong Listing Rules, the Company and JIC entered into and renewed the Securities and Financial Products, Transactions and Services Framework Agreement (the “Framework Agreement”). The Company convened the third meeting of the sixth session of the Board of Directors and the 2024 second extraordinary general meeting on November 26, 2024 and December 19, 2024, respectively, and considered and approved the resolution regarding renewal of the Securities and Financial Products, Transactions and Services Framework Agreement with China Jianyin Investment Ltd. for a term from January 1, 2025 to December 31, 2027, and determined the annual caps of the Securities and Financial Products and Transactions as well as the Securities and Financial Services for each year from 2025 to 2027. For details of the renewal of the Framework Agreement, please refer to the announcements published by the Company on China Securities Journal, Securities Times, Shanghai Securities News and the Cninfo website (www.cninfo.com.cn) on November 27, December 3 and December 20, 2024 and on the HKEXnews website of Hong Kong Stock Exchange (www.hkexnews.hk) on November 26, December 2 and December 19, 2024.



XIII. CHANGES IN THE QUALIFICATIONS OF THE COMPANY FOR EACH INDIVIDUAL BUSINESS DURING THE REPORTING PERIOD

During the Reporting Period, Shenwan Hongyuan Securities and other subsidiaries of the Company added qualifications for individual business as follows:

Institution	Business qualification
People's Bank of China	Primary dealers in open market operations for 2026
Dalian Commodity Exchange	Qualification of main market maker for corn futures
	Qualification of main market maker for japonica rice futures
	Qualification of main market maker for polyvinyl chloride futures
	Qualification of main market maker for polyethylene futures
	Qualification of main market maker for polypropylene futures
	Qualification of main market maker for styrene futures
	Qualification of main market maker for soybean meal options
	Qualification of main market maker for iron ore options
	Qualification of main market maker for corn options
	Qualification of main market maker for palm oil options
	Qualification of main market maker for coke futures
	Qualification of main market maker for iron ore futures
	Qualification of main market maker for corn starch futures
	Qualification of main market maker for egg options
	Qualification of main market maker for soybean I options
	Qualification of main market maker for corn starch options
	Qualification of main market maker for styrene options
	Qualification of main market maker for polyethylene options
	Qualification of main market maker for polypropylene options
	Qualification of main market maker for polyvinyl chloride options
	Qualification of main market maker for soybean oil options
	Qualification of main market maker for benzene options
	Qualification of main market maker for hog options
	Qualification of main market maker for liquefied petroleum gas options
	Qualification of main market maker for coking coal options
	Qualification of main market maker for log options
International Energy Exchange	Qualification of main market maker for energy center low-sulfur fuel oil futures
Shanghai Futures Exchange	Qualification of main market maker for silver options
	Qualification of main market maker for butadiene rubber options
Zhengzhou Commodity Exchange	Qualification of main market maker for cotton yarn futures
	Qualification of main market maker for short-staple fiber futures
	Qualification of main market maker for rapeseed oil futures
	Qualification of main market maker for peanut futures
	General market maker for caustic soda options
	Qualification of main market maker for propylene options



XIV. DECISION OF ADMINISTRATIVE LICENSE ON THE COMPANY BY REGULATORY AUTHORITIES DURING THE REPORTING PERIOD

No.	Date	Regulatory authority	Document name	Document No.
1	2026.01.06	China Securities Regulatory Commission	Approval of the Registration for the Public Offering of Corporate Bonds to Professional Investors by Shenwan Hongyuan Securities Co., Ltd.	CSRC License〔2026〕 No. 36
2	2026.03.19	China Securities Regulatory Commission	Approval of the Registration for the Public Offering of Sci-Tech Innovation Corporate Bonds to Professional Investors by Shenwan Hongyuan Securities Co., Ltd.	CSRC License〔2026〕 No. 526

XV. RISK CONTROL INDICATORS OF SHENWAN HONGYUAN SECURITIES, A SUBSIDIARY OF THE COMPANY, DURING THE REPORTING PERIOD

During the Reporting Period, the main risk control indicators of Shenwan Hongyuan Securities with net capital and liquidity as the core were in compliance with regulatory requirements.



XVI. RECEPTION OF RESEARCH AND INTERVIEW BY THE COMPANY DURING THE REPORTING PERIOD

Reception time	Reception location	Reception method	Type of reception object	Reception object	Main content discussed and information provided
January 8, 2026	Beijing	On-site research visit	Institution	Analysts of Kaiyuan Securities and institutional investors	Operation and development of the Company
March 30, 2026	–	Results presentation	Individual, institution	Analysts attending Shenwan Hongyuan's 2025 Annual Results Presentation	Operation and development of the Company
May 20, 2026	Beijing	On-site research visit	Individual, institution	Investors invited to Kaiyuan Securities' 2026 Mid-Term Strategy Meeting	Operation and development of the Company
May 27, 2026	Shanghai	On-site research visit	Individual, institution	Investors invited to CITIC Securities' 2026 Capital Markets Forum	Operation and development of the Company
May 27, 2026	Shanghai	On-site research visit	Institution	E Fund Management Co., Ltd.	Operation and development of the Company
June 26, 2026	–	Online communication	Individual, institution	Investors participating in the 2026 online collective reception day for investors of listed companies in Xinjiang	Operation and development of the Company

Note: The records of investor relationship activities for the reception of above investors by the Company have been disclosed on the website of Shenzhen Stock Exchange (www.szse.cn) and the Cninfo website (www.cninfo.com.cn).



XVII. OTHER SIGNIFICANT EVENTS

Implementation of the profit distribution plan for 2025

The profit distribution plan of the Company for 2025 is as follows: based on the total share capital of 25,039,944,560 A Shares and H Shares of the Company as of December 31, 2025, a cash dividend of RMB0.75 (tax inclusive) for every 10 shares was distributed to all A shareholders and H shareholders whose names appear on the register of members of the Company on the record date. For A shareholders, the Company completed the implementation of the 2025 profit distribution plan on August 19, 2026 with August 18, 2026 as the equity record date and August 19, 2026 as the ex-right and ex-dividend date. (For details, please refer to the Announcement on Implementation of the 2025 Profit Distribution Plan for A Shares of the Company published by the Company on China Securities Journal, Securities Times, Shanghai Securities News and the Cninfo website (www.cninfo.com.cn) on August 13, 2026)

For H shareholders, the Company distributed cash dividend for 2025 of RMB0.75 (tax inclusive) for every 10 shares to the shareholders whose names appear on the register of members of the Company on July 17, 2026. The 2025 cash dividend was distributed on August 19, 2026. The 2025 cash dividend distributed was denominated and declared in RMB and was paid to H shareholders in HK dollars. The actual amount distributed in HK dollars was calculated at the average benchmark exchange rate of RMB against HK dollars (i.e. $\text{RMB}0.869686 = \text{HK}\1.00) published by the People's Bank of China for the five working days before June 26, 2026 (being the date of the annual general meeting). Accordingly, the cash dividend per 10 H Shares was $\text{HK}\$0.862380$ (tax inclusive). (For details, please refer to the Poll Results of the 2025 Annual General Meeting and Payment of Cash Dividend disclosed by the Company on the website of HKEXnews of the Hong Kong Stock Exchange (www.hkexnews.hk) on June 26, 2026)

In 2025, the Company made annual and interim profit distribution. The Company distributed an aggregate cash dividend of RMB1.10 (tax inclusive) for every 10 shares, with a total amount of cash dividend of RMB2,754,393,901.60 (including RMB876,398,059.60 for the 2025 interim profit distribution). (For details of the interim profit distribution, please refer to the Announcement on Implementation of the 2025 Interim Profit Distribution Plan for A Shares of the Company published by the Company on China Securities Journal, Securities Times, Shanghai Securities News and the Cninfo website (www.cninfo.com.cn) on December 17, 2025, and the Poll Results of the 2025 First Extraordinary General Meeting disclosed on the website of HKEXnews of Hong Kong Stock Exchange (www.hkexnews.hk) on October 31, 2025)



XVIII. INDEX OF IMPORTANT INFORMATION DISCLOSED DURING THE REPORTING PERIOD

During the Reporting Period, the Company fulfilled its information disclosure obligations in accordance with the regulations. The information regarding A Shares as disclosed by the Company in China Securities Journal, Securities Times, Shanghai Securities News and at the Cninfo website (www.cninfo.com.cn) (excluding announcements of H Shares) is as follows:

No.	Announcement	Date of publication
1	Announcement on Repayment of Principal and Payment of Interest and Delisting of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Non-publicly Issued to Professional Investors in 2025 (First Tranche) (Type II)	2026-01-13
2	Announcement on the Approval of the CSRC for the Registration of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors	2026-01-14
3	Announcement on the Issuance Results of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche)	2026-01-23
4	Announcement on Repayment of Principal and Payment of Interest and Delisting of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (First Tranche) (Type I)	2026-01-27
5	First Indicative Announcement of Shenwan Hongyuan Group Co., Ltd. on Adjustment of Coupon Rate and Measures for Implementation of Put-back by Investors for “21 ShenHong 02”	2026-01-28
6	2025 Annual Results Forecast of Shenwan Hongyuan Group Co., Ltd.	2026-01-28
7	Second Indicative Announcement of Shenwan Hongyuan Group Co., Ltd. on Adjustment of Coupon Rate and Measures for Implementation of Put-back by Investors for “21 ShenHong 02”	2026-01-29
8	Third Indicative Announcement of Shenwan Hongyuan Group Co., Ltd. on Adjustment of Coupon Rate and Measures for Implementation of Put-back by Investors for “21 ShenHong 02”	2026-01-30
9	Announcement on the Listing of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) on the Shenzhen Stock Exchange	2026-01-30
10	Announcement on the Issuance Results of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Non-publicly Issued to Professional Investors in 2026 (First Tranche)	2026-01-30
11	Announcement on the Transfer by Tender of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Non-publicly Issued to Professional Investors in 2026 (First Tranche) on the Shenzhen Stock Exchange	2026-02-05
12	Announcement on Resolutions of the 14th Meeting of the Sixth Session of the Board of Directors of Shenwan Hongyuan Group Co., Ltd.	2026-02-06



No.	Announcement	Date of publication
13	Announcement on Repayment of Principal and Payment of Interest and Delisting of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Non-publicly Issued to Professional Investors in 2025 (Third Tranche) (Type I)	2026-02-12
14	Notice of the 2026 First Extraordinary General Meeting	2026-02-13
15	Meeting Materials for the 2026 First Extraordinary General Meeting	2026-02-13
16	Announcement on the Issuance Results of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche)	2026-02-13
17	Announcement on the Issuance Results of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche)	2026-02-28
18	Announcement on Repayment of Principal and Payment of Interest and Delisting of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Non-publicly Issued to Professional Investors in 2025 (Fifth Tranche) (Type I)	2026-02-28
19	Announcement on Repayment of Principal and Payment of Interest and Delisting of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Non-publicly Issued to Professional Investors in 2025 (Fourth Tranche) (Type I)	2026-03-03
20	Announcement on the Listing of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) on the Shenzhen Stock Exchange	2026-03-03
21	Announcement on Payment of Interest for 2026 for Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2022 (First Tranche) (Type II)	2026-03-05
22	Announcement on Put-back Results and Delisting of "21 ShenHong 02" of Shenwan Hongyuan Group Co., Ltd.	2026-03-05
23	Announcement on Payment of Interest for 2026 for Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2021 (First Tranche) (Type II)	2026-03-05
24	Announcement on the Listing of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche) on the Shenzhen Stock Exchange	2026-03-06
25	Announcement on Repayment of Principal and Payment of Interest and Delisting of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Third Tranche) (Type I)	2026-03-06
26	Announcement on Repayment of Principal and Payment of Interest and Delisting of Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2023 (First Tranche) (Type II)	2026-03-10

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No.	Announcement	Date of publication
27	Announcement on Payment of Interest for 2026 for Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2024 (First Tranche) (Type II)	2026-03-11
28	Legal Opinion on the 2026 First Extraordinary General Meeting of Shenwan Hongyuan Group Co., Ltd.	2026-03-11
29	Announcement on Resolutions of the 2026 First Extraordinary General Meeting of Shenwan Hongyuan Group Co., Ltd.	2026-03-11
30	Announcement on Repayment of Principal and Payment of Interest and Delisting of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Second Tranche) (Type I)	2026-03-17
31	Announcement on Payment of Interest for 2026 for Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2025 (First Tranche) (Type I)	2026-03-20
32	Announcement on Payment of Interest for 2026 for Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2025 (First Tranche) (Type II)	2026-03-20
33	Announcement on Convening 2025 Annual Results Presentation	2026-03-24
34	Announcement on the Issuance Results of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Second Tranche) (Type II) (Tap Issue)	2026-03-25
35	Announcement on the Listing of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Second Tranche) (Type II) (Tap Issue) on the Shenzhen Stock Exchange	2026-03-27
36	2025 Sustainability and Environmental, Social and Governance Report of Shenwan Hongyuan Group Co., Ltd.	2026-03-28
37	2025 Annual Audit Report	2026-03-28
38	Special Explanation on Non-operating Fund Occupation and Other Related Fund Transactions for 2025 of Shenwan Hongyuan Group Co., Ltd.	2026-03-28
39	Summary of Non-operating Fund Occupation and Other Related Fund Transactions for 2025 of Shenwan Hongyuan Group Co., Ltd.	2026-03-28
40	Internal Control Audit Report of Shenwan Hongyuan Group Co., Ltd.	2026-03-28
41	Announcement on Estimated Daily Related Party Transactions for 2026	2026-03-28
42	2025 Internal Control Evaluation Report of Shenwan Hongyuan Group Co., Ltd.	2026-03-28
43	2025 Work Report of Independent Director (Yeung Siuman Shirley)	2026-03-28
44	Announcement on 2025 Annual Profit Distribution Proposal	2026-03-28
45	2025 Auditors' Performance Appraisal Report of Shenwan Hongyuan Group Co., Ltd.	2026-03-28



No.	Announcement	Date of publication
46	2025 Work Report of the Board of Directors of Shenwan Hongyuan Group Co., Ltd.	2026-03-28
47	Announcement on the Progress of the “Double Enhancement of Quality and Returns” Action Plan	2026-03-28
48	Announcement on Resolutions of the 15th Meeting of the Sixth Session of the Board of Directors of Shenwan Hongyuan Group Co., Ltd.	2026-03-28
49	Announcement on Proposed Re-appointment of Accounting Firms	2026-03-28
50	Report of the Audit Committee of the Board of Shenwan Hongyuan Group Co., Ltd. on the Supervision of the Performance of the Accounting Firms for 2025	2026-03-28
51	Special Assessment Opinion of the Board on the Independence of Independent Directors	2026-03-28
52	2025 Work Report of Independent Director (Wu Changqi)	2026-03-28
53	Summary of 2025 Annual Report	2026-03-28
54	2025 Work Report of Independent Director (Chen Hanwen)	2026-03-28
55	2025 Annual Report	2026-03-28
56	Report on the Performance of Duties of the Audit Committee of the Board of Shenwan Hongyuan Group Co., Ltd. in 2025	2026-03-28
57	2025 Work Report of Independent Director (Zhao Lei)	2026-03-28
58	Announcement on Repayment of Principal and Payment of Interest and Delisting of Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2023 (Second Tranche)	2026-03-31
59	Announcement on Repayment of Principal and Payment of Interest and Delisting of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2023 (First Tranche) (Type II)	2026-04-16
60	Announcement on Payment of Interest for 2026 for Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2022 (Second Tranche) (Type II)	2026-04-23
61	Announcement on the Issuance Results of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Third Tranche)	2026-04-24
62	Announcement on Repayment of Principal and Payment of Interest and Delisting of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Non-publicly Issued to Professional Investors in 2025 (Fourth Tranche) (Type II)	2026-04-28
63	2026 First Quarterly Report	2026-04-30
64	Announcement on Resolutions of the 16th Meeting of the Sixth Session of the Board of Directors of Shenwan Hongyuan Group Co., Ltd.	2026-04-30
65	Announcement on the Listing of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Third Tranche) on the Shenzhen Stock Exchange	2026-04-30

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No.	Announcement	Date of publication
66	Announcement on the Proposed Issuance of Perpetual Subordinated Bonds by Shenwan Hongyuan Securities Co., Ltd.	2026-05-06
67	Announcement on the Issuance Results of Sci-Tech Innovation Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche)	2026-05-06
68	Announcement on Repayment of Principal and Payment of Interest and Delisting of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Non-publicly Issued to Professional Investors in 2025 (Fifth Tranche) (Type II)	2026-05-06
69	Announcement on the Listing of Sci-Tech Innovation Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) on the Shenzhen Stock Exchange	2026-05-13
70	Announcement on Repayment of Principal and Payment of Interest and Delisting of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Non-publicly Issued to Professional Investors in 2025 (Third Tranche) (Type II)	2026-05-13
71	Announcement on the Issuance Results of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Fourth Tranche)	2026-05-19
72	Announcement on the Issuance Results of Sci-Tech Innovation Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche)	2026-05-22
73	Announcement on the Listing of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Fourth Tranche) on the Shenzhen Stock Exchange	2026-05-23
74	Announcement on the Issuance Results of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche)	2026-05-27
75	Announcement on Repayment of Principal and Payment of Interest and Delisting of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2021 (Second Tranche)	2026-05-27
76	Ongoing Credit Rating Report of Shenwan Hongyuan Group Co., Ltd. in 2026	2026-05-28
77	Announcement on the Issuance Results of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Third Tranche)	2026-05-29
78	Announcement on the Listing of Sci-Tech Innovation Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche) on the Shenzhen Stock Exchange	2026-05-29
79	Remuneration Management Measures for Directors and Senior Management of Shenwan Hongyuan Group Co., Ltd.	2026-05-30



No.	Announcement	Date of publication
80	Announcement on Resolutions of the 17th Meeting of the Sixth Session of the Board of Directors	2026-05-30
81	Prospectus of Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche)	2026-06-01
82	Credit Rating Report on Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche)	2026-06-01
83	Announcement on the Renaming of Publicly Issued Corporate Bonds of Shenwan Hongyuan Group Co., Ltd.	2026-06-01
84	Announcement of Issuance of Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche)	2026-06-01
85	Announcement on the Coupon Rate of Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche)	2026-06-02
86	Announcement on Extending the Bookbuilding Period for Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche)	2026-06-02
87	Announcement on the Listing of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche) on the Shenzhen Stock Exchange	2026-06-02
88	Announcement of Issuance Results of Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche)	2026-06-04
89	2025 Annual General Meeting Materials	2026-06-05
90	Notice of the 2025 Annual General Meeting	2026-06-05
91	Announcement on the Listing of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Third Tranche) on the Shenzhen Stock Exchange	2026-06-06
92	Announcement on the Listing of Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) on the Shenzhen Stock Exchange	2026-06-10
93	Announcement on Payment of Interest for 2026 for Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2023 (First Tranche) (Type II)	2026-06-11
94	Announcement on the Issuance Results of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Fourth Tranche)	2026-06-13
95	Announcement on Repayment of Principal and Payment of Interest and Delisting of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (First Tranche) (Type II)	2026-06-13

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No.	Announcement	Date of publication
96	Announcement on Payment of Interest for 2026 for Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2025 (Second Tranche) (Type II)	2026-06-17
97	Announcement on the Listing of Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Fourth Tranche) on the Shenzhen Stock Exchange	2026-06-18
98	Announcement on Participation in the Online Collective Reception Day for Investors of Listed Companies in Xinjiang in 2026	2026-06-18
99	Announcement on Repayment of Principal and Payment of Interest and Delisting of Perpetual Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued in 2021 (First Tranche)	2026-06-26
100	Legal Opinion	2026-06-27
101	Announcement on Resolutions of 2025 Annual General Meeting of Shenwan Hongyuan Group Co., Ltd.	2026-06-27
102	Announcement on the Issuance Results of Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Fifth Tranche)	2026-06-27
103	Entrusted Management Report on Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. (2025)	2026-06-30



The information on H Shares disclosed by the Company on the website of HKEXnews of the Hong Kong Stock Exchange at www.hkexnews.hk during the Reporting Period (excluding overseas regulatory announcements) is as follows:

No.	Announcement	Date of publication
1	Monthly Return of Equity Issuer on Movements in Securities for the Month Ended December 31, 2025	2026-01-06
2	Results Forecast for 2025	2026-01-27
3	Monthly Return of Equity Issuer on Movements in Securities for the Month Ended January 31, 2026	2026-02-03
4	Proposed Appointment of Executive Director	2026-02-05
5	Circular of the 2026 First Extraordinary General Meeting	2026-02-12
6	Form of Proxy of Holders of H Shares for Use at the 2026 First Extraordinary General Meeting or Any Adjournment Thereof to be Held on March 10, 2026	2026-02-12
7	Notice of the 2026 First Extraordinary General Meeting	2026-02-12
8	Monthly Return of Equity Issuer on Movements in Securities for the Month Ended February 28, 2026	2026-03-03
9	List of Directors and Their Role and Function	2026-03-10
10	Poll Results of the 2026 First Extraordinary General Meeting and Appointment of Executive Director	2026-03-10
11	Date of Board Meeting	2026-03-16
12	2025 Sustainability and Environmental, Social and Governance Report	2026-03-27
13	Final Dividend for the Year Ended December 31, 2025	2026-03-27
14	Results Announcement for the Year Ended December 31, 2025	2026-03-27
15	Monthly Return of Equity Issuer on Movements in Securities for the Month Ended March 31, 2026	2026-04-02
16	Date of Board Meeting	2026-04-17
17	2025 Annual Report	2026-04-22
18	2026 First Quarterly Report	2026-04-29
19	Monthly Return of Equity Issuer on Movements in Securities for the Month Ended April 30, 2026	2026-05-07
20	Monthly Return of Equity Issuer on Movements in Securities for the Month Ended May 31, 2026	2026-06-01
21	Final Dividend for the Year Ended December 31, 2025 (Updated)	2026-06-04
22	Circular of the 2025 Annual General Meeting	2026-06-04
23	Form of Proxy of Holders of H Shares for Use at the Annual General Meeting Held on June 26, 2026	2026-06-04
24	Notice of the 2025 Annual General Meeting	2026-06-04
25	Final Dividend for the Year Ended December 31, 2025 (Updated)	2026-06-26
26	Poll Results of the 2025 Annual General Meeting and Payment of Cash Dividends	2026-06-26



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XIX. SIGNIFICANT MATTERS OF SUBSIDIARIES OF THE COMPANY

Corporate Bonds of Shenwan Hongyuan Securities, a Subsidiary of the Company

1. Basic information of corporate bonds

As of the disclosure date of this interim report, the outstanding corporate bonds were as follows:

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Third Tranche) (Type II)	25 Shen D16	524567	2025/11/27	2025/11/27	2026/10/28	110,000.00	1.70%	The principal and interests will be paid upon maturity.	Shenzhen Stock Exchange
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Fourth Tranche) (Type II)	25 Shen D18	524609	2025/12/24	2025/12/24	2026/12/24	360,000.00	1.72%		
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) (Type I)	26 ShenZheng D1	524634	2026/1/21	2026/1/21	2026/10/21	200,000.00	1.69%		
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) (Type II)	26 ShenZheng D2	524635	2026/1/21	2026/1/21	2027/1/21	300,000.00	1.71%		
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche) (Type I)	26 ShenZheng D3	524675	2026/2/26	2026/2/26	2026/9/4	50,000.00	1.64%		
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche) (Type II)	26 ShenZheng D4	524676	2026/2/26	2026/2/26	2027/2/26	60,000.00	1.65%		
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Third Tranche) (Type I)	26 ShenZheng D5	524766	2026/4/22	2026/4/22	2026/11/6	100,000.00	1.49%		



Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Third Tranche) (Type II)	26 ShenZheng D6	524767	2026/4/22	2026/4/22	2027/4/22	130,000.00	1.51%		
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Fourth Tranche) (Type I)	26 ShenZheng D7	524801	2026/5/14	2026/5/14	2026/12/2	240,000.00	1.44%		
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Fourth Tranche) (Type II)	26 ShenZheng D8	524802	2026/5/14	2026/5/14	2027/4/28	360,000.00	1.48%		
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Fifth Tranche) (Type I)	26 ShenZheng D9	524870	2026/6/25	2026/6/25	2026/12/17	140,000.00	1.52%		
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Fifth Tranche) (Type II)	26 Shen D10	524871	2026/6/25	2026/6/25	2027/6/25	460,000.00	1.55%		
Short-term Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Sixth Tranche) (Type I)	26 Shen D11	524896	2026/7/16	2026/7/16	2027/2/17	200,000.00	1.50%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2021 (First Tranche) (Type II)	21 ShenZheng 02	149431	2021/4/29	2021/4/29	2031/4/29	200,000.00	4.05%	Interest shall be calculated annually on a simple interest basis, without compounding. Interest shall be paid annually, and principal shall be repaid upon maturity, together with interest payable for the last period	



Section V Significant Events (continued)

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2021 (Third Tranche) (Type II)	21 ShenZheng 05	149491	2021/5/28	2021/5/28	2031/5/28	250,000.00	4.00%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2021 (Fourth Tranche) (Type II)	21 ShenZheng 07	149560	2021/7/21	2021/7/21	2031/7/21	300,000.00	3.77%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2021 (Sixth Tranche) (Type II)	21 ShenZheng 11	149615	2021/8/26	2021/8/26	2031/8/26	300,000.00	3.75%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2021 (Seventh Tranche) (Type II)	21 ShenZheng 13	149627	2021/9/9	2021/9/9	2026/9/9	100,000.00	3.40%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2022 (First Tranche) (Type II)	22 ShenZheng 02	149790	2022/1/21	2022/1/21	2032/1/21	240,000.00	3.60%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2022 (Third Tranche) (Type II)	22 ShenZheng 06	149853	2022/3/24	2022/3/24	2027/3/24	210,000.00	3.53%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2022 (Fourth Tranche) (Type II)	22 ShenZheng 08	149252	2022/5/23	2022/5/23	2027/5/23	220,000.00	3.20%		



Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2023 (Third Tranche) (Type II)	23 ShenZheng 06	148445	2023/8/30	2023/8/30	2028/8/30	150,000.00	2.95%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2023 (Fourth Tranche) (Type II)	23 ShenZheng 08	148468	2023/9/21	2023/9/21	2028/9/21	210,000.00	3.14%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2024 (First Tranche) (Type I)	24 ShenZheng 01	148606	2024/2/26	2024/2/26	2027/2/26	100,000.00	2.52%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2024 (First Tranche) (Type II)	24 ShenZheng 02	148607	2024/2/26	2024/2/26	2029/2/26	150,000.00	2.66%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2024 (Second Tranche) (Type I)	24 ShenZheng 03	148976	2024/10/28	2024/10/28	2026/10/28	270,000.00	2.20%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2024 (Second Tranche) (Type II)	24 ShenZheng 04	148977	2024/10/28	2024/10/28	2027/10/28	210,000.00	2.28%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (First Tranche) (Type I)	25 ShenZheng 01	524165	2025/3/13	2025/3/13	2027/3/13	280,000.00	2.18%		



Section V Significant Events (continued)

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Second Tranche) (Type I)	25 ShenZheng 03	524196	2025/3/27	2025/3/27	2027/3/27	240,000.00	1.99%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Second Tranche) (Type II)	25 ShenZheng 04	524197	2025/3/27 ¹	2025/3/27	2028/3/27	540,000.00	2.01%		
Sci-Tech Innovation Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (First Tranche)	25 ShenZheng K1	524269	2025/5/13	2025/5/13	2028/5/13	100,000.00	1.69%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Third Tranche) (Type I)	25 ShenZheng 05	524403	2025/8/19	2025/8/19	2027/9/19	50,000.00	1.80%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Third Tranche) (Type II)	25 ShenZheng 06	524404	2025/8/19	2025/8/19	2028/8/19	140,000.00	1.90%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Fourth Tranche) (Type I)	25 ShenZheng 07	524439	2025/9/18	2025/9/18	2026/9/24	440,000.00	1.76%	The principal and interests will be paid upon maturity	

¹ Note: 25 ShenZheng 04 (Tap Issue) was fully issued on March 23, 2026. It constitutes a tap issue of the outstanding bonds, namely Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Second Tranche) (Type II). Its terms and conditions are consistent with those of the outstanding bonds. The issue size is RMB3.6 billion, the coupon rate is 2.01%, and the issue price is RMB102.596.



Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Fourth Tranche) (Type II)	25 ShenZheng 08	524440	2025/9/18	2025/9/18	2027/9/18	250,000.00	1.91%	Interest shall be calculated annually on a simple interest basis, without compounding. Interest shall be paid annually, and principal shall be repaid upon maturity, together with interest payable for the last period	
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Fifth Tranche) (Type I)	25 ShenZheng 09	524452	2025/9/25	2025/9/25	2026/10/14	150,000.00	1.78%	The principal and interests will be paid upon maturity	
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Fifth Tranche) (Type II)	25 ShenZheng 10	524453	2025/9/25	2025/9/25	2027/5/25	300,000.00	1.93%	Interest shall be calculated annually on a simple interest basis, without compounding.	
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Sixth Tranche) (Type I)	25 ShenZheng 11	524551	2025/11/24	2025/11/24	2027/11/24	270,000.00	1.81%	Interest shall be paid annually, and principal shall be repaid upon maturity, together with interest	
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Sixth Tranche) (Type II)	25 ShenZheng 12	524552	2025/11/24	2025/11/24	2028/5/24	180,000.00	1.85%	payable for the last period	
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Seventh Tranche)	25 ShenZheng 13	524598	2025/12/15	2025/12/15	2027/12/15	200,000.00	1.84%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Non-Publicly Issued to Professional Investors in 2026 (First Tranche) (Type II)	26 ShenZheng 02	134834	2026/1/28	2026/1/28	2027/2/4	110,000.00	1.71%	The principal and interests will be paid upon maturity	



Section V Significant Events (continued)

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) (Type I)	26 ShenZheng 03	524670	2026/2/11	2026/2/11	2028/2/11	260,000.00	1.79%	Interest shall be calculated annually on a simple interest basis, without compounding.	
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) (Type II)	26 ShenZheng 04	524671	2026/2/11	2026/2/11	2029/1/11	140,000.00	1.84%	Interest shall be paid annually, and principal shall be repaid upon maturity, together with interest payable for the last period	
Sci-Tech Innovation Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) (Type I)	26 ShenZheng K1	524779	2026/4/29	2026/4/29	2028/4/29	140,000.00	1.65%		
Sci-Tech Innovation Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) (Type II)	26 ShenZheng K2	524780	2026/4/29	2026/4/29	2029/4/29	170,000.00	1.73%		
Sci-Tech Innovation Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche) (Type I)	26 ShenZheng K3	524806	2026/5/20	2026/5/20	2028/5/20	150,000.00	1.59%		
Sci-Tech Innovation Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche) (Type II)	26 ShenZheng K4	524807	2026/5/20	2026/5/20	2029/5/20	350,000.00	1.68%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche) (Type I)	26 ShenZheng 05	524816	2026/5/25	2026/5/25	2027/6/16	110,000.00	1.49%	The principal and interests will be paid upon maturity	



Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Second Tranche) (Type II)	26 ShenZheng 06	524817	2026/5/25	2026/5/25	2029/5/25	210,000.00	1.67%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Third Tranche) (Type I)	26 ShenZheng 07	524822	2026/5/27	2026/5/27	2027/10/27	100,000.00	1.54%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Third Tranche) (Type II)	26 ShenZheng 08	524823	2026/5/27	2026/5/27	2028/6/27	300,000.00	1.60%		
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Fourth Tranche) (Type I)	26 ShenZheng 09	524846	2026/6/11	2026/6/11	2029/6/11	110,000.00	1.63%	Interest shall be calculated annually on a simple interest basis, without compounding;	
Corporate Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (Fourth Tranche) (Type II)	26 ShenZheng 10	524847	2026/6/11	2026/6/11	2031/6/11	250,000.00	1.75%	Interest shall be paid annually, and principal shall be repaid upon maturity, together with interest payable for the last period	
Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2023 (Third Tranche)	23 ShenZheng C4	148540	2023/12/8 ²	2023/12/8	2028/12/8	450,000.00	3.35%		

² Note: 23 ShenZheng C4 (Tap Issue) was fully issued on October 16, 2025. It constitutes a tap issue of the outstanding bonds, namely Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2023 (Third Tranche). Its terms and conditions are consistent with those of the outstanding bonds. The issue size is RMB2.9 billion, the coupon rate is 3.35%, and the issue price is RMB106.194.



Section V Significant Events (continued)

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2024 (First Tranche) (Type I)	24 ShenZheng C1	524039	2024/11/27	2024/11/27	2027/11/27	100,000.00	2.19%		
Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2024 (First Tranche) (Type II)	24 ShenZheng C2	524040	2024/11/27	2024/11/27	2029/11/27	150,000.00	2.30%		
Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (First Tranche) (Type I)	25 ShenZheng C1	524428	2025/9/15	2025/9/15	2028/9/15	200,000.00	2.15%		
Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (First Tranche) (Type II)	25 ShenZheng C2	524429	2025/9/15	2025/9/15	2030/9/15	100,000.00	2.24%		
Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Second Tranche) (Type I)	25 ShenZheng C3	524526	2025/11/13	2025/11/13	2028/11/13	180,000.00	2.00%		
Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Second Tranche) (Type II)	25 ShenZheng C4	524527	2025/11/13	2025/11/13	2030/11/13	70,000.00	2.15%		
Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2025 (Third Tranche) (Type I)	25 ShenZheng C5	524585	2025/12/10	2025/12/10	2028/12/10	220,000.00	2.13%		
Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche)	26 ShenZheng C1	524918	2026/7/20	2026/7/20	2031/7/20	300,000.00	1.89%		



Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Perpetual Subordinated Bonds of Shenwan Hongyuan Publicly Issued in 2021 (Third Tranche)	21 ShenZheng Y3	149700	2021/11/15	2021/11/15	The issuer is entitled to redeem the current bonds on the basis of the nominal value plus interest payable (including all deferred interest payments and their yields) on the 5th and subsequent every interest paying date of the current bonds	470,000.00	3.88%	The interest shall be calculated annually on a simple interest, and paid once a year provided that the issuer does not exercise the right to defer interest payment	
Perpetual Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2022 (First Tranche)	22 ShenZheng Y1	148005	2022/7/27	2022/7/27	Every five interest- accruing years constitute a repricing period of the bond. At the end of each repricing period, the Company is entitled to extend such tranche of bonds by one repricing period (i.e. for another period of 5 years) or redeem such tranche of bonds in full	500,000.00	3.45%		
Perpetual Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2022 (Second Tranche)	22 ShenZheng Y2	148040	2022/8/25	2022/8/25	Every five interest- accruing years constitute a repricing period of the bond. At the end of each repricing period, the Company is entitled to extend such tranche of bonds by one repricing period (i.e. for another period of 5 years) or redeem such tranche of bonds in full	480,000.00	3.28%		



Section V Significant Events (continued)

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Perpetual Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2023 (First Tranche)	23 ShenZheng Y1	148310	2023/6/8	2023/6/8	Every five interest-accruing years constitute a repricing period of the bond. At the end of each repricing period, the Company is entitled to extend such tranche of bonds by one repricing period (i.e. for another period of 5 years) or redeem such tranche of bonds in full	180,000.00	3.44%		
Perpetual Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2023 (Second Tranche)	23 ShenZheng Y2	148370	2023/7/12	2023/7/12	Every five interest-accruing years constitute a repricing period of the bond. At the end of each repricing period, the Company is entitled to extend such tranche of bonds by one repricing period (i.e. for another period of 5 years) or redeem such tranche of bonds in full	180,000.00	3.44%		
Perpetual Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2023 (Third Tranche)	23 ShenZheng Y3	148481	2023/10/23	2023/10/23	Every five interest-accruing years constitute a repricing period of the bond. At the end of each repricing period, the Company is entitled to extend such tranche of bonds by one repricing period (i.e. for another period of 5 years) or redeem such tranche of bonds in full	150,000.00	3.60%		



Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon	Method of repayment of principal and interest	Trading exchange
Perpetual Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2023 (Fourth Tranche)	23 ShenZheng Y4	148500	2023/11/10	2023/11/10	Every five interest- accruing years constitute a repricing period of the bond. At the end of each repricing period, the Company is entitled to extend such tranche of bonds by one repricing period (i.e. for another period of 5 years) or redeem such tranche of bonds in full	180,000.00	3.50%		
Perpetual Subordinated Bonds of Shenwan Hongyuan Securities Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche)	26 ShenZheng Y1	524943	2026/8/10	2031/8/10	Every five interest- accruing years constitute a repricing period of the bond. At the end of each repricing period, the Company is entitled to extend such tranche of bonds by one repricing period (i.e. for another period of 5 years) or redeem such tranche of bonds in full	250,000.00	1.93%		
Investor eligibility arrangement		21 ShenZheng 02, 21 ShenZheng 05, 21 ShenZheng 07, 21 ShenZheng 11, 21 ShenZheng 13, 22 ShenZheng 02 and 22 ShenZheng 06 are open for trading by professional investors; The remaining outstanding bonds are open for trading by professional institutional investors.							
Applicable trading mechanism		26 ShenZheng 02 is traded by click-to-execute, inquiry, competitive bidding, or negotiation; The remaining outstanding bonds are traded by matching, click-to-execute, inquiry, competitive bidding, or negotiation.							
Whether there is risk of delisting (if any) and countermeasures therefor		N/A							

During the Reporting Period, the corporate bonds issued by the issuer were not overdue.



2. Triggering and implementation of issuer or investor option terms and investor protection terms

During the Reporting Period, the triggering and implementation of relevant terms of corporate bonds of Shenwan Hongyuan Securities were as follows:

Shenwan Hongyuan Securities issued 21 ShenZheng Y3 with redemption option, issuer's redemption option upon fulfillment of certain conditions and deferred interest payment terms; and issued 22 ShenZheng Y1, 22 ShenZheng Y2, 23 ShenZheng Y1, 23 ShenZheng Y2, 23 ShenZheng Y3, 23 ShenZheng Y4 with issuer's renewal option, issuer's redemption option upon fulfillment of certain conditions, and deferred interest payment terms. During the Reporting Period, Shenwan Hongyuan Securities exercised the redemption option for 21 ShenZheng Y1. After the Reporting Period, Shenwan Hongyuan Securities exercised the redemption option for 21 ShenZheng Y2. As of the date of approval of this report, the redemption options of both 21 ShenZheng Y1 and 21 ShenZheng Y2 have been fully executed.

As of the end of the Reporting Period, Shenwan Hongyuan Securities has paid the interest for the current period of 23 ShenZheng Y1 in full and on time, and there was no interest payment date due for 21 ShenZheng Y3, 22 ShenZheng Y1, 22 ShenZheng Y2, 23 ShenZheng Y2, 23 ShenZheng Y3 and 23 ShenZheng Y4.

No other bonds issued by Shenwan Hongyuan Securities triggered investor protection clauses during the Reporting Period.

3. Adjustments to credit rating results during the Reporting Period

During the Reporting Period, there was no adjustment to credit rating results.

4. Guarantee, credit enhancement mechanism, debt repayment plan and other debt repayment guarantee measures for corporate bonds

There was no guarantee for corporate bonds issued by Shenwan Hongyuan Securities. During the Reporting Period, there was no credit enhancement arrangement for the issued bonds of Shenwan Hongyuan Securities, and the repayment plan and other repayment guarantee measures were consistent with the relevant commitments in the prospectus without major changes. Shenwan Hongyuan Securities was able to implement the debt repayment plan and debt repayment guarantee measures in accordance with relevant agreements, to effectively safeguard the interests of bondholders. Shenwan Hongyuan Securities has set up special accounts for the issued bonds. The withdrawal of funds from the special accounts during the Reporting Period was consistent with the relevant commitments in the prospectus.

5. Other information on bonds

During the Reporting Period, Shenwan Hongyuan Securities did not have enterprise bonds, non-financial enterprise bond financing instruments, or convertible corporate bonds.

During the Reporting Period, Shenwan Hongyuan Securities did not record loss within the scope of consolidated statements exceeding 10% of the net assets as at the end of last year.

Section VI Changes in Shares and Shareholders

I. CHANGES IN SHARES

(I) Table of Changes in Shares

Unit: Share

	Before the change		Increase or decrease (+,-) of the change					After the change	
	Number	Percentage	New shares issued	Bonus issue	Reserves capitalized	Others	Sub-total	Number	Percentage
I. Shares subject to selling restrictions	437,244	0.0017%	0	0	0	0	0	437,244	0.0017%
1. State-owned shares	0	0.0000%	0	0	0	0	0	0	0.0000%
2. Shares held by state-owned legal entities	0	0.0000%	0	0	0	0	0	0	0.0000%
3. Shares held by other domestic capital	437,244	0.0017%	0	0	0	0	0	437,244	0.0017%
Including: Shares held by domestic legal entities	0	0.0000%	0	0	0	0	0	0	0.0000%
Shares held by domestic natural persons	437,244	0.0017%	0	0	0	0	0	437,244	0.0017%
4. Shares held by foreign capital	0	0.0000%	0	0	0	0	0	0	0.0000%
Including: Shares held by overseas legal entities	0	0.0000%	0	0	0	0	0	0	0.0000%
Shares held by overseas natural persons	0	0.0000%	0	0	0	0	0	0	0.0000%
II. Shares without selling restrictions	25,039,507,316	99.9983%	0	0	0	0	0	25,039,507,316	99.9983%
1. RMB-denominated ordinary shares	22,535,507,316	89.9983%	0	0	0	0	0	22,535,507,316	89.9983%
2. Domestic listed foreign shares	0	0.0000%	0	0	0	0	0	0	0.0000%
3. Overseas listed foreign shares	2,504,000,000	10.0000%	0	0	0	0	0	2,504,000,000	10.0000%
4. Others	0	0.0000%	0	0	0	0	0	0	0.0000%
III. Total number of shares	25,039,944,560	100.0000%	0	0	0	0	0	25,039,944,560	100.0000%

(II) Changes in A Shares Subject to Selling Restrictions

During the Reporting Period, there was no change in the Company's shares subject to selling restrictions.

II. ISSUANCE AND LISTING OF SECURITIES

The Company had no issuance or listing of shares, convertible corporate bonds, separately traded convertible corporate bonds and other derivative securities during the Reporting Period.

For the issuance of corporate bonds by the Company, please refer to "Section VII Profile of Bonds" of this report; for the issuance of bonds by subsidiaries of the Company, please refer to "XIX. Significant Matters of Subsidiaries of the Company" under "Section V Significant Events" in this report.



Section VI Changes in Shares and Shareholders (continued)

III. NUMBER OF SHAREHOLDERS AND THEIR SHAREHOLDINGS

Number of shareholders and their shareholdings as of June 30, 2026

Unit: Share

Total number of ordinary shareholders at the end of the Reporting Period 219,011 (including 218,963 A shareholders and 48 H shareholders)

Total number of preferred shareholders whose voting rights were resumed at the end of the Reporting Period (if any) Nil

Shareholdings of ordinary shareholders holding more than 5% of the shares of the Company or top ten ordinary shareholders (excluding shares lent through refinancing)

Name of shareholder	Nature of shareholder	Shareholding percentage (%)	Number of ordinary shares held at the end of the Reporting Period	Increase or decrease during the Reporting Period	Number of ordinary shares held subject to selling restrictions	Number of ordinary shares held not subject to selling restrictions	Pledged or frozen Status	Number
China Jiayin Investment Ltd.	State-owned legal person	26.34	6,596,306,947	0	0	6,596,306,947	–	0
Central Huijin Investment Ltd.	State shares	20.05	5,020,606,527	0	0	5,020,606,527	–	0
HKSCC Nominees Limited	Overseas legal person	10.00	2,503,840,120	1,600	0	2,503,840,120	N/A	N/A
Shanghai Jiushi (Group) Co., Ltd.	State-owned legal person	4.84	1,212,810,389	0	0	1,212,810,389	–	0
Sichuan Development Holding Co., Ltd.	State-owned legal person	4.49	1,124,543,633	0	0	1,124,543,633	–	0
China Everbright Group Ltd.	State-owned legal person	3.99	999,000,000	0	0	999,000,000	Pledged	67,500,000
China Securities Finance Corporation Limited	Domestic general legal person	2.54	635,215,426	0	0	635,215,426	–	0
Hong Kong Securities Clearing Company Limited	Overseas legal person	1.36	340,645,442	-43,313,668	0	340,645,442	–	0
Xinjiang Financial Investment (Group) Co., Ltd.	State-owned legal person	1.32	331,603,199	0	0	331,603,199	–	0
China Construction Bank Corporation — Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund (中國建設銀行股份有限公司—國泰中證全指證券公司交易型開放式指數證券投資基金)	Fund, wealth management product, etc.	1.11	277,197,450	29,401,300	0	277,197,450	–	0

Strategic investors or general legal entities becoming the top ten holders of ordinary shares by placing of new shares Nil

Description on the related relationship or parties acting-in-concert among the shareholders above

Central Huijin Investment Ltd. holds the entire equity interest in China Jiayin Investment Ltd., holds 66.70% of equity interest in China Securities Finance Corporation Limited, and holds 63.16% of equity interest in China Everbright Group Ltd. Besides, the Company was not aware of any related relationship or parties acting-in-concert among the aforesaid shareholders.

Description on the above-mentioned shareholders' delegated/entrusted voting rights and waiver of voting rights

Nil

Special description on the existence of special repurchase account among the top ten shareholders

Nil



**Shareholdings of the top ten ordinary shareholders without selling restrictions
(excluding shares lent through refinancing and locked up shares of senior management)**

Name of shareholder	Number of ordinary shares without selling restrictions at the end of the Reporting Period		Class of share	Number
			Class of share	
China Jianyin Investment Ltd.	6,596,306,947		RMB-denominated ordinary shares	6,596,306,947
Central Huijin Investment Ltd.	5,020,606,527		RMB-denominated ordinary shares	5,020,606,527
HKSCC Nominees Limited	2,503,840,120		Overseas listed foreign shares	2,503,840,120
Shanghai Jiushi (Group) Co., Ltd.	1,212,810,389		RMB-denominated ordinary shares	1,212,810,389
Sichuan Development Holding Co., Ltd.	1,124,543,633		RMB-denominated ordinary shares	1,124,543,633
China Everbright Group Ltd.	999,000,000		RMB-denominated ordinary shares	999,000,000
China Securities Finance Corporation Limited	635,215,426		RMB-denominated ordinary shares	635,215,426
Hong Kong Securities Clearing Company Limited	340,645,442		RMB-denominated ordinary shares	340,645,442
Xinjiang Financial Investment (Group) Co., Ltd.	331,603,199		RMB-denominated ordinary shares	331,603,199
China Construction Bank Corporation — Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund (中國建設銀行股份有限公司 — 國泰中證全指 證券公司交易型開放式指數證券投資基金)	277,197,450		RMB-denominated ordinary shares	277,197,450
Description on the related relationship or parties acting-in-concert among the top ten ordinary shareholders without selling restrictions and between the top ten ordinary shareholders without selling restrictions and the top ten ordinary shareholders	Central Huijin Investment Ltd. holds the entire equity interest in China Jianyin Investment Ltd., holds 66.70% of equity interest in China Securities Finance Corporation Limited, and holds 63.16% of equity interest in China Everbright Group Ltd. Besides, the Company was not aware of any related relationship or parties acting-in-concert among the aforesaid shareholders.			
Description on any of the top ten ordinary shareholders participating in the margin financing and securities lending business	As of the end of the Reporting Period, Xinjiang Financial Investment (Group) Co., Ltd. held 331,603,199 shares through credit securities accounts.			

- Notes: 1. Among the H shareholders of the Company, HKSCC Nominees Limited holds the H Shares on behalf of the non-registered shareholders;
2. In the above table, the shares held by HKSCC Nominees Limited are overseas listed foreign shares (H Shares) and shares held by other shareholders are RMB-denominated ordinary shares (A Shares).



Section VI Changes in Shares and Shareholders (continued)

Participation of the shareholders holding more than 5% of the shares, top ten shareholders, and top ten shareholders of outstanding shares without selling restrictions in lending of shares in the margin and securities refinancing business

☐ Applicable ☒ Not applicable

Changes in the top ten shareholders and top ten shareholders of outstanding shares without selling restrictions from the previous period due to lending/returning through refinancing

☐ Applicable ☒ Not applicable

Whether the Company's top ten ordinary shareholders and top ten ordinary shareholders without selling restrictions engaged in agreed repurchase transactions during the Reporting Period

☐ Yes ☒ No

IV. CHANGES IN SHAREHOLDINGS OF DIRECTORS AND SENIOR MANAGEMENT

N/A

V. CHANGES IN CONTROLLING SHAREHOLDER AND DE FACTO CONTROLLER OF THE COMPANY AS OF THE END OF THE REPORTING PERIOD

As of the end of the Reporting Period, there was no change in controlling shareholder and de facto controller of the Company.

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

As at June 30, 2026, none of the directors or chief executives of the Company had or was deemed to have interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporations within the meaning of Part XV of the Securities and Futures Ordinance 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 Securities and Futures Ordinance, or were recorded in the register required to be maintained by the Company under Section 352 of the Securities and Futures Ordinance, or which were required, pursuant to the Model Code, to be notified to the Company and the Hong Kong Stock Exchange.



VII. INTERESTS AND SHORT POSITIONS OF SUBSTANTIAL SHAREHOLDERS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

As at June 30, 2026, to the best knowledge of the Company after having made all reasonable enquiries, the following persons (other than directors or chief executives of the Company) had interests or short positions in the shares or underlying shares of the Company which were required to be disclosed to the Company pursuant to Divisions 2 and 3 of Part XV of the Securities and Futures Ordinance or were recorded in the register required to be kept by the Company under Section 336 of the Securities and Futures Ordinance:

Unit: Share

Name of substantial shareholder	Class of share	Nature of interest	Number of shares held (share) ^{Note 4}	Percentage of the total number of issued shares of the Company	Percentage of the total number of issued A Shares/H Shares of the Company	Long/short positions
				% ^{Note 5}	%	
1 Central Huijin Investment Ltd. ^{Note 1}	A Shares	Beneficial owner	5,020,606,527	20.05	22.28	Long position
	A Shares	Interest in controlled corporations	8,427,912,758	33.66	37.40	Long position
	H Shares	Interest in controlled corporations	518,905,600	2.07	20.72	Long position
2 China Jianyin Investment Ltd.	A Shares	Beneficial owner	6,596,306,947	26.34	29.27	Long position
3 Industrial and Commercial Bank of China Limited	H Shares	Beneficial owner	518,905,600	2.07	20.72	Long position
4 HuaAn Fund Management Co., Ltd representing HUAAN-ICBC-YINGYUAN-1-(QDII)SMA ^{Note 2}	H Shares	Others ^{Note 2}	498,449,600	1.99	19.91	Long position
5 Everbright PGIM Fund Management Co., Ltd. (on behalf of EPF — Rui Insurance SMA One) (代表光大保德信 — 瑞眾保險 1號單 — 資產管理計劃) ^{Note 3}	H Shares	Trustee	216,134,400	0.86	8.63	Long position
6 Rui Life Insurance Co., Ltd. ^{Note 3}	H Shares	Beneficial owner	216,134,000	0.86	8.63	Long position
7 E Fund Management Co., Ltd.	H Shares	Investment manager	200,104,800	0.80	7.99	Long position
8 China Life Insurance (Group) Company	H Shares	Beneficial owner	172,907,200	0.69	6.91	Long position



Section VI Changes in Shares and Shareholders (continued)

Note 1: Central Huijin holds the entire equity interest in JIC, the entire equity interest in Central Huijin Asset Management Ltd., 66.70% of equity interest in China Securities Finance Corporation Limited and 63.16% of equity interest in China Everbright Group Ltd. The total number of A Shares of the Company held by JIC, Central Huijin Asset Management Ltd., China Securities Finance Corporation Limited and China Everbright Group Ltd. is 8,427,912,758. Central Huijin held 518,905,600 H Shares through its controlled corporation, Industrial and Commercial Bank of China Limited.

Note 2: HuaAn Fund Management Co., Ltd. is the asset manager of HUAAN-ICBC-YINGYUAN-1-(QDII)SMA (the “Asset Management Plan”). SGM062 is the product filing code of the Asset Management Plan registered with the Asset Management Association of China. The principal, Industrial and Commercial Bank of China Limited – Wealth Management Plan Agent, makes investments through the Asset Management Plan.

Note 3: On April 26, 2019, Huaxia Life Insurance Co., Ltd. engaged Everbright PGIM Fund Management Co., Ltd. (光大保德信基金管理有限公司) as the asset manager, in the name of EPF – HuaXia Life SMA One (光大保德信－華夏人壽1號單一資產管理計劃), to subscribe and hold the H Shares on behalf of Huaxia Life on a discretionary basis. According to the Approval of Beijing Branch of the National Financial Regulatory Administration on the Acquisition of Insurance Business of Huaxia Life Insurance Co., Ltd. by Rui Life Insurance Co., Ltd. (Jing Jin Fu [2023] No. 245) and the Announcement on the Transfer of Insurance Business between Rui Life Insurance Co., Ltd. and Huaxia Life Insurance Co., Ltd., Rui Life Insurance Co., Ltd. (“Rui Insurance”) has acquired the insurance business and corresponding assets and liabilities of Huaxia Life Insurance Co., Ltd. as a whole. As a result of the above-mentioned acquisition, the investor of EPF – HuaXia Life SMA One (光大保德信－華夏人壽1號單一資產管理計劃) has been changed from Huaxia Life to Rui Insurance, and all rights and obligations of Huaxia Life under the original contract have been assumed by Rui Insurance. After Huaxia Life (former investor), Rui Insurance (new investor), the manager and custodian reached an agreement and signed a supplementary agreement, the beneficial owner of H Shares of Shenwan Hongyuan under this product was changed from Huaxia Life Insurance Co., Ltd. to Rui Life Insurance Co., Ltd. According to the information on equity disclosure on the website of the Hong Kong Stock Exchange, it is shown that Huaxia Life Insurance Co., Ltd. remained as the substantial shareholder of the Company. To the best knowledge, information and belief of the Company, after having made all reasonable enquiries, due to the afore-mentioned transfer, Huaxia Life Insurance Co., Ltd. ceases to be the substantial shareholder of the Company.

Note 4: According to Part XV of the Securities and Futures Ordinance, shareholders of the Company are required to file disclosure of interests forms when certain criteria are fulfilled. If the shareholders have not filed disclosure of interests forms as required under the Securities and Futures Ordinance, the actual shareholdings of the shareholders in the Company may be different from the shareholdings filed with the Stock Exchange as of the end of the Reporting Period. When the shareholdings of shareholders in the Company change, it is not necessary for such shareholders to notify the Company and the Hong Kong Stock Exchange unless certain criteria are fulfilled. Therefore, the actual shareholdings of substantial shareholders in the Company may be different from the shareholdings filed with the Hong Kong Stock Exchange as of the end of the Reporting Period.

Note 5: As at June 30, 2026, the Company has issued a total of 22,535,944,560 A Shares and 2,504,000,000 H Shares, totaling 25,039,944,560 shares.

Save as disclosed above, as of June 30, 2026, the Company was not aware of any other person (other than directors and chief executives of the Company) having any interests or short positions in the shares or underlying shares of the Company which were required to be disclosed to the Company pursuant to Divisions 2 and 3 of Part XV of the Securities and Futures Ordinance or which were recorded in the register required to be kept by the Company under Section 336 of the Securities and Futures Ordinance.



VIII. SUFFICIENCY OF PUBLIC FLOAT

Based on information that is publicly available to the Company and to the knowledge of the directors of the Company, during the Reporting Period and as of the date of this report, no less than 5% of the Company's total issued shares were held by the public, which meets the minimum public float requirement as set out in Rule 19A.28B(2) of the Hong Kong Listing Rules.

IX. REPURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

During the Reporting Period, the Company conducted the put-back of bonds, details of which are as follows:

The term of the Corporate Bonds Publicly Issued to Professional Investors in 2021 (First Tranche) (Type II) ("21 ShenHong 02") issued by the Company is seven years, and the issuer shall have the option to adjust the coupon rate and the investors shall have the option to sell back the bonds at the end of the fifth interest-bearing year. On January 28, January 29, and January 30, 2026, the Company disclosed the first, second and third Indicative Announcement on Adjustment of Coupon Rate and Measures for Implementation of Put-back by Investors for "21 ShenHong 02" bonds, respectively, pursuant to which the issuer determined to lower the coupon rate by 265 basis points at the end of the fifth interest-bearing year of "21 ShenHong 02", i.e. the coupon rate for the sixth and seventh interest-bearing years of the term of the bonds (i.e. from March 8, 2026 to March 7, 2028) is 1.30% and is fixed in the sixth and seventh years of the term of the bonds. Meanwhile, it was announced that the put-back registration period of "21 ShenHong 02" is from February 2, 2026 to February 6, 2026. (Please refer to the relevant announcements published by the Company on the Cninfo website (www.cninfo.com.cn) and the website of HKEXnews of Hong Kong Stock Exchange (www.hkexnews.hk) on January 28, January 29, and January 30, 2026 for details)

The number of "21 ShenHong 02" bonds subject to put-back is 5,000,000, the put-back amount is RMB500,000,000, and the remaining number of bonds under custody is 0. The principal and interest for the "21 ShenHong 02" bonds subject to put-back was transferred by the Company to the designated bank account of Shenzhen Branch of China Securities Depository and Clearing Corporation Limited on time, and was transferred to the accounts of investors on the date of receipt of put-back funds which is March 9, 2026. The put-back is in full. Upon completion of the implementation, "21 ShenHong 02" was delisted at the Shenzhen Stock Exchange on March 9, 2026. (Please refer to the relevant announcements published by the Company on the Cninfo website (www.cninfo.com.cn) and the website of HKEXnews of Hong Kong Stock Exchange (www.hkexnews.hk) on March 5, 2026 for details)

During the Reporting Period, save as disclosed above, neither the Company nor any of its subsidiaries repurchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares (as defined under the Hong Kong Listing Rules).

As at the end of the Reporting Period, the Company did not hold any treasury shares.



Section VII Profile of Bonds

I. CORPORATE BONDS

(I) Basic Information of Corporate Bonds

1. Public issuance of corporate bonds in 2021

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon rate (%)	Payment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2021 (Second Tranche) (Type II)	21 ShenHong 04	149553	2021-07-13	2021-07-15	2028-07-15	300,000	3.65	Interest shall be calculated annually, while the principal shall be fully repaid upon maturity. Interest shall be paid annually, and principal shall be repaid upon maturity together with interest payable for the last period.	Shenzhen Stock Exchange
Suitability arrangement of investors (if any)	Targeted to professional investors who have maintained A share securities accounts in the Shenzhen Branch of China Securities Depository and Clearing Corporation Limited and in compliance with the requirements under the Administrative Measures on Corporate Bonds Offering and Trading (《公司债券發行與交易管理辦法》) and related laws and regulations (excluding subscribers prohibited by laws and regulations). Investors shall not subscribe by illegally making use of accounts or funds of others, or illegally financing or financing for others. Investors subscribing for these bonds shall observe relevant laws and regulations and the relevant provisions of the CSRC and assume corresponding legal responsibilities on their own.								
Applicable trading mechanism	Traded by matching, click-to-execute, inquiry, competitive bidding, or negotiation								
Whether there is risk of delisting (if any) and countermeasures therefor	Nil								

- Notes: 1. Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2021 (First Tranche) (Type II) completed fully put-back, interest payment and delisting on March 9, 2026.
2. Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2021 (Third Tranche) (Type II) completed full redemption, interest payment and delisting on August 4, 2026. Please refer to relevant announcement of the Company for details.



2. Public issuance of corporate bonds in 2022

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon rate (%)	Payment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2022 (First Tranche) (Type II)	22 ShenHong 02	149826	2022-03-04	2022-03-08	2027-03-08	120,000	3.50	Interest shall be calculated annually, while the principal shall be fully repaid upon maturity. Interest shall be paid annually, and principal shall be repaid upon maturity together with interest payable for the last period.	Shenzhen Stock Exchange
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2022 (Second Tranche) (Type II)	22 ShenHong 04	149899	2022-04-22	2022-04-26	2027-04-26	100,000	3.45		
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Offered to Professional Investors in 2022 (Third Tranche) (Type II)	22 ShenHong 06	148054	2022-08-26	2022-08-30	2032-08-30	255,000	3.56		
Suitability arrangement of investors (if any)	Targeted to professional investors who have maintained A share securities accounts in the Shenzhen Branch of China Securities Depository and Clearing Corporation Limited and in compliance with the requirements under the Administrative Measures on Corporate Bonds Offering and Trading (《公司债券发行与交易管理办法》) and related laws and regulations (excluding subscribers prohibited by laws and regulations). Investors shall not subscribe by illegally making use of accounts or funds of others, or illegally financing or financing for others. Investors subscribing for these bonds shall observe relevant laws and regulations and the relevant provisions of the China Securities Regulatory Commission and assume corresponding legal responsibilities on their own.								
Applicable trading mechanism	Traded by matching, click-to-execute, inquiry, competitive bidding, or negotiation								
Whether there is risk of delisting (if any) and countermeasures therefor	Nil								



Section VII Profile of Bonds (continued)

3. Public issuance of corporate bonds in 2023

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon rate (%)	Payment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2023 (First Tranche) (Type II)	23 ShenHong 02	148318	2023-06-12	2023-06-14	2033-06-14	500,000	3.49	Interest shall be calculated annually, while the principal shall be fully repaid upon maturity.	
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2023 (Second Tranche) (Type II)	23 ShenHong 04	148449	2023-09-01	2023-09-05	2026-09-05	80,000	2.85	Interest shall be paid annually, and principal shall be repaid upon maturity together with interest payable for the last period.	Shenzhen Stock Exchange
Suitability arrangement of investors (if any)	Targeted to professional investors who have maintained A share securities accounts in the Shenzhen Branch of China Securities Depository and Clearing Corporation Limited and in compliance with the requirements under the Administrative Measures on Corporate Bonds Offering and Trading (《公司债券發行與交易管理辦法》) and related laws and regulations (excluding subscribers prohibited by laws and regulations). Investors shall not subscribe by illegally making use of accounts or funds of others, or illegally financing or financing for others. Investors subscribing for these bonds shall observe relevant laws and regulations and the relevant provisions of the China Securities Regulatory Commission and assume corresponding legal responsibilities on their own.								
Applicable trading mechanism	Traded by matching, click-to-execute, inquiry, competitive bidding, or negotiation								
Whether there is risk of delisting (if any) and countermeasures therefor	Nil								



4. Public issuance of corporate bonds in 2024

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon rate (%)	Payment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2024 (First Tranche) (Type II)	24 ShenHong 02	148638	2024-03-11	2024-03-13	2029-03-13	245,000	2.71	Interest shall be calculated annually, while the principal shall be fully repaid upon maturity. Interest shall be paid annually, and principal shall be repaid upon maturity together with interest payable for the last period.	Shenzhen Stock Exchange
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2024 (Second Tranche) (Type I)	24 ShenHong 03	524051	2024-11-28	2024-12-02	2026-12-02	160,000	2.06		
Suitability arrangement of investors (if any)			Targeted to professional investors who have maintained A share securities accounts in the Shenzhen Branch of China Securities Depository and Clearing Corporation Limited and in compliance with the requirements under the Administrative Measures on Corporate Bonds Offering and Trading (《公司债券发行与交易管理办法》) and related laws and regulations (excluding subscribers prohibited by laws and regulations). Investors shall not subscribe by illegally making use of accounts or funds of others, or illegally financing or financing for others. Investors subscribing for these bonds shall observe relevant laws and regulations and the relevant provisions of the China Securities Regulatory Commission and assume corresponding legal responsibilities on their own.						
Applicable trading mechanism			Traded by matching, click-to-execute, inquiry, competitive bidding, or negotiation						
Whether there is risk of delisting (if any) and countermeasures therefor			Nil						



Section VII Profile of Bonds (continued)

5. Public issuance of corporate bonds in 2025

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon rate (%)	Payment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2025 (First Tranche) (Type I)	25 ShenHong 01	524193	2025-03-20	2025-03-24	2027-03-24	120,000	2.07		
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2025 (First Tranche) (Type II)	25 ShenHong 02	524194	2025-03-20	2025-03-24	2028-03-24	60,000	2.10	Interest shall be calculated annually, while the principal shall be fully repaid upon maturity. Interest shall be paid annually, and principal shall be repaid upon maturity together with interest payable for the last period.	Shenzhen Stock Exchange
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2025 (Second Tranche) (Type II)	25 ShenHong 04	524333	2025-06-18	2025-06-20	2030-06-20	300,000	1.93		
Suitability arrangement of investors (if any)	Targeted to professional investors who have maintained A share securities accounts in the Shenzhen Branch of China Securities Depository and Clearing Corporation Limited and in compliance with the requirements under the Administrative Measures on Corporate Bonds Offering and Trading (《公司债券發行與交易管理辦法》) and related laws and regulations (excluding subscribers prohibited by laws and regulations). Investors shall not subscribe by illegally making use of accounts or funds of others, or illegally financing or financing for others. Investors subscribing for these bonds shall observe relevant laws and regulations and the relevant provisions of the China Securities Regulatory Commission and assume corresponding legal responsibilities on their own.								
Applicable trading mechanism	Traded by matching, click-to-execute, inquiry, competitive bidding, or negotiation								
Whether there is risk of delisting (if any) and countermeasures therefor	Nil								



6. Public issuance of corporate bonds in 2026

Name of bond	Abbreviation of bond	Bond code	Issuance date	Value date	Maturity date	Balance of bond (RMB'0,000)	Coupon rate (%)	Payment of principal and interest	Trading exchange
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) (Type I)	26 ShenHong 01	524830	2026-06-02	2026-06-04	2029-06-04	80,000	1.64	Interest shall be calculated annually, while the principal shall be fully repaid upon maturity. Interest shall	Shenzhen Stock Exchange
Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued to Professional Investors in 2026 (First Tranche) (Type II)	26 ShenHong 02	524831	2026-06-02	2026-06-04	2031-06-04	300,000	1.79	be paid annually, and principal shall be repaid upon maturity together with interest payable for the last period.	
Suitability arrangement of investors (if any)	Targeted to professional investors who have maintained A share securities accounts in the Shenzhen Branch of China Securities Depository and Clearing Corporation Limited and in compliance with the requirements under the Administrative Measures on Corporate Bonds Offering and Trading (《公司债券發行與交易管理辦法》) and related laws and regulations (excluding subscribers prohibited by laws and regulations). Investors shall not subscribe by illegally making use of accounts or funds of others, or illegally financing or financing for others. Investors subscribing for these bonds shall observe relevant laws and regulations and the relevant provisions of the China Securities Regulatory Commission and assume corresponding legal responsibilities on their own.								
Applicable trading mechanism	Traded by matching, click-to-execute, inquiry, competitive bidding, or negotiation								
Whether there is risk of delisting (if any) and countermeasures therefor	Nil								

During the Reporting Period, the corporate bonds were not overdue.



(II) Issuer or Investor Option Terms and Triggering and Implementation of Investor Protection Terms

1. Issuer or investor option terms

The term of Corporate Bonds of Shenwan Hongyuan Group Co., Ltd. Publicly Issued in 2021 (First Tranche) (Type II) (“21 ShenHong 02”) is seven years, and the issuer shall have the option to adjust the coupon rate and the investors shall have the option to sell back the bonds at the end of the fifth interest-bearing year. On January 28, 2026, January 29, 2026, and January 30, 2026, the issuer disclosed the first, second and third Indicative Announcement on Adjustment of Coupon Rate and Measures for Implementation of Put-back by Investors for “21 ShenHong 02” bonds, respectively, pursuant to which the issuer determined to lower the coupon rate by 265 basis points at the end of the fifth interest-bearing year of “21 ShenHong 02”, i.e. the coupon rate for the sixth and seventh interest-bearing years of the term of the bonds (i.e. from March 8, 2026 to March 7, 2028) is 1.30% and is fixed in the sixth and seventh years of the term of the bonds. Meanwhile, it was announced that the put-back registration period of “21 ShenHong 02” is from February 2, 2026 to February 6, 2026 (trading days only).

The number of “21 ShenHong 02” bonds subject to putback is 5,000,000. The put-back amount is RMB500,000,000.00. The remaining number of bonds under custody is 0. On March 5, 2026, the principal and interest for the “21 ShenHong 02” bonds subject to putback have been transferred by the Company to the designated bank account of Shenzhen Branch of China Securities Depository and Clearing Corporation Limited, and were transferred to the accounts of investors on the date of receipt of put-back funds, being March 9, 2026.

2. Triggering and implementation of investor protection terms

During the Reporting Period, no investor protection terms were triggered for the corporate bonds.

(III) Credit Rating Adjustment for Corporate Bonds

During the Reporting Period, there was no change in the credit rating of corporate bonds.

During the Reporting Period, China Lianhe Credit Rating Co. Ltd. continued to conduct ongoing credit rating on the corporate bonds publicly issued by the Company. There was no change in relevant credit rating level, rating outlook and credit rating results. The credit rating agencies maintained the AAA credit rating for the Company as an issuer, and the AAA credit rating for the corporate bonds, with a stable rating outlook.



(IV) Implementation of and Changes in Guarantees, Debt Repayment Plan and Other Debt Repayment Guarantee Measures during the Reporting Period and Their Impact on the Interests of Bond Investors

1. Public issuance of corporate bonds in 2021

In order to adequately and effectively protect the interests of bondholders, the Company has made a series of arrangements to ensure the timely and full repayment of the 2021 corporate bonds, including designation of dedicated departments and personnel, preparation of debt repayment funds, formulation and strict implementation of the fund management plan with proper organization and coordination, and strict compliance with the information disclosure obligations, etc., which constituted a complete set of approaches to guarantee the payment of interest and redemption of the bonds. The Company has adopted a series of measures to guarantee the repayment of its debts, including formulation of the Rules for Meeting of Bondholders, setting up a special working group for the repayment of debts, formulating and strictly implementing the fund management plan, entrusting bond manager and making timely information disclosure. During the Reporting Period, there were no changes in credit enhancement mechanism, debt repayment plan and other debt repayment guarantee measures for the above corporate bonds.

The Company has set up a dedicated debt repayment account. In March 2026, the Company paid the interest due and the entire principal amount of “21 ShenHong 02” for the period from March 8, 2025 to March 7, 2026 out of the dedicated debt repayment account on a timely basis. In July 2026, the Company paid the interest payable on “21 ShenHong 04” for the period from July 15, 2025 to July 14, 2026 out of the dedicated debt repayment account on a timely basis. In August 2026, the Company paid the interest payable and all principal amount of “21 ShenHong 06” for the period from August 4, 2025 to August 3, 2026 out of the dedicated debt repayment account on a timely basis.

2. Public issuance of corporate bonds in 2022

In order to adequately and effectively protect the interests of bondholders, the Company has made a series of arrangements to ensure the timely and full repayment of the 2022 corporate bonds, including designation of dedicated departments and personnel, preparation of debt repayment funds, formulation and strict implementation of the fund management plan with proper organization and coordination, and strict compliance with the information disclosure obligations, etc., which constituted a complete set of approaches to guarantee the payment of interest and redemption of the bonds. The Company has adopted a series of measures to guarantee the repayment of its debts, including formulation of the Rules for Meeting of Bondholders, setting up a special working group for the repayment of debts, formulating and strictly implementing the fund management plan, entrusting bond manager and making timely information disclosure. During the Reporting Period, there were no changes in credit enhancement mechanism, debt repayment plan and other debt repayment guarantee measures for the above corporate bonds.



The Company has set up a dedicated debt repayment account. In March 2026, the Company paid the interest payable on “22 ShenHong 02” for the period from March 8, 2025 to March 7, 2026 out of the dedicated debt repayment account on a timely basis. In April 2026, the Company paid the interest payable on “22 ShenHong 04” for the period from April 26, 2025 to April 25, 2026 out of the dedicated debt repayment account on a timely basis.

3. Public issuance of corporate bonds in 2023

In order to adequately and effectively protect the interests of bondholders, the Company has made a series of arrangements to ensure the timely and full repayment of the 2023 corporate bonds, including designation of dedicated departments and personnel, preparation of debt repayment funds, formulation and strict implementation of the fund management plan with proper organization and coordination, and strict compliance with the information disclosure obligations, etc., which constituted a complete set of approaches to guarantee the payment of interest and redemption of the bonds. The Company has adopted a series of measures to guarantee the repayment of its debts, including formulation of the Rules for Meeting of Bondholders, setting up a special working group for the repayment of debts, formulating and strictly implementing the fund management plan, entrusting bond manager and making timely information disclosure. During the Reporting Period, there were no changes in credit enhancement mechanism, debt repayment plan and other debt repayment guarantee measures for the above corporate bonds.

The Company has set up a dedicated debt repayment account. In June 2026, the Company paid the interest payable on “23 ShenHong 02” for the period from June 14, 2025 to June 13, 2026 out of the dedicated debt repayment account on a timely basis.

4. Public issuance of corporate bonds in 2024

In order to adequately and effectively protect the interests of bondholders, the Company has made a series of arrangements to ensure the timely and full repayment of the 2024 corporate bonds, including designation of dedicated departments and personnel, preparation of debt repayment funds, formulation and strict implementation of the fund management plan with proper organization and coordination, and strict compliance with the information disclosure obligations, etc., which constituted a complete set of approaches to guarantee the payment of interest and redemption of the bonds. The Company has adopted a series of measures to guarantee the repayment of its debts, including formulation of the Rules for Meeting of Bondholders, setting up a special working group for the repayment of debts, formulating and strictly implementing the fund management plan, entrusting a bond manager and making timely information disclosure. During the Reporting Period, there were no changes in credit enhancement mechanism, debt repayment plan and other debt repayment guarantee measures for the above corporate bonds.

The Company has set up a dedicated debt repayment account. In March 2026, the Company paid the interest payable on “24 ShenHong 02” for the period from March 13, 2025 to March 12, 2026 out of the dedicated debt repayment account on a timely basis.



5. Public issuance of corporate bonds in 2025

In order to adequately and effectively protect the interests of bondholders, the Company has made a series of arrangements to ensure the timely and full repayment of the 2025 corporate bonds, including designation of dedicated departments and personnel, preparation of debt repayment funds, formulation and strict implementation of the fund management plan with proper organization and coordination, and strict compliance with the information disclosure obligations, etc., which constituted a complete set of approaches to guarantee the payment of interest and redemption of the bonds. The Company has adopted a series of measures to guarantee the repayment of its debts, including formulation of the Rules for Meeting of Bondholders, setting up a special working group for the repayment of debts, formulating and strictly implementing the fund management plan, entrusting bond manager and making timely information disclosure. During the Reporting Period, there were no changes in credit enhancement mechanism, debt repayment plan and other debt repayment guarantee measures for the above corporate bonds.

In March 2026, the Company paid the interest payable on “25 ShenHong 01” and “25 ShenHong 02” for the period from March 24, 2025 to March 23, 2026 out of the dedicated debt repayment account on a timely basis. In June 2026, the Company paid the interest payable on “25 ShenHong 04” for the period from June 20, 2025 to June 19, 2026 on a timely basis.

6. Public issuance of corporate bonds in 2026

In order to adequately and effectively protect the interests of bondholders, the Company has made a series of arrangements to ensure the timely and full repayment of the 2026 corporate bonds, including designation of dedicated departments and personnel, preparation of debt repayment funds, formulation and strict implementation of the fund management plan with proper organization and coordination, and strict compliance with the information disclosure obligations, etc., which constituted a complete set of approaches to guarantee the payment of interest and redemption of the bonds. The Company has adopted a series of measures to guarantee the repayment of its debts, including formulation of the Rules for Meeting of Bondholders, setting up a special working group for the repayment of debts, formulating and strictly implementing the fund management plan, entrusting bond manager and making timely information disclosure. During the Reporting Period, there were no changes in credit enhancement mechanism, debt repayment plan and other debt repayment guarantee measures for the above corporate bonds.

No guarantee is provided for the corporate bonds issued by the Company.



II. OTHER INFORMATION ON BONDS

During the Reporting Period, the Company did not have enterprise bonds, non-financial enterprise bond financing instruments or convertible corporate bonds.

During the Reporting Period, the Company did not record loss within the scope of consolidated statements exceeding 10% of the net assets as at the end of last year.

For the issuance of bonds by Shenwan Hongyuan Securities, a subsidiary of the Company, please refer to “XIX. Significant Matters of Subsidiaries of the Company” under “Section V Significant Events” in this report.

III. MAIN ACCOUNTING DATA AND FINANCIAL INDICATORS OF THE COMPANY FOR THE RECENT TWO YEARS AS OF THE END OF THE REPORTING PERIOD

Item	As of the end of the Reporting Period	As of the end of last year	Increase/decrease as compared with the end of last year
Current ratio	1.25	1.24	Increased by 0.01
Gearing ratio ^{Note}	78.82%	76.62%	Increased by 2.20 percentage points
Quick ratio	1.25	1.23	Increased by 0.02

Item	For the Reporting Period	For the same period last year	Increase/decrease as compared with the same period last year
Profit for the period after deducting non-recurring profit or loss (RMB'000)	6,114,214	4,734,547	29.14%
Total debt to EBITDA ratio	0.03	0.03	–
Interest coverage multiple	3.07	2.58	18.99%
Cash interest coverage multiple	-1.56	5.06	-130.83%
EBITDA interest coverage multiple	3.19	2.70	18.15%
Loan repayment ratio	100.00%	100.00%	–
Interest repayment ratio	100.00%	100.00%	–

Note: Gearing ratio = (Total liabilities – Accounts payable to brokerage clients – Proceeds from underwriting securities received on behalf of customers)/(Total assets – Accounts payable to brokerage clients – Proceeds from underwriting securities received on behalf of customers) * 100%

Section VIII Financial Statements

SHENWAN HONGYUAN GROUP CO., LTD.

(Incorporated in the People's Republic of China
with Limited Liability)

Interim Financial Information (Unaudited)
For the six months ended 30 June 2026
(Prepared under International Financial Reporting
Standards)

Report on Review of Interim Financial Information To the Board of Directors of Shenwan Hongyuan Group Co., Ltd.

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

Introduction

We have reviewed the accompanying interim financial report set out on pages 156 to 252, which comprises the condensed consolidated interim statement of financial position of Shenwan Hongyuan Group Co., Ltd. (the "Company") and its subsidiaries (collectively the "Group") as at 30 June 2026 and the related condensed consolidated interim income statement, the condensed consolidated interim statement of comprehensive income, the condensed consolidated interim statement of changes in equity and the condensed consolidated interim statement of cash flows for the six-month period ended at 30 June 2026 and explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of an interim financial report to be in compliance with the relevant provisions thereof and IAS 34 Interim Financial Reporting, issued by the International Accounting Standards Board. The directors are responsible for the preparation and presentation of interim financial report in accordance with IAS 34 Interim Financial Reporting.

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

Scope of Review

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

Report on Review of Interim Financial Information
To the Board of Directors of Shenwan Hongyuan Group
Co., Ltd. (continued)

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

Conclusion

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

Certified Public Accountants

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

27 August 2026

Condensed consolidated interim income statement

For the six months ended 30 June 2026

(In RMB thousands, unless otherwise stated)

	Note	<u>Six months ended 30 June</u>	
		<u>2026</u>	<u>2025</u>
		(Unaudited)	(Unaudited)
Revenue			
Fee and commission income	5	6,851,515	4,678,577
Interest income	6	4,952,284	4,365,959
Net investment gains	7	7,049,862	7,296,682
Total revenue		<u>18,853,661</u>	<u>16,341,218</u>
Other income and gains	8	267,150	160,418
Total revenue and other income		<u>19,120,811</u>	<u>16,501,636</u>
Fee and commission expenses	9	1,713,270	995,914
Interest expenses	10	4,279,625	4,167,192
Staff costs	11	4,569,676	4,011,283
Depreciation and amortization expenses	12	429,996	464,579
Tax and surcharges		98,500	79,978
Other operating expenses	13	1,000,814	1,020,023
Credit impairment losses	14	13,400	117,228
Provision for impairment against other assets		3,257	43,832
Total expenses		<u>12,108,538</u>	<u>10,900,029</u>

Condensed consolidated interim income statement
(continued)
For the six months ended 30 June 2026
(In RMB thousands, unless otherwise stated)

	Note	<i>Six months ended 30 June</i>	
		<u>2026</u>	<u>2025</u>
		(Unaudited)	(Unaudited)
Operating profit		7,012,273	5,601,607
Share of profits of associates and joint ventures		787,751	383,822
Profit before income tax		7,800,024	5,985,429
Income tax expense	15	1,555,029	1,182,332
Profit for the period		<u>6,244,995</u>	<u>4,803,097</u>
Attributable to:			
Shareholders of the Company		5,730,432	4,284,169
Non-controlling interests		514,563	518,928
Total		<u>6,244,995</u>	<u>4,803,097</u>
Basic and diluted earnings per share (in Renminbi per share)	16	<u>0.23</u>	<u>0.17</u>

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

Condensed consolidated interim statement of comprehensive income

For the six months ended 30 June 2026

(In RMB thousands, unless otherwise stated)

	<i>Six months ended 30 June</i>	
	<i>2026</i>	<i>2025</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
Profit for the period	6,244,995	4,803,097
Other comprehensive income for the period		
Items that will not be reclassified to profit or loss:		
Equity investment at fair value through other comprehensive income		
- Net change in fair value	(429,230)	942,676
Share of other comprehensive income of associates and joint ventures	(728)	4,781
Income tax impact	107,641	(235,669)
Items that may be reclassified subsequently to profit or loss:		
Financial assets at fair value through other comprehensive income		
- Net changes in fair value	224,132	426,402
- Changes in allowance for expected credit losses	(148)	5,201
- Reclassified to profit or loss	(141,020)	(566,915)
Share of other comprehensive income of associates and joint ventures	(23,037)	(8,941)
Exchange differences on translation of financial statements in foreign currencies	(189,996)	(57,803)
Income tax impact	(38,162)	46,809
Total other comprehensive income for the period, net of tax	(490,548)	556,541
Total comprehensive income for the period	5,754,447	5,359,638

Condensed consolidated interim statement of
comprehensive income (continued)
For the six months ended 30 June 2026
(In RMB thousands, unless otherwise stated)

	<i>Six months ended 30 June</i>	
	<i>2026</i>	<i>2025</i>
	(Unaudited)	(Unaudited)
Attributable to:		
Shareholders of the Company	5,273,233	4,853,540
Non-controlling interests	481,214	506,098
Total	<u>5,754,447</u>	<u>5,359,638</u>

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

Condensed consolidated interim statement of financial position

As at 30 June 2026

(In RMB thousands, unless otherwise stated)

	Note	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
Non-current assets			
Property and equipment	17	1,071,703	1,192,273
Right-of-use assets	18	843,029	810,211
Investment properties		32,263	34,296
Other intangible assets	19	346,105	395,992
Interest in associates and joint ventures	20	4,811,142	4,384,142
Financial assets measured at amortized cost	21	1,829,584	3,031,576
Financial assets held under resale agreements	22	539,615	817,112
Financial assets at fair value through profit or loss	23	7,706,275	7,605,147
Financial assets at fair value through other comprehensive income	24	84,742,175	92,633,354
Refundable deposits	25	37,896,485	33,898,910
Deferred tax assets	26	1,007,005	913,023
Other non-current assets	27	370,471	393,316
Total non-current assets		<u>141,195,852</u>	<u>146,109,352</u>

Condensed consolidated interim statement of financial position (continued)

As at 30 June 2026

(In RMB thousands, unless otherwise stated)

	Note	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
Current assets			
Accounts receivable	28	3,416,677	3,094,548
Other current assets	29	2,166,264	2,028,119
Margin accounts receivable	30	112,110,656	95,973,306
Financial assets measured at amortized cost	21	1,000,696	499,622
Financial assets held under resale agreements	22	8,908,559	13,741,222
Financial assets at fair value through profit or loss	23	302,333,744	260,019,530
Financial assets at fair value through other comprehensive income	24	42,399,669	35,258,140
Derivative financial assets	31	8,901,860	4,773,454
Clearing settlement funds	32	12,656,139	13,190,279
Cash held on behalf of brokerage clients	33	142,218,871	129,870,708
Cash and bank balances	34	47,997,071	36,988,960
Total current assets		<u>684,110,206</u>	<u>595,437,888</u>
Total assets		<u>825,306,058</u>	<u>741,547,240</u>

Condensed consolidated interim statement of financial position (continued)

As at 30 June 2026

(In RMB thousands, unless otherwise stated)

	Note	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
Current liabilities			
Loans and borrowings	36	3,032,369	2,503,733
Short-term debt instruments issued	37	64,694,421	58,404,461
Placements from other financial institutions	38	3,427,175	2,669,534
Accounts payable to brokerage clients	39	159,749,283	141,865,984
Employee benefits payable	40	2,955,919	2,973,191
Other payables and accruals	41	71,031,689	58,072,203
Contract liabilities		17,719	13,840
Current tax liabilities		890,062	154,379
Financial assets sold under repurchase agreements	42	193,044,309	185,697,288
Lease liabilities	43	366,265	321,037
Financial liabilities at fair value through profit or loss	44	19,187,259	11,547,110
Derivative financial liabilities	31	15,708,120	9,628,944
Long-term bonds due within one year	45	46,036,278	35,061,340
Total current liabilities		<u>580,140,868</u>	<u>508,913,044</u>
Net current assets		<u>103,969,338</u>	<u>86,524,844</u>
Total assets less current liabilities		<u>245,165,190</u>	<u>232,634,196</u>

Condensed consolidated interim statement of financial position (continued)

As at 30 June 2026

(In RMB thousands, unless otherwise stated)

	Note	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
Non-current liabilities			
Long-term bonds	45	99,808,599	88,099,037
Non-current employee benefits payable	40	3,541,633	3,519,024
Deferred tax liabilities	26	108,015	62,217
Lease liabilities	43	486,725	493,652
Other non-current liabilities		225,467	283,516
Total non-current liabilities		<u>104,170,439</u>	<u>92,457,446</u>
Net assets		<u>140,994,751</u>	<u>140,176,750</u>
Equity			
Share capital	46	25,039,945	25,039,945
Reserves	47	47,289,006	47,740,459
Retained profits	48	42,655,067	38,816,941
Total equity attributable to shareholders of the Company		<u>114,984,018</u>	<u>111,597,345</u>
Non-controlling interests		<u>26,010,733</u>	<u>28,579,405</u>
Total equity		<u>140,994,751</u>	<u>140,176,750</u>

Approved and authorised for issue by the board of directors on 27 August 2026.

Liu Jian
Executive Director,
Chairman

Fang Rongyi
Executive Director

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

Condensed consolidated interim statement of changes in equity

For the six months ended 30 June 2026

(In RMB thousands, unless otherwise stated)

	Attributable to shareholders of the Company								Non-controlling interests		
	Reserves								Ordinary shareholders	Other equity instrument holders	Total equity
	Share capital (Note 46)	Capital reserve (Note 47)	Surplus reserves (Note 47)	General reserves (Note 47)	Fair value reserve (Note 47)	Translation reserve (Note 47)	Retained profits (Note 48)	Subtotal			
As at 1 January 2026	25,039,945	19,247,515	4,534,721	21,960,395	1,807,400	190,428	38,816,941	111,597,345	1,621,007	26,958,398	140,176,750
Profit for the period	-	-	-	-	-	-	5,730,432	5,730,432	41,225	473,338	6,244,995
Other comprehensive income	-	-	-	-	(300,955)	(156,244)	-	(457,199)	(33,349)	-	(490,548)
Total comprehensive income for the period	-	-	-	-	(300,955)	(156,244)	5,730,432	5,273,233	7,876	473,338	5,754,447
Capital invested / (reduced) by shareholders											
Among them: Redemption of perpetual bonds	-	(2,925)	-	-	-	-	-	(2,925)	-	(1,997,075)	(2,000,000)
Others	-	(5,639)	-	-	-	-	-	(5,639)	(95,571)	-	(101,210)
Changes of general reserves	-	-	-	(202,395)	-	-	202,395	-	-	-	-
Distribution to ordinary shareholders	-	-	-	-	-	-	(1,877,996)	(1,877,996)	-	-	(1,877,996)
Distribution to other equity instrument holders	-	-	-	-	-	-	-	-	-	(957,240)	(957,240)
Other comprehensive income that has been reclassified to retained profits	-	-	-	-	216,705	-	(216,705)	-	-	-	-
As at 30 June 2026 (Unaudited)	25,039,945	19,238,951	4,534,721	21,758,000	1,723,150	34,184	42,655,067	114,984,018	1,533,312	24,477,421	140,994,751

Condensed consolidated interim statement of changes in equity (continued)

For the six months ended 30 June 2026

(In RMB thousands, unless otherwise stated)

	Attributable to shareholders of the Company								Non-controlling interests		
	Reserves								Ordinary shareholders	Other equity instrument holders	Total equity
	Share capital (Note 46)	Capital reserve (Note 47)	Surplus reserves (Note 47)	General reserves (Note 47)	Fair value reserve (Note 47)	Translation reserve (Note 47)	Retained profits (Note 48)	Subtotal			
As at 1 January 2025	25,039,945	19,273,553	4,365,471	19,871,947	2,215,467	277,051	33,740,663	104,784,097	1,606,431	26,958,398	133,348,926
Profit for the period	-	-	-	-	-	-	4,284,169	4,284,169	44,242	474,686	4,803,097
Other comprehensive income	-	-	-	-	614,078	(44,707)	-	569,371	(12,830)	-	556,541
Total comprehensive income for the period	-	-	-	-	614,078	(44,707)	4,284,169	4,853,540	31,412	474,686	5,359,638
Capital invested / (reduced) by shareholders											
Among them: Others	-	(12,029)	-	-	-	-	-	(12,029)	32,964	-	20,935
Changes of general reserves	-	-	-	24,528	-	-	(24,528)	-	-	-	-
Distribution to ordinary shareholders	-	-	-	-	-	-	(1,151,837)	(1,151,837)	(97)	-	(1,151,934)
Distribution to other equity instrument holders	-	-	-	-	-	-	-	-	-	(957,240)	(957,240)
Other comprehensive income that has been reclassified to retained profits	-	-	-	-	155,024	-	(155,024)	-	-	-	-
As at 30 June 2025 (Unaudited)	25,039,945	19,261,524	4,365,471	19,896,475	2,984,569	232,344	36,693,443	108,473,771	1,670,710	26,475,844	136,620,325

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

Condensed consolidated interim statement of cash flows

For the six months ended 30 June 2026

(In RMB thousands, unless otherwise stated)

	<u>Six months ended 30 June</u>	
	2026	2025
	(Unaudited)	(Unaudited)
Cash flows from operating activities:		
Profit before income tax	7,800,024	5,985,429
Adjustments for:		
Interest expenses	4,279,625	4,167,192
Share of profits of associates and joint ventures	(787,751)	(383,822)
Depreciation and amortization expenses	429,996	464,579
Net provision for impairment losses	16,657	161,060
(Gains) / losses on disposal of property and equipment and other intangible assets	(873)	1,042
Foreign exchange losses	77,066	24,860
Net investment gains and interest income from financial assets at fair value through other comprehensive income	(1,738,207)	(2,752,241)
Net investment gains and interest income from financial assets measured at amortized cost	(74,783)	(50,482)
Unrealised fair value changes of financial instruments at fair value through profit or loss	(490,195)	(1,814,767)
Unrealised fair value changes of derivative financial instruments	2,298,171	1,844,690
Operating cash flows before movements in working capital	<u>11,809,730</u>	<u>7,647,540</u>

Condensed consolidated interim statement of cash flows (continued)

For the six months ended 30 June 2026

(In RMB thousands, unless otherwise stated)

	<u>Six months ended 30 June</u>	
	<u>2026</u>	<u>2025</u>
	(Unaudited)	(Unaudited)
Cash flows from operating activities:		
Increase in refundable deposits	(3,997,575)	(6,017,630)
(Increase) / decrease in margin accounts receivable	(16,033,811)	1,899,761
Decrease in accounts receivable and other current assets	37,498	1,596,832
Increase in financial assets held under resale agreements	(177,371)	(790,403)
(Increase) / decrease in financial instruments at fair value through profit or loss	(34,734,749)	6,016,885
(Increase) / decrease in derivative financial instruments	(347,401)	1,116,036
(Increase) / decrease in cash held on behalf of brokerage clients	(12,348,163)	3,177,605
Increase / (decrease) in accounts payable to brokerage clients	17,883,408	(659,374)
Increase in other payables and accruals and other non-current liabilities	10,279,131	1,774,059
Increase in employee benefits payable	5,337	1,009,012
Increase in financial assets sold under repurchase agreements	7,508,364	5,131,391
Increase in placements from other financial institutions	761,200	703,778
Cash (used in) / generated from operations	(19,354,402)	22,605,492
Income taxes paid	(870,286)	(568,097)
Interest paid for operating activities	(2,053,056)	(2,276,549)
Net cash (used in) / generated from operating activities	<u>(22,277,744)</u>	<u>19,760,846</u>

Condensed consolidated interim statement of cash flows (continued)

For the six months ended 30 June 2026

(In RMB thousands, unless otherwise stated)

	<u>Six months ended 30 June</u>	
	<u>2026</u>	<u>2025</u>
	(Unaudited)	(Unaudited)
Cash flows from investing activities:		
Proceeds from disposal of property and equipment and other intangible assets	4,630	4,536
Dividends received from associates and joint ventures	5,840	353,585
Interest income and disposal gains from financial assets measured at amortized cost	62,012	56,477
Net investment gains and interest income from financial assets at fair value through other comprehensive income	1,689,023	2,951,008
Proceeds from disposal / (purchases) of financial assets measured at amortized cost	690,589	(419,445)
Purchases of property and equipment, other intangible assets and other non-current assets	(133,712)	(134,253)
Proceeds from disposal of associates and joint ventures	27,842	42,148
Proceeds from disposal of financial assets at fair value through other comprehensive income	218,548	2,419,707
Decrease / (increase) in restricted bank deposits	400,750	(532,163)
Net cash generated from investing activities	<u>2,965,522</u>	<u>4,741,600</u>

Condensed consolidated interim statement of cash flows (continued)

For the six months ended 30 June 2026

(In RMB thousands, unless otherwise stated)

	Note	Six months ended 30 June	
		2026 (Unaudited)	2025 (Unaudited)
Cash flows from financing activities:			
Proceeds from issuance of long-term bonds		34,745,000	17,598,784
Proceeds from issuance of short-term debt instruments		68,915,910	33,701,786
Proceeds from loans and borrowings		1,341,374	1,109,913
Long-term bonds repaid		(12,199,538)	(27,989,191)
Short-term debt instruments repaid		(62,676,446)	(43,462,254)
Loans and borrowings repaid		(812,525)	(243,355)
Loans, bonds and debt instruments interest paid		(2,052,770)	(2,353,635)
Dividends paid		(143,920)	(144,017)
Payment of lease liabilities		(178,989)	(212,260)
Redemption of perpetual bond		(2,000,000)	-
Other cash payments relating to financing activities		(101,212)	-
Net cash generated from / (used in) financing activities		<u>24,836,884</u>	<u>(21,994,229)</u>
Net increase in cash and cash equivalents		5,524,662	2,508,217
Cash and cash equivalents at the beginning of the period		60,309,596	51,376,549
Effect of foreign exchange rate changes		(77,066)	(24,860)
Cash and cash equivalents at the end of the period	35	<u>65,757,192</u>	<u>53,859,906</u>

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

Notes to the condensed consolidated interim financial information

(In RMB thousands, unless otherwise stated)

1 General information

Shenwan Hongyuan Group Co., Ltd. (申萬宏源集團股份有限公司) (the “Company”), formerly known as Shenyin Wanguo Securities Co., Ltd., had its origin in a merger of Shanghai Shenyin Securities Co., Ltd. and Shanghai Wanguo Securities Co., Ltd. in 1996 with the approval of the People’s Bank of China. On 16 January 2015, the Company changed its name to Shenwan Hongyuan Group Co., Ltd., when Shenyin Wanguo Securities Co., Ltd. and Hongyuan Securities Co., Ltd. merged through share issuance and swap as approved by the China Securities Regulatory Commission (“CSRC”) (CSRC Xu Ke [2014] No. 1279).

On 26 January 2015, the common shares issued by the Company were listed on the Shenzhen Stock Exchange. The stock name was “Shenwan Hongyuan” and the stock code was “000166”.

On 6 July 2016, on the basis of the total outstanding shares of 14,856,744,977 shares as at 31 December 2015, the Company distributed 3.50 shares per 10 shares as stock dividends to shareholders, thus increasing its registered capital by RMB5,199,860,741 and increasing its total outstanding shares to 20,056,605,718 shares as at 31 December 2016 and 31 December 2017.

As of 16 January 2018, the Company raised a total of RMB11,972,900,760 from the non-public offering of shares, of which paid-in capital was RMB2,479,338,842 and share premium totaled RMB9,493,561,918, thus increasing the accumulated total outstanding shares of the Company to 22,535,944,560 shares as at 31 December 2018.

As of 26 April 2019, the Company issued 2,504,000,000 H shares on the main board of The Stock Exchange of Hong Kong Limited (the “Hong Kong Stock Exchange”), thus increasing the accumulated total outstanding shares of the Company to 25,039,944,560 shares as at 30 June 2026.

The Company’s registered address moved to the Xinjiang Uygur Autonomous Region on 20 January 2015 and obtained a business license renewed by the Xinjiang Uygur Autonomous Region Administration for Industry and Commerce. The Company and its subsidiaries are principally engaged in securities brokerage, margin financing and securities lending, securities-backed lending, proprietary securities business, securities underwriting and sponsoring, securities asset management, fund management, stock option market making, futures brokerage, direct investment, innovative investment etc.

2 Basis of accounting

The interim financial statements for the six months ended 30 June 2026 have been prepared in accordance with IAS 34 Interim Financial Reporting, as well as with all applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited, and should be read in conjunction with the Group's last annual consolidated financial statements as at and for the year ended 31 December 2025 ('last annual financial statements'). They do not include all of the information required for a complete set of financial statements prepared in accordance with IFRS Accounting Standards. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual financial statements.

The financial information relating to the financial year ended 31 December 2025 that is included in the interim financial statements as comparative information does not constitute the Company's annual consolidated financial statements but is derived from those financial statements.

These condensed consolidated interim financial statements were authorised for issue by the Company's board of directors on 27 August 2026.

3 Use of judgements and estimates

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

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

Measurement of fair values

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

The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the chief financial officer.

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

Significant valuation issues are reported to the Group audit committee.

3 Use of judgements and estimates (continued)

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

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in Note 54.

4 Changes in accounting policies

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

The Group has adopted Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7) from 1 January 2026. The amendments clarify when a financial asset or a financial liability is recognised and derecognised. They also introduce an exception that permits an entity to derecognise a financial liability before the settlement date when the financial liability is settled with cash, using an electronic payment system that meets specific criteria.

None of these amendments have had a material effect on how the Group's results and financial position for the current or prior periods have been prepared or presented in this interim financial report. The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

5 Fee and commission income

	<i>Six months ended 30 June</i>	
	<i>2026</i>	<i>2025</i>
Income from securities brokerage business	4,597,513	2,966,861
Income from futures brokerage business	989,822	645,327
Income from underwriting and sponsorship business	605,176	572,514
Income from asset management business	360,982	333,259
Income from financial advisory business	50,691	78,181
Income from other business	247,331	82,435
Total	<u>6,851,515</u>	<u>4,678,577</u>

6 Interest income

	<i>Six months ended 30 June</i>	
	<i>2026</i>	<i>2025</i>
Interest income from margin financing and securities lending	2,380,210	1,991,247
Interest income from financial institutions	1,859,383	1,218,552
Interest income from financial instruments at fair value through other comprehensive income	504,089	948,660
Interest income from financial assets measured at amortized cost	74,783	50,482
Interest income from other financial assets held under resale agreements	69,671	102,572
Interest income from securities-backed lending	30,747	2,926
Others	33,401	51,520
Total	<u>4,952,284</u>	<u>4,365,959</u>

7 Net investment gains

	<i>Six months ended 30 June</i>	
	<i>2026</i>	<i>2025</i>
Net realized gains from disposal of financial instruments at fair value through profit or loss	6,135,295	2,270,619
Dividend income and interest income from financial instruments at fair value through profit or loss	2,423,121	2,829,565
Dividend income from financial instruments at fair value through other comprehensive income	1,093,098	1,236,666
Unrealised fair value changes of financial instruments at fair value through profit or loss	490,195	1,814,767
Net realised gains from disposal of financial instruments at fair value through other comprehensive income	141,020	566,915
Net realised (losses) / gains from disposal of derivative financial instruments	(878,929)	442,600
Unrealised fair value changes of derivative financial instruments	(2,298,171)	(1,844,690)
Others	(55,767)	(19,760)
Total	<u>7,049,862</u>	<u>7,296,682</u>

8 Other income and gains

	<i>Six months ended 30 June</i>	
	<i>2026</i>	<i>2025</i>
Government grants (1)	185,789	84,342
Income from tax authorities for individual income tax withheld	28,217	36,936
Rental income (2)	14,432	14,911
Income from disposal of property and equipment	2,080	850
Compensation received	121	312
Miscellaneous (3)	36,511	23,067
Total	<u>267,150</u>	<u>160,418</u>

- (1) The government grants were received unconditionally by the Company and its subsidiaries from the local government where they reside.
- (2) Among the above other income and gains, rental income is recognised over time, and the others are recognised at a point in time.
- (3) Miscellaneous comprise a number of items with small amounts and various natures arising from the Group's daily business operation.

9 Fee and commission expenses

	<i>Six months ended 30 June</i>	
	<i>2026</i>	<i>2025</i>
Expenses for securities brokerage business	937,589	531,427
Expenses for futures brokerage business	735,746	438,378
Expenses for underwriting and sponsorship business	36,884	23,631
Expenses for asset management business	3,050	2,353
Expenses for financial advisory business	1	125
Total	<u>1,713,270</u>	<u>995,914</u>

10 Interest expenses

	<u>Six months ended 30 June</u>	
	<u>2026</u>	<u>2025</u>
Interest expenses for		
- Long-term bonds	1,753,194	1,596,151
- Financial assets sold under repurchase agreements	1,351,934	1,710,168
- Short-term debt instruments issued	446,029	395,776
- Accounts payable to brokerage clients	402,816	156,523
- Other structured entities' holders	115,376	129,217
- Loans and borrowings	42,095	36,236
- Placements from other financial institutions	20,019	50,106
- Lease liabilities	11,649	13,126
- Other	136,513	79,889
Total	<u>4,279,625</u>	<u>4,167,192</u>

11 Staff costs

	<i>Six months ended 30 June</i>	
	<i>2026</i>	<i>2025</i>
Salaries, bonuses and allowances	3,584,339	3,007,555
Contribution to pension schemes	261,731	262,947
Other social welfare	723,606	740,781
Total	<u>4,569,676</u>	<u>4,011,283</u>

The domestic employees of the Group in the PRC participate in social welfare plans, including pension, medical, housing, and other welfare benefits, organised and administered by the governmental authorities. According to the relevant regulations, the premiums and welfare benefits contributions that should be borne by the Group are calculated on regular basis and paid to the labour and social welfare authorities. These social welfare plans are defined contribution plans and contributions to the plans are expensed as incurred.

As at 30 June 2026, the Group provides its employees in Mainland China with mandatory pension schemes based on relevant laws. There were no forfeited contributions under these pension schemes. The Group has also established an enterprise annuity plan for its employees in Mainland China. According to the provisions of the enterprise annuity plan, when an employee resigns, part of the amounts of the Group's contributions shall be transferred back to the enterprise account based on such employee's actual serving period, and the amounts transferred back will not reduce the contribution levels of existing employees.

The Group has also established certain contribution plans for some of its employees outside Mainland China, including the Mandatory Provident Fund Scheme (the "MPF Scheme") and the previous retirement scheme (the "ORSO Scheme") which is registered under the Occupational Retirement Scheme Ordinance(ORSO). Contributions are made based on a percentage of the employees' relevant income or basic salaries, whichever is greater, and are charged to the consolidated statement of profit or loss as they become payable in accordance with the rules of the MPF Scheme and the ORSO Scheme. For the ORSO Scheme, when the contribution exceeds the statutory maximum requirements, the excess contribution is credited as the employer's voluntary contribution to the ORSO Scheme. The employer's mandatory contributions to the MPF Scheme vest fully with the employees when contributed into the MPF Scheme. The employer's voluntary contributions to the ORSO Scheme vest with the employees according to the vesting scale of the ORSO Scheme. Forfeited contributions in respect of employees who had left the Group before their contributions fully vested are available for the Group to offset its future voluntary contributions.

12 Depreciation and amortization expenses

	<i>Six months ended 30 June</i>	
	<i>2026</i>	<i>2025</i>
Depreciation of right-of-use assets	173,520	198,672
Amortization of other intangible assets	120,346	112,660
Depreciation of property and equipment	106,517	124,054
Amortization of long-term deferred expenses	27,576	26,951
Depreciation of investment properties	2,037	2,242
Total	<u>429,996</u>	<u>464,579</u>

13 Other operating expenses

	<i>Six months ended 30 June</i>	
	<i>2026</i>	<i>2025</i>
IT expenses	309,916	355,159
Funds and asset management plans distribution expenses	78,565	60,475
Foreign exchange losses	77,066	24,860
Stock exchanges management fees	75,900	72,379
Rental expenses and utilities	65,273	74,874
Consulting and professional services	60,638	75,464
Business travel expenses	60,203	67,966
Administrative and office operating expenses	59,936	60,988
Securities and futures investor protection funds	55,817	48,435
Promotion and entertainment expenses	36,262	32,232
Auditors' remuneration	3,803	3,482
Losses on disposal of property and equipment	1,750	1,538
Miscellaneous (1)	115,685	142,171
Total	<u>1,000,814</u>	<u>1,020,023</u>

- (1) Miscellaneous comprise a number of items with small amounts and various natures arising from the Group's daily business operation.

14 Credit impairment losses

	<u>Six months ended 30 June</u>	
	2026	2025
Provision for / (Reversal of) impairment losses against margin accounts receivable	25,444	(10,957)
Provision for impairment losses against financial assets measured at amortized cost	23,101	128,105
Provision for impairment losses against other current assets	101	3,384
Reversal of impairment losses against cash and bank balances	(131)	(440)
(Reversal of) / Provision for impairment losses against financial assets at fair value through other comprehensive income	(148)	5,201
Reversal of impairment losses against accounts receivable	(17,229)	(4,545)
Reversal of impairment losses against financial assets held under resale agreements	(17,738)	(3,520)
Total	<u>13,400</u>	<u>117,228</u>

15 Income tax expense

(1) Taxation in the condensed consolidated income statement represents:

	<u>Six months ended 30 June</u>	
	2026	2025
Current tax		
- PRC income tax	1,609,314	527,602
- Hong Kong profits tax	26,932	72
Total	<u>1,636,246</u>	<u>527,674</u>
Adjustment in respect of prior years		
- PRC income tax	(30,277)	38,739
Deferred tax		
- Origination and reversal of temporary differences	(50,940)	615,919
Total	<u>1,555,029</u>	<u>1,182,332</u>

15 Income tax expense (continued)

The Group is subject to the global minimum top-up tax under Pillar Two tax legislation. The top-up tax mainly relates to the Group's operation in Hong Kong. The Group has applied a temporary mandatory relief from deferred tax accounting for the impacts of the top-up tax and accounts for it as a current tax when it is incurred. The amount of current tax expense recognised by the Group in relation to Pillar Two tax legislation is immaterial for the period ended 30 June 2026.

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

	<u>Six months ended 30 June</u>	
	2026	2025
Profit before income tax	7,800,024	5,985,429
Notional tax calculated using the PRC statutory tax rate	1,950,006	1,496,357
Tax effect of non-deductible expenses	13,027	619
Tax effect of non-taxable income	(357,145)	(378,518)
Effect of different tax rates of subsidiaries	(16,765)	(13,709)
Adjustment for prior years	(30,277)	38,739
Deductible losses in deferred income tax not recognised in the current period	33,368	88,296
Deductible temporary differences not recognised for prior years	(2,940)	(348)
Others*	(34,245)	(49,104)
Actual income tax expense	<u>1,555,029</u>	<u>1,182,332</u>

* Others mainly include the tax impact of perpetual bond dividends.

16 Basic and diluted earnings per share

	<u>Six months ended 30 June</u>	
	2026	2025
Number of ordinary shares (in thousands)	25,039,945	25,039,945
Net profit attributable to equity shareholders of the Company (in RMB thousands)	5,730,432	4,284,169
Basic and diluted earnings per share attributable to equity shareholders of the Company (in RMB per share)	0.23	0.17

There is no difference between basic and diluted earnings per share as there were no potentially dilutive shares outstanding during the period.

17 Property and equipment

	<i>Buildings</i>	<i>Motor vehicles</i>	<i>Machinery</i>	<i>Electronic equipment</i>	<i>Furniture and fixtures</i>	<i>Renovation</i>	<i>Construction in progress</i>	<i>Total</i>
Cost								
As at 1 January 2026	1,650,049	36,033	4,929	1,369,919	101,967	133,433	196,834	3,493,164
Additions	-	867	-	40,180	1,145	88	57,213	99,493
Transfer during the period	-	-	-	768	27	4,468	(5,263)	-
Decreases	(88,658)	(1,139)	(204)	(39,730)	(1,388)	(970)	(47,821)	(179,910)
As at 30 June 2026	<u>1,561,391</u>	<u>35,761</u>	<u>4,725</u>	<u>1,371,137</u>	<u>101,751</u>	<u>137,019</u>	<u>200,963</u>	<u>3,412,747</u>
Accumulated depreciation								
As at 1 January 2026	(1,040,109)	(30,464)	(4,577)	(1,041,398)	(71,669)	(94,604)	-	(2,282,821)
Charge for the period	(25,702)	(668)	(26)	(69,804)	(4,443)	(5,874)	-	(106,517)
Decreases	27,203	1,082	193	35,606	1,310	970	-	66,364
As at 30 June 2026	<u>(1,038,608)</u>	<u>(30,050)</u>	<u>(4,410)</u>	<u>(1,075,596)</u>	<u>(74,802)</u>	<u>(99,508)</u>	<u>-</u>	<u>(2,322,974)</u>
Impairment								
As at 1 January 2026	(18,070)	-	-	-	-	-	-	(18,070)
Charge for the period	-	-	-	-	-	-	-	-
As at 30 June 2026	<u>(18,070)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(18,070)</u>
Carrying amount								
As at 30 June 2026	<u>504,713</u>	<u>5,711</u>	<u>315</u>	<u>295,541</u>	<u>26,949</u>	<u>37,511</u>	<u>200,963</u>	<u>1,071,703</u>

17 Property and equipment (continued)

	<i>Buildings</i>	<i>Motor vehicles</i>	<i>Machinery</i>	<i>Electronic equipment</i>	<i>Furniture and fixtures</i>	<i>Renovation</i>	<i>Construction in progress</i>	<i>Total</i>
Cost								
As at 1 January 2025	1,649,821	39,053	7,677	1,373,695	99,230	129,213	199,396	3,498,085
Additions	228	305	-	112,726	6,447	625	218,457	338,788
Transfer during the year	-	-	-	3,239	436	10,721	(14,396)	-
Disposals / Other decreases	-	(3,325)	(2,748)	(119,741)	(4,146)	(7,126)	(206,623)	(343,709)
As at 31 December 2025	<u>1,650,049</u>	<u>36,033</u>	<u>4,929</u>	<u>1,369,919</u>	<u>101,967</u>	<u>133,433</u>	<u>196,834</u>	<u>3,493,164</u>
Accumulated depreciation								
As at 1 January 2025	(987,843)	(32,241)	(7,132)	(984,593)	(65,297)	(89,569)	-	(2,166,675)
Charge for the year	(52,266)	(1,384)	(60)	(167,265)	(9,878)	(10,849)	-	(241,702)
Decreases	-	3,161	2,615	110,460	3,506	5,814	-	125,556
As at 31 December 2025	<u>(1,040,109)</u>	<u>(30,464)</u>	<u>(4,577)</u>	<u>(1,041,398)</u>	<u>(71,669)</u>	<u>(94,604)</u>	<u>-</u>	<u>(2,282,821)</u>
Impairment								
As at 1 January 2025	(18,070)	-	-	-	-	-	-	(18,070)
Charge for the year	-	-	-	-	-	-	-	-
As at 31 December 2025	<u>(18,070)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(18,070)</u>
Carrying amount								
As at 31 December 2025	<u>591,870</u>	<u>5,569</u>	<u>352</u>	<u>328,521</u>	<u>30,298</u>	<u>38,829</u>	<u>196,834</u>	<u>1,192,273</u>

As at 30 June 2026 and 31 December 2025, included in buildings, there is a carrying amount of RMB 28,872 thousand and RMB 31,252 thousand respectively, for which the Group has yet to obtain the relevant land or building certificates.

18 Right-of-use assets

	<i>Right-of-use assets</i>
Cost	
As at 1 January 2026	1,592,730
Increases	231,593
Decreases	(176,998)
As at 30 June 2026	1,647,325
Accumulated depreciation	
As at 1 January 2026	(782,519)
Charge for the period	(173,520)
Decreases	151,743
As at 30 June 2026	(804,296)
Carrying amount	
As at 30 June 2026	843,029
	 <i>Right-of-use assets</i>
Cost	
As at 1 January 2025	1,824,406
Increases	418,223
Decreases	(649,899)
As at 31 December 2025	1,592,730
Accumulated depreciation	
As at 1 January 2025	(965,100)
Charge for the year	(429,391)
Decreases	611,972
As at 31 December 2025	(782,519)
Carrying amount	
As at 31 December 2025	810,211

19 Other intangible assets

	Software	Others (1)	Total
Cost			
As at 1 January 2026	1,657,476	329,685	1,987,161
Additions	70,605	-	70,605
Disposals	-	(146)	(146)
	<u>1,728,081</u>	<u>329,539</u>	<u>2,057,620</u>
Accumulated amortization			
As at 1 January 2026	(1,275,563)	(314,930)	(1,590,493)
Charge for the period	(117,349)	(2,997)	(120,346)
Decreases	-	-	-
	<u>(1,392,912)</u>	<u>(317,927)</u>	<u>(1,710,839)</u>
Impairment			
As at 1 January 2026	-	(676)	(676)
As at 30 June 2026	-	(676)	(676)
	<u>-</u>	<u>(676)</u>	<u>(676)</u>
Carrying amount			
As at 30 June 2026	<u>335,169</u>	<u>10,936</u>	<u>346,105</u>

19 Other intangible assets (continued)

	Software	Others (1)	Total
Cost			
As at 1 January 2025	1,437,869	329,832	1,767,701
Additions	223,270	1	223,271
Disposals	(3,663)	(148)	(3,811)
As at 31 December 2025	<u>1,657,476</u>	<u>329,685</u>	<u>1,987,161</u>
Accumulated amortization			
As at 1 January 2025	(1,045,196)	(314,555)	(1,359,751)
Charge for the year	(232,944)	(382)	(233,326)
Decreases	2,577	7	2,584
As at 31 December 2025	<u>(1,275,563)</u>	<u>(314,930)</u>	<u>(1,590,493)</u>
Impairment			
As at 1 January 2025	<u>-</u>	<u>(676)</u>	<u>(676)</u>
As at 31 December 2025	<u>-</u>	<u>(676)</u>	<u>(676)</u>
Carrying amount			
As at 31 December 2025	<u>381,913</u>	<u>14,079</u>	<u>395,992</u>

(1) The carrying amount of others includes trading seats rights, which have indefinite useful life and are not amortized.

20 Interest in associates and joint ventures

	As at 30 June 2026	As at 31 December 2025
Share of net assets	5,028,117	4,601,117
Less: Provision for impairment losses	<u>(216,975)</u>	<u>(216,975)</u>
Total	<u>4,811,142</u>	<u>4,384,142</u>

20 Interest in associates and joint ventures (continued)

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

Name of associates and joint ventures	Place of incorporation	Registered capital (in thousands)	Effective equity interest held		Principal activities
			30 June 2026	31 December 2025	
Fullgoal Fund Management Co., Ltd.* 富國基金管理有限公司	Shanghai	RMB 520,000	27.78%	27.78%	Fund management
Wuhu Jingcheng Venture Capital Co., Ltd.* 蕪湖京城創業投資有限公司	Wuhu, Anhui	RMB 20,000	30.00%	30.00%	Investment management
Xinjiang Tianshan Industrial Investment Fund Management Co., Ltd.* 新疆天山產業投資基金管理有限公司	Urumqi, Xinjiang	RMB 50,000	30.00%	30.00%	Investment management
Horgos Tianshan No. 1 Industrial Investment Fund Limited Partnership* 霍爾果斯天山一號產業投資基金有限合夥企業	Horgos, Xinjiang	RMB 1,510,000	33.11%	33.11%	Equity management
Xinjiang Financial Investment Asset Management Co., Ltd.* 新疆金投資產管理股份有限公司 (1)	Urumqi, Xinjiang	RMB 2,063,471	8.72%	8.72%	Asset management
Henan Guochuang Mixed Reform Fund Management Co., Ltd.* 河南省國創混改基金管理有限公司	Zhengzhou, Henan	RMB 10,000	-	30.00%	Investment management
Shenzhen Shenwan Jiaotou West Growth No. 1 Equity Investment Fund Partnership (Limited Partnership)* (1) 深圳申萬交投西部成長一號股權投資基金合夥企業 (有限合夥) (1)	Shenzhen, Guangdong	RMB 36,523	-	17.55%	Equity management
Shanghai Shenwan & Hongyuan Jiashi Equity Investment Partnership (Limited partnership)* 上海申萬宏源嘉實股權投資合夥企業 (有限合夥)	Shanghai	RMB 100,000	31.00%	31.00%	Equity management
Sichuan Shenwan & Hongyuan Changhong Equity Investment Fund Partnership (Limited Partnership)* 四川申萬宏源長虹股權投資基金合夥企業 (有限合夥) (2)	Mianyang, Sichuan	RMB 310,000	51.61%	51.61%	Equity management

20 Interest in associates and joint ventures (continued)

Name of associates and joint ventures	Place of incorporation	Registered capital (in thousands)	Effective equity interest held		Principal activities
			30 June 2026	31 December 2025	
Sichuan Development Shenwan & Hongyuan Equity Investment Fund Partnership (Limited Partnership)* 四川發展申萬宏源股權投資基金合夥企業 (有限合夥)	Chengdu, Sichuan	RMB 3,000,000	34.00%	34.00%	Equity management
Liaoning Guoxin private equity Investment Fund Management Co., Ltd.* 遼寧國鑫私募基金管理有限公司	Shenyang, Liaoning	RMB 10,000	26.00%	26.00%	Investment management
Tongxiang Shenwan Hongding Growth No. 2 Equity Investment Fund Partnership (Limited Partnership)* 桐鄉申萬泓鼎成長二號股權投資基金合夥企業 (有限合夥) (1)	Jiaxing, Zhejiang	RMB 380,000	13.16%	13.16%	Equity management
Zhuhai Shenhong Gejin Healthcare Investment Fund Partnership (Limited Partnership)* 珠海申宏格金醫療健康產業投資基金合夥企業 (有限合夥)	Zhuhai, Guangdong	RMB 500,000	25.00%	25.00%	Equity management
Aerospace Equity Investment Fund I (Shanghai) Partnership (Limited Partnership)* 宇航一期股權投資基金 (上海) 合夥企業 (有限合夥)	Shanghai	RMB 2,458,500	36.61%	36.61%	Equity management
Jinmao Investment Consulting (Shenzhen) Co., Ltd.* 金茂投資諮詢 (深圳) 有限公司	Shenzhen, Guangdong	USD 2,000	50.00%	50.00%	Investment advisory
Gongqing City Shenhong Huichuang Logistics Industry Equity Investment Partnership (Limited Partnership)* 共青城申宏匯創物流產業股權投資合夥企業 (有限合夥)	Jiujiang, Jiangxi	RMB 43,210	37.51%	37.51%	Equity management
Chongqing Furong Equity Investment Fund Partnership (Limited Partnership)* 重慶市富榮股權投資基金合夥企業 (有限合夥) (1)	Chongqing	RMB 1,500,000	1.00%	1.00%	Equity management
Shenhong Huichuang Development (Foshan) Equity Investment Partnership (Limited Partnership)* 申宏匯創發展 (佛山) 股權投資合夥企業 (有限合夥)	Foshan, Guangdong	RMB 63,000	31.00%	31.00%	Equity management

20 Interest in associates and joint ventures (continued)

Name of associates and joint ventures	Place of incorporation	Registered capital (in thousands)	Effective equity interest held		Principal activities
			30 June 2026	31 December 2025	
Nanjing Rhode Huizhi Equity Investment Partnership (Limited Partnership)* 南京洛德匯智股權投資合夥企業 (有限合夥)	Nanjing, Jiangsu	RMB 1,500,000	20.00%	20.00%	Equity management
Shanghai Eastern Airlines Shenhong Equity Investment Fund Management Co., Ltd.* 上海東航申宏股權投資基金管理有限公司	Shanghai	RMB 10,000	47.06%	47.06%	Investment management
Yibin State Assets Industry Investment Partnership (Limited Partnership)* 宜賓市國資產業投資合夥企業 (有限合夥) (1)	Yibin, Sichuan	RMB 2,020,000	1.00%	1.00%	Equity management
Gongqing City Shenhong Huichuang Second Logistics Industry Equity Investment Partnership (Limited Partnership)* 共青城申宏匯創二期物流產業股權投資合夥企業 (有限合夥)	Jiujiang, Jiangxi	RMB 132,560	24.90%	24.90%	Equity management

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

- (1) The Group's shareholding of this investee is lower than 20%, however the Group has significant influence or joint control over this investee as a result of relevant arrangements stipulated in the Articles of Association, the Limited Partnership Agreement and other corporate governance documents.
- (2) The Group's shareholding of this investee is higher than 50%, however the Group only has significant influence or joint control over this investee as a result of relevant arrangements stipulated in the Limited Partnership Agreement and other corporate governance documents.

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

20 Interest in associates and joint ventures (continued)

Summarised financial information of the Group's significant associates and joint ventures, and reconciliation to the carrying amounts at the end of the period/year, are disclosed below:

Fullgoal Fund Management Co., Ltd.

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Gross amounts of the associate:		
Assets	18,347,406	18,086,320
Liabilities	8,019,789	7,792,533
Net assets	10,327,617	10,293,787
The Group's effective interest	27.78%	27.78%
The Group's share of net assets of the associate	2,868,495	2,859,099
Carrying amount	2,868,495	2,859,099
	<i>Six months ended 30 June</i>	<i>2025</i>
	<i>2026</i>	
Revenue	4,349,225	3,329,506
Profit for the period	1,143,452	924,050
Other comprehensive income	(17,621)	(5,683)
Total comprehensive income	1,125,831	918,367
Dividend received from the associate	303,303	303,303

As at 30 June 2026 and 31 December 2025, the Group's significant associates are all unlisted companies and there are no public market prices.

20 Interest in associates and joint ventures (continued)

Aggregated information of associates and joint ventures that are not individually material:

	As at 30 June 2026	As at 31 December 2025
Aggregate carrying amount of individually immaterial associates and joint ventures in the interim financial report	<u>1,942,647</u>	<u>1,525,043</u>
Aggregate amounts of the Group's share of those associates and joint ventures' profits	470,157	281,247
Aggregate amounts of the Group's share of those associates and joint ventures' other comprehensive income	<u>(18,871)</u>	<u>6,214</u>
Aggregate amounts of the Group's share of those associates and joint ventures' total comprehensive income	<u>451,286</u>	<u>287,461</u>

21 Financial assets measured at amortized cost

Non-current

	As at 30 June 2026	As at 31 December 2025
Asset management products and others	2,285,755	3,464,718
Less: Provision for impairment losses	<u>(456,171)</u>	<u>(433,142)</u>
Total	<u>1,829,584</u>	<u>3,031,576</u>

Current

	As at 30 June 2026	As at 31 December 2025
Asset management products and others	1,001,145	500,000
Less: Provision for impairment losses	<u>(449)</u>	<u>(378)</u>
Total	<u>1,000,696</u>	<u>499,622</u>

22 Financial assets held under resale agreements

(1) Analysed by collateral type:

Non-current

	As at 30 June 2026	As at 31 December 2025
Debt securities	538,400	521,043
Equity securities	187,850	497,165
Less: Provision for impairment losses	(186,635)	(201,096)
Total	<u>539,615</u>	<u>817,112</u>

Current

	As at 30 June 2026	As at 31 December 2025
Debt securities	8,404,103	13,314,953
Equity securities	493,107	431,773
Others	13,577	-
Less: Provision for impairment losses	(2,228)	(5,504)
Total	<u>8,908,559</u>	<u>13,741,222</u>

(2) Analysed by market:

Non-current

	As at 30 June 2026	As at 31 December 2025
Shenzhen Stock Exchange	167,363	167,363
Shanghai Stock Exchange	-	309,315
Others	558,887	541,530
Less: Provision for impairment losses	(186,635)	(201,096)
Total	<u>539,615</u>	<u>817,112</u>

22 Financial assets held under resale agreements (continued)

Current

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Inter-bank market	1,517,821	6,426,861
Shanghai Stock Exchange	6,425,695	6,750,810
Shenzhen Stock Exchange	953,694	569,055
Others	13,577	-
Less: Provision for impairment losses	(2,228)	(5,504)
Total	<u>8,908,559</u>	<u>13,741,222</u>

23 Financial assets at fair value through profit or loss

Non-current

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Equity securities	1,102,224	1,353,760
Funds	329,210	231,073
Debt securities	718	718
Asset management products and others	6,274,123	6,019,596
Total	<u>7,706,275</u>	<u>7,605,147</u>
Analysed as:		
Unlisted	7,377,064	7,396,523
Listed outside Hong Kong	329,211	208,624
Total	<u>7,706,275</u>	<u>7,605,147</u>

23 Financial assets at fair value through profit or loss (continued)

Current

	As at 30 June 2026	As at 31 December 2025
Debt securities	173,722,238	128,085,399
Funds	69,383,436	76,569,626
Equity securities	39,110,695	36,257,315
Hybrid instruments	2,993,396	4,434,967
Asset management products and others	17,123,979	14,672,223
Total	<u>302,333,744</u>	<u>260,019,530</u>
Analysed as:		
Unlisted	186,101,599	129,744,162
Listed outside Hong Kong	106,692,656	114,565,483
Listed in Hong Kong	9,539,489	15,709,885
Total	<u>302,333,744</u>	<u>260,019,530</u>

Financial assets at fair value through profit or loss include securities lending. The collateral for securities lending is analysed in Note 30(2).

As at 30 June 2026, the Group has pledged financial assets at fair value through profit or loss with a total fair value of RMB94,433,843 thousand for the purpose of repurchase agreement business detailed in Note 42 (As at 31 December 2025: RMB71,529,233 thousand).

As at 30 June 2026, the Group has pledged financial assets at fair value through profit or loss with a total fair value of RMB22,087,072 thousand for the purpose of bond lending business (As at 31 December 2025: RMB18,719,174 thousand).

As at 30 June 2026, the equity securities in financial assets at fair value through profit or loss with lock-up periods held by the Group were RMB2,133,888 thousand (As at 31 December 2025: RMB2,300,280 thousand).

24 Financial assets at fair value through other comprehensive income

Non-current

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Equity instruments (designated)		
- Non-tradable equity instruments	79,413,366	87,955,926
Debt securities	5,328,809	4,677,428
	<u>84,742,175</u>	<u>92,633,354</u>
Total		
Analysed as:		
Unlisted	49,630,971	58,636,815
Listed outside Hong Kong	20,576,998	20,989,882
Listed in Hong Kong	14,534,206	13,006,657
	<u>84,742,175</u>	<u>92,633,354</u>
Total		

Current

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Debt securities	42,399,669	35,258,140
	<u>42,399,669</u>	<u>35,258,140</u>
Analysed as:		
Unlisted	25,150,468	16,546,307
Listed outside Hong Kong	16,367,189	17,719,776
Listed in Hong Kong	882,012	992,057
	<u>42,399,669</u>	<u>35,258,140</u>
Total		

24 Financial assets at fair value through other comprehensive income (continued)

For the six months ended 30 June 2026, the Group disposed of some of the equity instruments at fair value through other comprehensive income. The accumulated net realized loss of the equity instrument disposed of were RMB288,939 thousand (For the six months ended 30 June 2025: RMB 206,699 thousand).

As at 30 June 2026, the Group has pledged financial assets at fair value through other comprehensive income (including designated at FVOCI) with a total fair value of RMB74,813,898 thousand for the purpose of repurchase agreement business detailed in Note 42(1) (As at 31 December 2025: RMB75,541,530 thousand).

As at 30 June 2026, the Group has pledged financial assets at fair value through other comprehensive income (including designated at FVOCI) with a total fair value of RMB17,806,679 thousand for the purpose of bond lending business (As at 31 December 2025: RMB20,699,170 thousand).

25 Refundable deposits

	As at 30 June 2026	As at 31 December 2025
Deposits with exchanges and other financial institutions		
- Trading deposits	30,460,189	27,559,499
- Performance deposits	7,235,751	6,146,354
- Credit deposits	108,329	80,814
- Refinancing margin	92,216	112,243
Total	<u>37,896,485</u>	<u>33,898,910</u>

26 Deferred taxation

(1) The components of deferred tax assets / (liabilities) recognised in the condensed consolidated interim statement of financial position and the movements are as follows:

	Provision for impairment losses	Employee benefits payable	Changes in fair value of financial instruments at fair value through profit or loss	Changes in fair value of derivative Financial instruments	Changes in fair value of financial assets at fair value through other comprehensive income	Business combination	Others	Total
<i>Deferred tax arising from:</i>								
As at 1 January 2026	698,695	1,231,122	(1,428,055)	274,030	(601,932)	463,585	213,361	850,806
Recognised in profit or loss	(25,209)	(7,939)	(51,612)	143,662	1,264	-	(9,226)	50,940
Recognised in reserves	-	-	-	-	69,479	-	-	69,479
Reclassified from other comprehensive income to retained profits	-	-	-	-	(72,235)	-	-	(72,235)
As at 30 June 2026	<u>673,486</u>	<u>1,223,183</u>	<u>(1,479,667)</u>	<u>417,692</u>	<u>(603,424)</u>	<u>463,585</u>	<u>204,135</u>	<u>898,990</u>
As at 1 January 2025	810,356	1,112,925	(67,212)	(827,283)	(644,207)	463,585	724,721	1,572,885
Recognised in profit or loss	(111,661)	118,197	(1,360,843)	1,101,313	111,797	-	(559,698)	(700,895)
Recognised in reserves	-	-	-	-	(21,184)	-	-	(21,184)
Reclassified from other comprehensive income to retained profits	-	-	-	-	(48,338)	-	48,338	-
As at 31 December 2025	<u>698,695</u>	<u>1,231,122</u>	<u>(1,428,055)</u>	<u>274,030</u>	<u>(601,932)</u>	<u>463,585</u>	<u>213,361</u>	<u>850,806</u>

26 Deferred taxation (continued)

(2) Reconciliation to the condensed consolidated interim statement of financial position

	As at 30 June 2026	As at 31 December 2025
Net deferred tax assets recognised in the condensed consolidated statement of financial position	1,007,005	913,023
Net deferred tax liabilities recognised in the condensed consolidated statement of financial position	<u>(108,015)</u>	<u>(62,217)</u>
Total	<u>898,990</u>	<u>850,806</u>

(3) Recognised in other comprehensive income

	<u>As at 30 June 2026</u>		
	<i>Before tax</i>	<i>Tax benefit</i>	<i>Net of tax</i>
Financial assets at fair value through other comprehensive income			
- Net changes in fair value	224,132	(71,949)	152,183
- Reclassified to profit or loss	(141,168)	33,787	(107,381)
Share of other comprehensive income of associates and joint ventures	(23,037)	-	(23,037)
Exchange differences on translation of financial statements in foreign currencies	(189,996)	-	(189,996)
Equity investment at fair value through other comprehensive income			
- Net changes in fair value	(429,230)	107,641	(321,589)
Share of other comprehensive income of associates and joint ventures	<u>(728)</u>	<u>-</u>	<u>(728)</u>
Total	<u>(560,027)</u>	<u>69,479</u>	<u>(490,548)</u>

26 Deferred taxation (continued)

	<i>As at 31 December 2025</i>		
	<i>Before tax</i>	<i>Tax benefit</i>	<i>Net of tax</i>
Debt investment at fair value through other comprehensive income			
- Net changes in fair value	757,565	(315,053)	442,512
- Reclassified to profit or loss	(1,211,199)	273,495	(937,704)
Exchange differences on translation of financial statements in foreign currencies	(108,121)	-	(108,121)
Equity investment at fair value through other comprehensive income			
- Net changes in fair value	(81,498)	20,374	(61,124)
Share of other comprehensive income of associates	3,395	-	3,395
Total	<u>(639,858)</u>	<u>(21,184)</u>	<u>(661,042)</u>

(4) *Deferred tax assets not recognised*

As at 30 June 2026 and 31 December 2025, in accordance with the accounting policy, the Group has not recognised deferred tax assets in respect of cumulative tax losses with timing difference amounting to RMB 3,630,566 thousand and RMB 3,851,113 thousand respectively, mainly as it is not probable that future taxable profits against which the losses can be utilized will be available in the relevant tax jurisdiction and entity.

27 Other non-current assets

(1) Analysed by nature:

	As at 30 June 2026	As at 31 December 2025
Inventory (a)	473,986	473,986
Long-term deferred expenses	130,184	152,232
Others (b)	19,654	19,654
Less: Provision for impairment losses (a)	(253,353)	(252,556)
Total	<u>370,471</u>	<u>393,316</u>

- (a) As at 30 June 2026, a Company's subsidiary has filed a litigation for some inventory contracts. The Company evaluated possible outcomes for the recoverable amount of the inventory, and accordingly recognised impairment loss.
- (b) As of 30 June 2026, others include goodwill of RMB19,654 thousand formed by the Company as a result of the acquisition of subsidiaries. Goodwill impairment assessments are performed annually. The recoverable amount is determined by the higher of the fair value of the asset, net of disposal costs, and the present value used.

(2) The movements of long-term deferred expenses are as below:

	As at 30 June 2026	As at 31 December 2025
At the beginning of the period/ year	152,232	147,469
Additions	3,568	9,173
Transfer in from property and equipment	7,869	54,257
Amortization	(27,576)	(57,852)
Transfer out	(5,909)	(815)
At the end of the period/ year	<u>130,184</u>	<u>152,232</u>

28 Accounts receivable

(1) Analysed by nature:

	As at 30 June 2026	As at 31 December 2025
Accounts receivable of:		
- Settlement	1,756,104	1,248,206
- Fee and commission	544,112	404,317
- Asset management	466,722	521,670
- Others	1,110,144	1,398,248
Less: Provision for impairment losses	(460,405)	(477,893)
Total	<u>3,416,677</u>	<u>3,094,548</u>

(2) Analysed by ageing:

As at 30 June 2026 and 31 December 2025, the ageing analysis of accounts receivable, based on the trade date, is as follows:

	As at 30 June 2026	As at 31 December 2025
Within 1 year	2,700,645	1,938,561
1 to 2 years	12,350	72,336
2 to 3 years	204,025	883,279
Over 3 years	499,657	200,372
Total	<u>3,416,677</u>	<u>3,094,548</u>

The Group applies the general approach for the recognition of expected credit losses of accounts receivables. As at 30 June 2026, some of the receivables from asset management business and others are classified into stage 3 (as at 31 December 2025: Same).

(3) Accounts receivable that is not impaired

Receivables that were neither past due nor impaired relate to a wide range of customers for whom there was no recent history of default.

29 Other current assets

Analysed by nature:

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Inventory (a)	868,757	407,653
Dividends receivables	385,332	42,952
Overdue and impaired receivables	245,880	267,121
Current tax assets	219,164	141,011
Prepayments (b)	176,124	62,814
Deposits	110,519	96,318
VAT due from asset management plans	74,754	76,299
Interest receivables	8,297	10,623
Other receivables	-	676,081
Others (b)	394,926	565,229
Less: Provision for impairment losses	(317,489)	(317,982)
Total	<u>2,166,264</u>	<u>2,028,119</u>

- (a) As at 30 June 2026, warehouse receipts designated at fair value through profit or loss were classified as Level 2 in the fair value hierarchy, with a fair value of RMB 868,757 thousand.
- (b) The balance of prepayments and others mainly represents receivables from sundry receivables and prepayments arising from the Group's daily business operation.

30 Margin accounts receivable

(1) Analysed by nature:

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Individuals	99,084,018	86,239,705
Institutions	13,260,550	9,942,068
Less: Provision for impairment losses	(233,912)	(208,467)
Total	<u>112,110,656</u>	<u>95,973,306</u>

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

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Fair value of collaterals:		
- Stocks	352,265,141	292,925,763
- Cash	16,269,872	11,607,132
- Funds	8,436,108	6,830,948
- Bonds	142,073	87,542
Total	<u>377,113,194</u>	<u>311,451,385</u>

31 Derivative financial instruments

	<i>As at 30 June 2026</i>		
	<i>Nominal value</i>	<i>Fair value</i>	
		<i>Assets</i>	<i>Liabilities</i>
Equity derivatives	168,345,250	8,184,333	(14,897,089)
Interest rate derivatives	537,462,874	145,190	(266,663)
Commodity derivatives	113,452,445	564,152	(539,487)
Currency derivatives	3,785,940	8,140	(4,833)
Credit derivatives	230,000	45	(48)
Total	<u>823,276,509</u>	<u>8,901,860</u>	<u>(15,708,120)</u>

	<i>As at 31 December 2025</i>		
	<i>Nominal Value</i>	<i>Fair value</i>	
		<i>Assets</i>	<i>Liabilities</i>
Equity derivatives	160,425,035	3,829,792	(8,073,143)
Interest rate derivatives	397,346,425	186,914	(150,980)
Commodity derivatives	107,558,191	753,560	(1,403,179)
Currency derivatives	1,266,081	2,338	(915)
Credit derivatives	230,000	850	(727)
Total	<u>666,825,732</u>	<u>4,773,454</u>	<u>(9,628,944)</u>

Under the daily mark-to-market and settlement arrangement, clearing settlement funds included the changes in fair value of treasury bond futures, stock index futures, precious metal futures, interest rate swap and other commodity futures etc held by the Group, and were not reflected in the above derivative financial instruments. As at 30 June 2026, the fair value of those unexpired derivative financial instrument contracts was unrealized loss RMB385,865 thousand (31 December 2025: unrealized profit RMB224,378 thousand).

32 Clearing settlement funds

Current

	As at 30 June 2026	As at 31 December 2025
Deposits with stock exchanges		
- China Securities Depository and Clearing Corporation Limited	10,016,665	10,350,621
- Shanghai Gold Exchange	162,162	140,829
- Other institutions	2,477,312	2,698,829
	<u>12,656,139</u>	<u>13,190,279</u>
Total	<u>12,656,139</u>	<u>13,190,279</u>

33 Cash held on behalf of brokerage clients

The Group maintains segregated deposit accounts with banks and authorized institutions to hold clients' monies arising from its normal course of business. The Group has classified the brokerage clients' monies as cash held on behalf of brokerage clients under the current assets section of the consolidated statement of financial position, and recognised the corresponding accounts payable to the respective brokerage clients on the grounds that they are liable for any loss or misappropriation of their brokerage clients' monies. In Mainland China, the use of cash held on behalf of brokerage clients is restricted and governed by the relevant third-party deposit regulations issued by the CSRC. In Hong Kong, the use of cash held on behalf of brokerage clients is restricted and governed by the Securities and Futures (Client Money) Rules under the Securities and Futures Ordinance.

34 Cash and bank balances

Analysed by nature:

	As at 30 June 2026	As at 31 December 2025
Cash on hand	79	68
Bank balances (1)	47,998,417	36,990,467
Less: Provision for impairment losses	(1,425)	(1,575)
	<u>47,997,071</u>	<u>36,988,960</u>
Total	<u>47,997,071</u>	<u>36,988,960</u>

- (1) Bank balances comprise time and demand deposits which bear interest at the prevailing market rates.

35 Cash and cash equivalents

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Cash on hand	79	68
Bank balances	47,774,015	36,756,360
Clearing settlement funds	12,652,678	13,186,641
Financial assets held under resale agreements within three months original maturity	7,848,707	13,468,541
Less: restricted bank deposits	<u>(2,518,287)</u>	<u>(3,102,014)</u>
Total	<u>65,757,192</u>	<u>60,309,596</u>

The restricted bank deposits include bank deposits with original maturity of more than three months held by the Group and risk reserve deposits.

36 Loans and borrowings

Current

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Unsecured bank loans	<u>3,032,369</u>	<u>2,503,733</u>

37 Short-term debt instruments issued

	<i>Book value as at 1 January 2026</i>	<i>Issuance</i>	<i>Redemption</i>	<i>Book value as at 30 June 2026</i>
Short-term corporate bonds	34,614,573	21,959,625	(27,850,804)	28,723,394
Structured notes	23,578,668	46,758,609	(34,977,382)	35,359,895
Financing notes	211,220	612,922	(213,010)	611,132
Total	<u>58,404,461</u>	<u>69,331,156</u>	<u>(63,041,196)</u>	<u>64,694,421</u>

	<i>Book value as at 1 January 2025</i>	<i>Issuance</i>	<i>Redemption</i>	<i>Book value as at 31 December 2025</i>
Short-term corporate bonds	22,653,051	40,212,917	(28,251,395)	34,614,573
Structured notes	26,404,623	76,749,280	(79,575,235)	23,578,668
Financing notes	-	533,850	(322,630)	211,220
Total	<u>49,057,674</u>	<u>117,496,047</u>	<u>(108,149,260)</u>	<u>58,404,461</u>

As at 30 June 2026 and 31 December 2025, there was no default in the principal, interest or redemption of the above short-term debt instruments.

During the six months ended 30 June 2026, the Group has issued 1,459 tranches of structured notes, and repaid 1,538 tranches of structured notes due within one year. As at 30 June 2026, the structured notes issued by the Group used fixed rates or floating rates linked to certain stock indexes to accrue interest, in which the fixed rates were in the range of 0.10% to 1.83%.

During the six months ended 30 June 2025, the Group has issued 1,483 tranches of structured notes, and repaid 1,296 tranches of structured notes due within one year. As at 31 December 2025, the structured notes issued by the Group used fixed rates or floating rates linked to certain stock indexes or commodity to accrue interest, in which the fixed rates were in the range of 0.05% to 2.45%.

38 Placements from other financial institutions

Current

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Placements from banks	3,427,175	2,450,000
Other	-	219,534
Total	<u>3,427,175</u>	<u>2,669,534</u>

39 Accounts payable to brokerage clients

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Clients' deposits for other brokerage trading	143,111,213	128,532,558
Clients' deposits for margin financing and securities lending	16,636,362	13,331,785
Interest payable	1,708	1,641
Total	<u>159,749,283</u>	<u>141,865,984</u>

Accounts payable to brokerage clients represent the monies received from and repayable to brokerage clients, which are mainly held at banks and at clearing houses by the Group. Accounts payable to brokerage clients are interest-bearing at the prevailing interest rate.

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

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

40 Employee benefits payable

	<i>As at 1 January 2026</i>	<i>Accrued for the period</i>	<i>Payments made</i>	<i>As at 30 June 2026</i>
Salaries, bonuses and allowance	6,312,955	3,584,339	(3,602,975)	6,294,319
Contribution to pension schemes	5,864	261,731	(261,265)	6,330
Other social welfare	173,396	723,606	(700,099)	196,903
	<u>6,492,215</u>	<u>4,569,676</u>	<u>(4,564,339)</u>	<u>6,497,552</u>
Total	<u>6,492,215</u>	<u>4,569,676</u>	<u>(4,564,339)</u>	<u>6,497,552</u>

	<i>As at 1 January 2025</i>	<i>Accrued for the year</i>	<i>Payments made</i>	<i>As at 31 December 2025</i>
Salaries, bonuses and allowance	5,684,859	5,881,544	(5,253,448)	6,312,955
Contribution to pension schemes	5,967	526,136	(526,239)	5,864
Other social welfare	202,229	1,490,180	(1,519,013)	173,396
	<u>5,893,055</u>	<u>7,897,860</u>	<u>(7,298,700)</u>	<u>6,492,215</u>
Total	<u>5,893,055</u>	<u>7,897,860</u>	<u>(7,298,700)</u>	<u>6,492,215</u>

41 Other payables and accruals

	As at 30 June 2026	As at 31 December 2025
Performance bond	34,904,864	26,124,332
Payables to interest holders of consolidated structured entities	28,609,068	28,087,642
Dividend payables	2,828,983	138,440
Settlement payables	1,679,842	1,380,363
Borrowings arising from futures pledge business	563,871	130,473
Other tax payable	536,163	279,960
Trade payables	492,700	576,704
Risk reserve for futures brokerage business	378,255	365,658
Accrued expenses	297,066	111,620
Fee and commission payable	197,192	143,948
Distribution expenses payables	69,710	53,357
Payables to the securities and futures investor protection fund	58,983	56,263
Interest payables	39,650	23,171
Interest and dividend received on behalf of brokerage clients	25,107	25,168
Account executive commission payables	9,294	6,815
Proceeds from underwriting securities received on behalf of customers	-	249,080
Others (1)	340,941	319,209
Total	<u>71,031,689</u>	<u>58,072,203</u>

- (1) The balance of others mainly represents sundry payables arising from the Group's daily business operation.

42 Financial assets sold under repurchase agreements

(1) *Analysed by collateral type:*

Current

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Debt securities	161,120,236	141,817,181
Precious metal	2,477,520	13,750,924
Others	29,446,553	30,129,183
Total	<u>193,044,309</u>	<u>185,697,288</u>

(2) *Analysed by market:*

Current

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Inter-bank market	114,884,688	96,932,868
Stock exchanges	69,644,710	73,745,716
OTC market	7,453,295	13,750,924
Futures exchanges	1,061,616	1,267,780
Total	<u>193,044,309</u>	<u>185,697,288</u>

43 Lease liabilities

Non-current

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Lease liabilities	<u>486,725</u>	<u>493,652</u>

Current

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Lease liabilities	<u>366,265</u>	<u>321,037</u>

44 Financial liabilities at fair value through profit or loss

Current

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Financial liabilities held for trading		
- Debt securities	17,036,160	8,600,314
Financial liabilities designated at fair value through profit or loss		
- Structured notes	2,016,855	2,845,048
- Others	<u>134,244</u>	<u>101,748</u>
Total	<u>19,187,259</u>	<u>11,547,110</u>

45 Long-term bonds

As at 30 June 2026

Name	Par value Original currency RMB'000	Value date	Due date	Issue amount Original currency RMB'000	Nominal interest rate	Book value as at 1 January 2026	Increase	Decrease	Book value as at 30 June 2026
21ShenHong02	500,000	08/03/2021	08/03/2028	500,000	3.95%	516,179	3,192	(519,371)	-
21ShenHong04	3,000,000	15/07/2021	15/07/2028	3,000,000	3.65%	3,050,700	54,300	-	3,105,000
21ShenHong06	2,500,000	04/08/2021	04/08/2026	2,500,000	3.38%	2,534,726	41,903	-	2,576,629
21ShenZheng02	2,000,000	29/04/2021	29/04/2031	2,000,000	4.05%	2,052,259	40,404	(81,000)	2,011,663
21ShenZheng03	2,600,000	24/05/2021	24/05/2026	2,600,000	3.63%	2,656,904	37,476	(2,694,380)	-
21ShenZheng05	2,500,000	28/05/2021	28/05/2031	2,500,000	4.00%	2,556,485	49,885	(100,000)	2,506,370
21ShenZheng07	3,000,000	21/07/2021	21/07/2031	3,000,000	3.77%	3,046,419	56,478	-	3,102,897
21ShenZheng09	4,200,000	28/07/2021	28/07/2026	4,200,000	3.38%	4,259,470	71,782	-	4,331,252
21ShenZheng11	3,000,000	26/08/2021	26/08/2031	3,000,000	3.75%	3,033,164	56,339	-	3,089,503
21ShenZheng13	1,000,000	09/09/2021	09/09/2026	1,000,000	3.40%	1,010,248	17,128	-	1,027,376
22ShenHong02	1,200,000	08/03/2022	08/03/2027	1,200,000	3.50%	1,234,405	20,828	(42,000)	1,213,233
22ShenHong04	1,000,000	26/04/2022	26/04/2027	1,000,000	3.45%	1,023,630	17,108	(34,500)	1,006,238
22ShenHong06	2,550,000	30/08/2022	30/08/2032	2,550,000	3.56%	2,580,592	45,017	-	2,625,609
22ShenZheng02	2,400,000	21/01/2022	21/01/2032	2,400,000	3.60%	2,478,183	43,130	(86,400)	2,434,913
22ShenZheng06	2,100,000	24/03/2022	24/03/2027	2,100,000	3.53%	2,155,909	37,386	(74,130)	2,119,165
22ShenZheng08	2,200,000	23/05/2022	23/05/2027	2,200,000	3.20%	2,241,116	35,559	(70,400)	2,206,275
23ShenHong02	5,000,000	14/06/2023	14/06/2033	5,000,000	3.49%	5,093,895	86,662	(174,500)	5,006,057
23ShenHong04	800,000	05/09/2023	05/09/2026	800,000	2.85%	807,371	11,306	-	818,677
23ShenZheng02	2,000,000	14/04/2023	14/04/2026	2,000,000	2.99%	2,042,489	17,311	(2,059,800)	-
23ShenZheng04	1,800,000	17/08/2023	17/08/2026	1,800,000	2.67%	1,817,107	24,573	-	1,841,680
23ShenZheng06	1,500,000	30/08/2023	30/08/2028	1,500,000	2.95%	1,514,073	22,576	-	1,536,649
23ShenZheng08	2,100,000	21/09/2023	21/09/2028	2,100,000	3.14%	2,113,396	33,583	-	2,146,979

45 Long-term bonds (continued)

Name	Par value Original currency RMB'000	Value date	Due date	Issue amount Original currency RMB'000	Nominal interest rate	Book value as at 1 January 2026	Increase	Decrease	Book value as at 30 June 2026
23ShenZhengC2	1,300,000	06/03/2023	06/03/2026	1,300,000	3.55%	1,337,872	8,278	(1,346,150)	-
23ShenZhengC3	2,300,000	27/03/2023	27/03/2026	2,300,000	3.38%	2,359,143	18,597	(2,377,740)	-
23ShenZhengC4	4,500,000	08/12/2023	08/12/2028	4,500,000	3.35%	4,664,152	49,868	-	4,714,020
24ShenHong02	2,450,000	13/03/2024	13/03/2029	2,450,000	2.71%	2,503,298	32,925	(66,395)	2,469,828
24ShenHong03	1,600,000	02/12/2024	02/12/2026	1,600,000	2.06%	1,602,619	16,344	-	1,618,963
24ShenZheng01	1,000,000	26/02/2024	26/02/2027	1,000,000	2.52%	1,020,407	12,892	(25,200)	1,008,099
24ShenZheng02	1,500,000	26/02/2024	26/02/2029	1,500,000	2.66%	1,530,808	20,237	(39,900)	1,511,145
24ShenZheng03	2,700,000	28/10/2024	28/10/2026	2,700,000	2.20%	2,707,925	31,050	-	2,738,975
24ShenZheng04	2,100,000	28/10/2024	28/10/2027	2,100,000	2.28%	2,105,477	24,560	-	2,130,037
24ShenZhengC1	1,000,000	27/11/2024	27/11/2027	1,000,000	2.19%	1,000,281	11,326	-	1,011,607
24ShenZhengC2	1,500,000	27/11/2024	27/11/2029	1,500,000	2.30%	1,498,272	17,722	-	1,515,994
25ShenHong01	1,200,000	24/03/2025	24/03/2027	1,200,000	2.07%	1,218,771	12,515	(24,840)	1,206,446
25ShenHong02	600,000	24/03/2025	24/03/2028	600,000	2.10%	609,481	6,274	(12,600)	603,155
25ShenHong04	3,000,000	20/06/2025	20/06/2030	3,000,000	1.93%	3,029,147	28,886	(57,900)	3,000,133
25ShenZheng01	2,800,000	13/03/2025	13/03/2027	2,800,000	2.18%	2,844,389	32,237	(61,040)	2,815,586
25ShenZheng03	2,400,000	27/03/2025	27/03/2027	2,400,000	1.99%	2,432,417	25,368	(47,760)	2,410,025
25ShenZheng04	5,400,000	27/03/2025	27/03/2028	5,400,000	2.01%	1,823,932	3,711,205	(36,180)	5,498,957
25ShenZhengK1	1,000,000	13/05/2025	13/05/2028	1,000,000	1.69%	1,008,548	8,843	(16,900)	1,000,491
25ShenZheng05	500,000	19/08/2025	19/09/2027	500,000	1.80%	502,161	4,797	-	506,958
25ShenZheng06	1,400,000	19/08/2025	19/08/2028	1,400,000	1.90%	1,406,352	13,834	-	1,420,186
25ShenZheng07	4,400,000	18/09/2025	18/09/2026	4,400,000	1.76%	4,413,274	44,397	-	4,457,671
25ShenZheng08	2,500,000	18/09/2025	18/09/2027	2,500,000	1.91%	2,507,661	25,416	-	2,533,077
25ShenZheng09	1,500,000	25/09/2025	14/10/2026	1,500,000	1.78%	1,503,983	15,214	-	1,519,197
25ShenZheng10	3,000,000	25/09/2025	25/05/2027	3,000,000	1.93%	3,008,403	31,221	-	3,039,624
25ShenZheng11	2,700,000	24/11/2025	24/11/2027	2,700,000	1.81%	2,695,420	26,727	-	2,722,147

45 Long-term bonds (continued)

Name	Par value Original currency RMB'000	Value date	Due date	Issue amount Original currency RMB'000	Nominal interest rate	Book value as at 1 January 2026	Increase	Decrease	Book value as at 30 June 2026
25ShenZheng12	1,800,000	24/11/2025	24/05/2028	1,800,000	1.85%	1,798,127	17,598	-	1,815,725
25ShenZheng13	2,000,000	15/12/2025	15/12/2027	2,000,000	1.84%	1,997,633	19,613	-	2,017,246
25ShenZhengC1	2,000,000	15/09/2025	15/09/2028	2,000,000	2.15%	2,005,898	22,544	-	2,028,442
25ShenZhengC2	1,000,000	15/09/2025	15/09/2030	1,000,000	2.24%	1,002,650	11,560	-	1,014,210
25ShenZhengC3	1,800,000	13/11/2025	13/11/2028	1,800,000	2.00%	1,799,960	18,674	-	1,818,634
25ShenZhengC4	700,000	13/11/2025	13/11/2030	700,000	2.15%	699,124	7,744	-	706,868
25ShenZhengC5	2,200,000	10/12/2025	10/12/2028	2,200,000	2.13%	2,196,719	24,240	-	2,220,959
26ShenHong01	800,000	04/06/2026	04/06/2029	800,000	1.64%	-	800,741	-	800,741
26ShenHong02	3,000,000	04/06/2026	04/06/2031	3,000,000	1.79%	-	3,003,091	-	3,003,091
26ShenZheng02	1,100,000	28/01/2026	04/02/2027	1,100,000	1.71%	-	1,106,099	-	1,106,099
26ShenZheng03	2,600,000	11/02/2026	11/02/2028	2,600,000	1.79%	-	2,609,866	-	2,609,866
26ShenZheng04	1,400,000	11/02/2026	11/01/2029	1,400,000	1.84%	-	1,406,419	-	1,406,419
26ShenZhengK1	1,400,000	29/04/2026	29/04/2028	1,400,000	1.65%	-	1,401,570	-	1,401,570
26ShenZhengK2	1,700,000	29/04/2026	29/04/2029	1,700,000	1.73%	-	1,700,535	-	1,700,535
26ShenZhengK3	1,500,000	20/05/2026	20/05/2028	1,500,000	1.59%	-	1,498,736	-	1,498,736
26ShenZhengK4	3,500,000	20/05/2026	20/05/2029	3,500,000	1.68%	-	3,497,225	-	3,497,225
26ShenZheng05	1,100,000	25/05/2026	16/06/2027	1,100,000	1.49%	-	1,097,898	-	1,097,898
26ShenZheng06	2,100,000	25/05/2026	25/05/2029	2,100,000	1.67%	-	2,096,709	-	2,096,709
26ShenZheng07	1,000,000	27/05/2026	27/10/2027	1,000,000	1.54%	-	998,833	-	998,833
26ShenZheng08	3,000,000	27/05/2026	27/06/2028	3,000,000	1.60%	-	2,996,490	-	2,996,490
26ShenZheng09	1,100,000	11/06/2026	11/06/2029	1,100,000	1.63%	-	1,097,924	-	1,097,924
26ShenZheng10	2,500,000	11/06/2026	11/06/2031	2,500,000	1.75%	-	2,491,894	-	2,491,894

45 Long-term bonds (continued)

Name	Par value Original currency RMB'000	Value date	Due date	Issue amount Original currency RMB'000	Nominal interest rate	Book value as at 1 January 2026	Increase	Decrease	Book value as at 30 June 2026
21 Shenwan Hongyuan International Finance Limited US dollar Bond (1)	USD 500,000	14/07/2021	14/07/2026	USD500,000	1.80%	3,541,194	59,419	(167,441)	3,433,172
25 Shenwan Hongyuan International Finance Limited US dollar Bond(3)	USD 300,000	10/03/2025	10/03/2030	USD300,000	Compound SOFR + 0.63% 0.10% - 1.90%	2,110,806	61,850	(127,050)	2,045,606
Structured Notes(4)	4,740,892	Note 4	Note 4	4,740,892		4,855,353	3,472,181	(3,546,035)	4,781,499
Total						123,160,377	36,574,112	(13,889,612)	145,844,877

As at 31 December 2025

Name	Par value Original currency RMB'000	Value date	Due date	Issue amount Original currency RMB'000	Nominal interest rate	Book value as at 1 January 2025	Increase	Decrease	Book value as at 31 December 2025
21ShenHong02	500,000	08/03/2021	08/03/2028	500,000	3.95%	516,179	19,750	(19,750)	516,179
21ShenHong04	3,000,000	15/07/2021	15/07/2028	3,000,000	3.65%	3,050,700	109,500	(109,500)	3,050,700
21ShenHong06	2,500,000	04/08/2021	04/08/2026	2,500,000	3.38%	2,534,726	84,500	(84,500)	2,534,726
21ShenZheng02	2,000,000	29/04/2021	29/04/2031	2,000,000	4.05%	2,051,781	81,478	(81,000)	2,052,259
21ShenZheng03	2,600,000	24/05/2021	24/05/2026	2,600,000	3.63%	2,655,699	95,585	(94,380)	2,656,904
21ShenZheng05	2,500,000	28/05/2021	28/05/2031	2,500,000	4.00%	2,555,888	100,597	(100,000)	2,556,485
21ShenZheng07	3,000,000	21/07/2021	21/07/2031	3,000,000	3.77%	3,045,627	113,892	(113,100)	3,046,419
21ShenZheng09	4,200,000	28/07/2021	28/07/2026	4,200,000	3.38%	4,256,675	144,755	(141,960)	4,259,470
21ShenZheng11	3,000,000	26/08/2021	26/08/2031	3,000,000	3.75%	3,032,051	113,613	(112,500)	3,033,164
21ShenZheng13	1,000,000	09/09/2021	09/09/2026	1,000,000	3.40%	1,009,709	34,539	(34,000)	1,010,248

45 Long-term bonds (continued)

Name	Par value Original currency RMB'000	Issuance date	Due date	Issue amount Original currency RMB'000	Nominal interest rate	Book value as at 1 January 2025	Increase	Decrease	Book value as at 31 December 2025
22ShenHong01	1,800,000	08/03/2022	08/03/2025	1,800,000	3.11%	1,845,858	10,122	(1,855,980)	-
22ShenHong02	1,200,000	08/03/2022	08/03/2027	1,200,000	3.50%	1,234,405	42,000	(42,000)	1,234,405
22ShenHong03	3,000,000	26/04/2022	26/04/2025	3,000,000	3.06%	3,062,877	28,923	(3,091,800)	-
22ShenHong04	1,000,000	26/04/2022	26/04/2027	1,000,000	3.45%	1,023,630	34,500	(34,500)	1,023,630
22ShenHong06	2,550,000	30/08/2022	30/08/2032	2,550,000	3.56%	2,580,592	90,780	(90,780)	2,580,592
22ShenZheng01	5,000,000	21/01/2022	21/01/2025	5,000,000	2.80%	5,132,494	7,506	(5,140,000)	-
22ShenZheng02	2,400,000	21/01/2022	21/01/2032	2,400,000	3.60%	2,477,845	86,738	(86,400)	2,478,183
22ShenZheng03	2,200,000	23/02/2022	23/02/2025	2,200,000	2.95%	2,255,195	9,705	(2,264,900)	-
22ShenZheng05	3,500,000	24/03/2022	24/03/2025	3,500,000	3.18%	3,585,308	25,992	(3,611,300)	-
22ShenZheng06	2,100,000	24/03/2022	24/03/2027	2,100,000	3.53%	2,154,604	75,435	(74,130)	2,155,909
22ShenZheng07	1,800,000	23/05/2022	23/05/2025	1,800,000	2.78%	1,829,755	20,285	(1,850,040)	-
22ShenZheng08	2,200,000	23/05/2022	23/05/2027	2,200,000	3.20%	2,239,761	71,755	(70,400)	2,241,116
22ShenZhengC1	3,000,000	27/04/2022	27/04/2025	3,000,000	3.19%	3,063,574	32,126	(3,095,700)	-
23ShenHong02	5,000,000	14/06/2023	14/06/2033	5,000,000	3.49%	5,093,641	174,754	(174,500)	5,093,895
23ShenHong04	800,000	05/09/2023	05/09/2026	800,000	2.85%	807,371	22,800	(22,800)	807,371
23ShenZheng01	800,000	14/04/2023	14/04/2025	800,000	2.85%	816,077	6,723	(822,800)	-
23ShenZheng02	2,000,000	14/04/2023	14/04/2026	2,000,000	2.99%	2,040,914	61,375	(59,800)	2,042,489
23ShenZheng03	2,200,000	17/08/2023	17/08/2025	2,200,000	2.50%	2,218,844	36,156	(2,255,000)	-
23ShenZheng04	1,800,000	17/08/2023	17/08/2026	1,800,000	2.67%	1,815,581	49,586	(48,060)	1,817,107
23ShenZheng05	500,000	30/08/2023	30/08/2025	500,000	2.56%	501,005	11,795	(512,800)	-
23ShenZheng06	1,500,000	30/08/2023	30/08/2028	1,500,000	2.95%	1,512,731	45,592	(44,250)	1,514,073
23ShenZheng07	2,800,000	21/09/2023	21/09/2025	2,800,000	2.80%	2,817,232	61,168	(2,878,400)	-
23ShenZheng08	2,100,000	21/09/2023	21/09/2028	2,100,000	3.14%	2,111,569	67,767	(65,940)	2,113,396
23ShenZhengC1	1,400,000	06/03/2023	06/03/2025	1,400,000	3.35%	1,438,359	8,541	(1,446,900)	-

45 Long-term bonds (continued)

<i>Name</i>	<i>Par value Original currency RMB'000</i>	<i>Issuance date</i>	<i>Due date</i>	<i>Issue amount Original currency RMB'000</i>	<i>Nominal interest rate</i>	<i>Book value as at 1 January 2025</i>	<i>Increase</i>	<i>Decrease</i>	<i>Book value as at 31 December 2025</i>
23ShenZhengC2	1,300,000	06/03/2023	06/03/2026	1,300,000	3.55%	1,336,804	47,218	(46,150)	1,337,872
23ShenZhengC3	2,300,000	27/03/2023	27/03/2026	2,300,000	3.38%	2,356,923	79,960	(77,740)	2,359,143
23ShenZhengC4	4,500,000	08/12/2023	08/12/2028	4,500,000	3.35%	1,598,062	3,119,690	(53,600)	4,664,152
24ShenHong02	2,450,000	13/03/2024	13/03/2029	2,450,000	2.71%	2,503,298	66,395	(66,395)	2,503,298
24ShenHong03	1,600,000	02/12/2024	02/12/2026	1,600,000	2.06%	1,602,619	32,960	(32,960)	1,602,619
24ShenZheng01	1,000,000	26/02/2024	26/02/2027	1,000,000	2.52%	1,019,868	25,739	(25,200)	1,020,407
24ShenZheng02	1,500,000	26/02/2024	26/02/2029	1,500,000	2.66%	1,530,026	40,682	(39,900)	1,530,808
24ShenZheng03	2,700,000	28/10/2024	28/10/2026	2,700,000	2.20%	2,704,852	62,473	(59,400)	2,707,925
24ShenZheng04	2,100,000	28/10/2024	28/10/2027	2,100,000	2.28%	2,103,903	49,454	(47,880)	2,105,477
24ShenZhengC1	1,000,000	27/11/2024	27/11/2027	1,000,000	2.19%	999,362	22,819	(21,900)	1,000,281
24ShenZhengC2	1,500,000	27/11/2024	27/11/2029	1,500,000	2.30%	1,497,055	35,717	(34,500)	1,498,272
25ShenHong01	1,200,000	24/03/2025	24/03/2027	1,200,000	2.07%	-	1,218,771	-	1,218,771
25ShenHong02	600,000	24/03/2025	24/03/2028	600,000	2.10%	-	609,481	-	609,481
25ShenHong04	3,000,000	20/06/2025	20/06/2030	3,000,000	1.93%	-	3,029,147	-	3,029,147
25ShenZheng01	2,800,000	13/03/2025	13/03/2027	2,800,000	2.18%	-	2,844,389	-	2,844,389
25ShenZheng03	2,400,000	27/03/2025	27/03/2027	2,400,000	1.99%	-	2,432,417	-	2,432,417
25ShenZheng04	1,800,000	27/03/2025	27/03/2028	1,800,000	2.01%	-	1,823,932	-	1,823,932
25ShenZhengK1	1,000,000	13/05/2025	13/05/2028	1,000,000	1.69%	-	1,008,548	-	1,008,548
25ShenZheng05	500,000	19/08/2025	19/09/2027	500,000	1.80%	-	502,161	-	502,161
25ShenZheng06	1,400,000	19/08/2025	19/08/2028	1,400,000	1.90%	-	1,406,352	-	1,406,352
25ShenZheng07	4,400,000	18/09/2025	18/09/2026	4,400,000	1.76%	-	4,413,274	-	4,413,274
25ShenZheng08	2,500,000	18/09/2025	18/09/2027	2,500,000	1.91%	-	2,507,661	-	2,507,661
25ShenZheng09	1,500,000	25/09/2025	14/10/2026	1,500,000	1.78%	-	1,503,983	-	1,503,983
25ShenZheng10	3,000,000	25/09/2025	25/05/2027	3,000,000	1.93%	-	3,008,403	-	3,008,403

45 Long-term bonds (continued)

<i>Name</i>	<i>Par value Original currency RMB'000</i>	<i>Issuance date</i>	<i>Due date</i>	<i>Issue amount Original currency RMB'000</i>	<i>Nominal interest rate</i>	<i>Book value as at 1 January 2025</i>	<i>Increase</i>	<i>Decrease</i>	<i>Book value as at 31 December 2025</i>
25ShenZheng11	2,700,000	24/11/2025	24/11/2027	2,700,000	1.81%	-	2,695,420	-	2,695,420
25ShenZheng12	1,800,000	24/11/2025	24/05/2028	1,800,000	1.85%	-	1,798,127	-	1,798,127
25ShenZheng13	2,000,000	15/12/2025	15/12/2027	2,000,000	1.84%	-	1,997,633	-	1,997,633
25ShenZhengC1	2,000,000	15/09/2025	15/09/2028	2,000,000	2.15%	-	2,005,898	-	2,005,898
25ShenZhengC2	1,000,000	15/09/2025	15/09/2030	1,000,000	2.24%	-	1,002,650	-	1,002,650
25ShenZhengC3	1,800,000	13/11/2025	13/11/2028	1,800,000	2.00%	-	1,799,960	-	1,799,960
25ShenZhengC4	700,000	13/11/2025	13/11/2030	700,000	2.15%	-	699,124	-	699,124
25ShenZhengC5	2,200,000	10/12/2025	10/12/2028	2,200,000	2.13%	-	2,196,719	-	2,196,719
21 Shenwan Hongyuan International Finance Limited US dollar Bond (1)	USD 500,000	14/07/2021	14/07/2026	USD 500,000	1.80%	3,617,573	197,968	(274,347)	3,541,194
22 Shenwan Hongyuan International Finance Limited US dollar Bond (2)	USD 300,000	16/03/2022	16/03/2025	USD 300,000	2.63%	2,172,925	11,537	(2,184,462)	-
25 Shenwan Hongyuan International Finance Limited US dollar Bond (3)	USD 300,000	10/03/2025	10/03/2030	USD 300,000	Compound SOFR + 0.63%	-	2,417,876	(307,070)	2,110,806
Structured Notes (4)	4,796,195	Note 4	Note 4	4,796,195	0.03%-2.45%	9,736,973	5,307,394	(10,189,014)	4,855,353
Total						113,148,500	54,002,265	(43,990,388)	123,160,377

45 Long-term bonds (continued)

	As at 30 June 2026	As at 31 December 2025
Long-term bonds due within one year	46,036,278	35,061,340
Long-term bonds due after one year	99,808,599	88,099,037
Total	<u>145,844,877</u>	<u>123,160,377</u>

As approved by the Board and related regulatory authorities, the Group has issued the following bonds:

- (1) Shenwan Hongyuan International Finance Limited issued a five-year US \$500 million corporate bond on 14 July 2021, with a fixed interest rate and a coupon rate of 1.80%. The simple interest is calculated annually and paid every six months and is guaranteed unconditionally and irrevocably by Shenwan Hongyuan Securities Co., Ltd..
- (2) Shenwan Hongyuan International Finance Limited issued a three-year corporate bond worth 300 million US dollars on 16 March 2022, with a fixed interest rate and a coupon rate of 2.63%. Simple interest is calculated annually and paid every six months and is guaranteed unconditionally and irrevocably by Shenwan Hongyuan Securities Co., Ltd.. The bond was matured and redeemed on 16 March 2025.
- (3) Shenwan Hongyuan International Finance Limited issued a three-year corporate bond worth 300 million US dollars on 10 March 2025, with a fixed interest rate and a coupon rate of Compound SOFR+0.63%. The simple interest is calculated annually and paid quarterly, with joint liability guarantee provided by Shenwan Hongyuan Securities Co., Ltd..
- (4) During the six months ended 30 June 2026, the Group has issued 90 tranches of structured notes due over one year (During the six months ended 30 June 2025: 130 tranches). As at 30 June 2026, the structured notes issued by the Group used fixed rates or floating rates linked to certain stock indexes or commodity to accrue interest, in which the fixed rates were in the range of 0.10% to 1.90% (As at 31 December 2025: 0.03% to 2.45%).

46 Share capital

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

	<i>As at 30 June 2026 & 31 December 2025</i>	
	<i>Number of shares (Thousands)</i>	<i>Nominal value</i>
Registered, issued and fully paid:		
A shares of RMB1 each	22,535,945	22,535,945
H shares of RMB1 each	2,504,000	2,504,000
Total	25,039,945	25,039,945

As at 30 June 2026 and 31 December 2025, the number of non-tradable restricted A shares of the Company was 437,244 and 437,244 respectively.

47 Reserves

(1) Capital reserve

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

(2) Surplus reserve

Pursuant to the Company Law of the PRC, the Company is required to appropriate certain percentage of its net profit to the statutory surplus reserve until the balance reaches 50% of its registered capital.

Subject to the approval of the shareholders, the statutory reserve may be used to offset accumulated losses, or converted into capital of the Company provided that the balance of the statutory surplus reserve after such capitalization is not less than 25% of the registered capital immediately before the capitalization.

47 Reserves (continued)

(3) General reserve

General reserve includes general risk reserve and transaction risk reserve.

In accordance with the requirements of the CSRC Circular regarding the Annual Reporting of Securities Companies in 2007 (Zhengjian Jigou Zi [2007] No. 320) issued on 18 December 2007, the Company appropriates certain percentage of its annual net profit to the general risk reserve.

In accordance with the requirements of the CSRC Circular regarding the Annual Reporting of Securities Companies in 2007 (Zhengjian Jigou Zi [2007] No. 320) issued on 18 December 2007 and in compliance with the Securities Law, for the purpose of covering securities trading losses, the Company appropriates certain percentage from its annual net profit to the transaction risk reserve.

The Company's subsidiaries appropriate their profits to the general reserve according to the applicable local regulations.

(4) Fair value reserve

The fair value reserve comprises:

- the cumulative net changes in the fair value of equity securities designated at FVOCI; and
- the cumulative net changes in fair values of debt securities at FVOCI until the assets are derecognised or impaired. This amount is reduced by the amount of loss allowance.

(5) Translation reserve

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

48 Retained profits

As at 30 June 2026 and 31 December 2025, the consolidated retained profits attributable to the Company included an appropriation of RMB6,837 million and RMB6,837 million to surplus reserve made by the subsidiaries respectively, and RMB2,185 million and RMB2,185 million enjoyed by shareholders arising from the merger of Hongyuan Securities under common control.

Pursuant to the resolution of the general meeting of the shareholders dated 26 June 2026, the Company was approved to distribute cash dividends of RMB 0.75 (tax inclusive) per 10 shares to shareholders based on the total outstanding shares of 25,039,945 thousand shares, with total dividends amounting to RMB 1,877,996 thousand.

49 Transferred financial assets

In the ordinary course of business, the Group transfers recognised financial assets to third parties or clients during some transactions, but retains the risks and rewards of the transferred financial assets. Therefore, the Group does not derecognize such financial assets in the balance sheet.

The Group receives payments for the transfer of financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income to counterparties and has signed agreements to repurchase such assets. According to the agreements, the counterparties have the right to receive contractual cash flows during the term of the agreements and use such securities again as collateral, and is obliged to return such securities to the Group on the due date specified in the agreements. The Group believes that the risks and rewards of such financial assets are not transferred and therefore it does not derecognize such financial assets in the balance sheet.

The Group receives payments for the transfer of the income right of margin financing and securities lending to counterparties and has signed agreements to repurchase such assets. According to the repurchase agreements, the income right transferred to the counterparties by the Group includes any other income that the Group may obtain under the contract of margin financing and securities lending, and the counterparties shall return the income right to the Group after the end of the repurchase period. The Group believes that the risks and rewards of such financial assets are not transferred and therefore it does not derecognize such financial assets in the balance sheet.

	<u>As at 30 June 2026</u>		<u>As at 31 December 2025</u>	
	<i>Carrying amount of transferred assets</i>	<i>Carrying amount of related liabilities</i>	<i>Carrying amount of transferred assets</i>	<i>Carrying amount of related liabilities</i>
Repurchase agreements	8,756,275	7,632,024	11,567,501	10,279,081
Securities lending	1,989,196	-	1,070,880	-

50 Interests in structured entities

(1) *Interests in structured entities consolidated by the Group*

The Group has consolidated certain structured entities, mainly asset management products. For those structured entities where the Group is involved as manager or as investor, the Group assesses the controlling power according to its accounting policies.

As at 30 June 2026 and 31 December 2025, the net assets of the consolidated asset management products are RMB 90,180,196 thousand and RMB 88,751,238 thousand.

Interests held by other investors in these consolidated structured entities were classified as net investment gains or interest expenses of the consolidated statement of profit or loss, financial liabilities at fair value through profit or loss, other payables and accruals or other non-current liabilities of the consolidated statement of financial position.

As at 30 June 2026 and 31 December 2025, the Group reassessed the control of structured entities and decided whether the Group is still a principal.

(2) *Structured entities sponsored by third party institutions which the Group does not consolidate but holds an interest in*

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

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Financial assets at fair value through profit or loss	83,814,084	90,183,084
Financial assets measured at amortized cost	2,688,661	3,387,513
Financial assets at fair value through other comprehensive income	2,010,893	1,849,492
Total	<u>88,513,638</u>	<u>95,420,089</u>

50 Interests in structured entities (continued)

(3) Structured entities sponsored by the Group which the Group does not consolidate

The types of structured entities sponsored by the Group which the Group does not consolidate but in which it holds an interest include funds and asset management products.

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

	<i>As at 30 June 2026</i>		
	<i>Financial assets at fair value through profit or loss</i>	<i>Financial Assets measured at amortized cost</i>	<i>Total</i>
Funds	1,316,944	-	1,316,944
Asset management products and others	1,529,944	141,619	1,671,563
Total	2,846,888	141,619	2,988,507

	<i>As at 31 December 2025</i>		
	<i>Financial assets at fair value through profit or loss</i>	<i>Financial Assets measured at amortized cost</i>	<i>Total</i>
Funds	1,370,542	-	1,370,542
Asset management products and others	1,465,483	143,685	1,609,168
Total	2,836,025	143,685	2,979,710

For the six months ended 30 June 2026 and 2025, the Group recognised net income from asset management business of RMB 357,932 thousand and RMB 330,906 thousand, respectively.

51 Contingencies

As at 30 June 2026, the Group was not involved in any material lawsuits, arbitration or administrative proceedings that if adversely determined, the Group expects would materially and adversely affect its financial position or results of operations.

52 Related party relationships and transactions

(1) Relationship of related parties

(a) Major shareholders

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

	<i>Place of incorporation</i>	<i>Place of operating</i>	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
China Jianyin Investment Ltd.	PRC	Beijing	26.34%	26.34%
Central Huijin Investment Ltd.	PRC	Beijing	20.05%	20.05%

(b) Associates and joint ventures of the Group

The detailed information of the Group's associates and joint ventures is set out in Note 20.

(c) Other related parties

Other related parties can be individuals or enterprises, which include: members of the Board of Directors, the Board of Supervisors and senior management, and close family members of such individuals.

(2) Related parties transactions and balances

(a) Transactions between the Group and major shareholders:

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Period/Year end:		
Financial assets at fair value through other comprehensive income	-	1,483,105
Financial assets at fair value through profit or loss	-	90,086
Accounts payable to brokerage clients	2,420	-
	<u><i>Six months ended 30 June</i></u>	<u><i>2025</i></u>
	<i>2026</i>	
Transactions during the period:		
Interest income	3,240	5,524
Fee and commission income	28	179
Net investment gains / (losses)	298	(7,314)

52 Related party relationships and transactions (continued)

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

	<i>As at 30 June 2026</i>	<i>As at 31 December 2025</i>
Balances at the end of the period/year:		
Cash and bank balances, and cash held on behalf of brokerage clients	94,557,472	90,879,519
Financial assets sold under repurchase agreements	32,664,284	36,356,906
Financial assets at fair value through profit or loss	23,437,480	23,006,306
Financial assets at fair value through other comprehensive income	11,879,717	10,865,647
Placements from other financial institutions	1,400,000	-
Financial liabilities at fair value through profit or loss	7,160,000	3,980,346
Loans and borrowings	538,645	451,362
Derivative financial liabilities	315,020	160,435
Refundable deposits	-	129,000
Right-of-use assets	44,119	45,356
Lease liabilities	41,781	34,229
Derivative financial assets	240,520	190,223
Accounts payable to brokerage clients	396,992	78,207
Accounts receivable	90,252	68,140
Other payables and accruals	13,740	6,747
Other current assets	1,953	2,047
Intangible assets	-	391

52 Related party relationships and transactions (continued)

	<u>Six months ended 30 June</u>	
	2026	2025
Transactions during the period:		
Interest income	1,060,453	800,666
Net investment gains	1,132,300	440,472
Fee and commission income	163,423	74,517
Interest expenses	23,016	119,010
Fee and commission expenses	84,934	48,237
Depreciation and amortization expense	9,631	11,785
Other income and gains	6,040	6,032
Other operating expenses	574	3,666

For the six months ended 30 June 2026 and 30 June 2025, the Group has not injected capital into associates and joint ventures.

For the six months ended 30 June 2026 and 30 June 2025, dividend received from associates and joint ventures are RMB 5,840 thousand and RMB 353,585 thousand, respectively.

(3) **Key management personnel remuneration**

For the six months ended 30 June 2026, the Company accrued and disbursed a total pre-tax remuneration of RMB 3,604 thousand for key management personnel. Total remuneration is included in “staff costs” (see Note 11).

53 Segment reporting

Management manages the business operations by the following segments in accordance with the nature of the operations and the services provided:

- Enterprise finance segment includes investment banking and principal investment services to the corporate clients: investment banking business primarily includes equity underwriting and sponsorship, debt underwriting and financial advisory services; principal investment business primarily includes the Group's equity investment in unlisted companies and debt investment primarily through various financial instruments;
- Personal finance segment primarily includes securities and futures brokerage, margin financing and securities lending, stock-backed lending, sales of financial products and investment advisory provided to individuals and non-professional institutional investors;
- Institutional services and trading segment primarily includes prime brokerage and research services for professional institutional clients, as well as equity and Fixed Income, Currencies and Commodities (FICC) proprietary trading to provide sales, market-making, hedging and over-the counter derivatives services to institutional clients;
- Investment management segment primarily includes asset management, mutual fund management, private equity fund management services to clients.

53 Segment reporting (continued)

Business segments

For the six months ended 30 June 2026

	<i>Enterprise finance</i>		<i>Personal finance</i>	<i>Institutional services and trading</i>	<i>Investment management</i>	<i>Segment total</i>
	<i>Investment banking</i>	<i>Principal investment</i>				
Fee and commission income	655,867	7,762	4,236,629	1,562,869	388,388	6,851,515
Interest income	18,742	252,331	3,661,923	906,988	112,300	4,952,284
Net investment gains	157,487	707,658	281,272	5,638,222	265,223	7,049,862
Other income and gains	585	196,110	47,362	11,742	11,351	267,150
Total revenue and other income	832,681	1,163,861	8,227,186	8,119,821	777,262	19,120,811
Segment expenses	606,889	844,404	5,652,369	4,463,928	540,948	12,108,538
Including: Interest expenses	11,528	529,066	1,244,910	2,371,148	122,973	4,279,625
Net (reversal of) / provision for impairment loss	(2,249)	20,352	14,770	2,603	(18,819)	16,657
Share of profits of associates and joint ventures	-	787,751	-	-	-	787,751
Profit before income tax	225,792	1,107,208	2,574,817	3,655,893	236,314	7,800,024
Other segment information:						
Depreciation and amortization expenses	26,527	7,953	235,975	143,668	15,873	429,996
Capital expenditure paid	901	69,175	45,126	14,986	3,524	133,712
As at 30 June 2026						
Segment assets	2,192,796	43,984,533	243,386,328	498,236,763	36,498,633	824,299,053
Deferred tax assets						1,007,005
Segment total assets						825,306,058
Segment liabilities	402,510	40,441,565	184,466,688	426,633,368	32,259,161	684,203,292
Deferred tax liabilities						108,015
Segment total liabilities						684,311,307

53 Segment reporting (continued)

For the six months ended 30 June 2025

	<i>Enterprise finance</i>		<i>Personal finance</i>	<i>Institutional services and trading</i>	<i>Investment management</i>	<i>Segment total</i>
	<i>Investment banking</i>	<i>Principal investment</i>				
Fee and commission income	650,695	4,518	2,941,893	722,013	359,458	4,678,577
Interest income	11,843	211,797	2,708,705	1,318,400	115,214	4,365,959
Net investment gains	259,491	759,644	45,251	5,995,355	236,941	7,296,682
Other income and gains	917	86,864	56,527	4,033	12,077	160,418
Total revenue and other income	922,946	1,062,823	5,752,376	8,039,801	723,690	16,501,636
Segment expenses	593,468	979,945	4,208,230	4,588,765	529,621	10,900,029
Including: Interest expenses	12,058	544,914	731,454	2,770,414	108,352	4,167,192
Net (reversal of) / provision for impairment loss	(729)	193,556	(13,448)	(16,123)	(2,196)	161,060
Share of profits of associates and joint ventures	-	383,822	-	-	-	383,822
Profit before income tax	329,478	466,700	1,544,146	3,451,036	194,069	5,985,429
Other segment information:						
Depreciation and amortization expenses	34,305	26,271	225,233	159,867	18,903	464,579
Capital expenditure paid	975	71,238	41,229	17,048	3,763	134,253
As at 31 December 2025						
Segment assets	2,106,035	36,875,887	220,990,300	445,089,804	35,572,191	740,634,217
Deferred tax assets						913,023
Segment total assets						741,547,240
Segment liabilities	874,788	33,350,893	166,221,478	370,163,393	30,697,721	601,308,273
Deferred tax liabilities						62,217
Segment total liabilities						601,370,490

The Group's non-current assets are mainly located in mainland China. The Group's revenue is substantially derived from its operations in mainland China.

54 Fair value information

(1) Fair value of financial instruments

The Group adopts the following methods and assumptions when evaluating fair value:

- (a) Financial assets including cash and bank balances, Cash held on behalf of brokerage clients, clearing settlement funds, financial assets held under resale agreements, and financial liabilities including placements from other financial institutions, short-term debt instruments issued, loans and borrowings under current liabilities and financial assets sold under repurchase agreements are mainly short-term financing or floating interest rate instruments. Accordingly, the carrying amounts approximate the fair values.
- (b) Financial assets and liabilities at fair value through profit or loss, derivatives and financial assets at fair value through other comprehensive income are stated at fair value. For the financial instruments traded in active open markets, the Group uses market prices or markets rates as the best estimate for their fair values. For the financial instruments without any market price or market rate, the Group determines the fair values of these financial assets and financial liabilities by discounted cash flow or other valuation methods.
- (c) The fair value of non-current debt investment at amortized cost and long-term bonds are determined with reference to the available market prices or quotes from brokers or agents. If there is no quoted market price in an active market, the Group refers to the yield of financial instruments with similar characteristics such as credit risk and maturity, to estimate the fair value using pricing models or discounted cash flow.
- (d) Accounts receivable, other current assets, margin accounts receivable, and accounts payable to brokerage clients are mainly within one year. Accordingly, the carrying amounts approximate the fair values.

(2) Fair value hierarchy

The Group measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1 valuations: Fair value measured is using only Level 1 inputs i.e. unadjusted quoted prices in active markets for identical assets or liabilities at the measurement date.
- Level 2 valuations: Fair value measured is using Level 2 inputs i.e. observable inputs which fail to meet Level 1, and not using significant unobservable inputs. Unobservable inputs are inputs for which market data are not available.
- Level 3 valuations: Fair value measured is using significant unobservable inputs.

54 Fair value information (continued)

If there is a reliable market quote for financial instruments, the fair value of financial instruments is based on quoted market prices. If a reliable quoted market price is not available, the fair value of the financial instruments is estimated using valuation techniques. Valuation techniques applied include reference to the fair value of another instrument that is substantially the same, discounted cash flow analysis and option pricing models. The inputs used in valuation techniques include risk-free and benchmark interest rates, credit spreads and foreign exchange rates. Where discounted cash flow analysis is used, estimated cash flows are based on management's best estimates and the discount rate used is reference to another instrument that is substantially the same.

The table below analyses financial instruments, measured at fair value at 30 June 2026 and 31 December 2025, by the level in the fair value hierarchy into which the fair value measurement is categorized. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	As at 30 June 2026			
	Level 1	Level 2	Level 3	Total
Assets				
Financial assets at fair value through profit or loss				
- Debt securities	-	173,722,238	718	173,722,956
- Equity securities	100,183,648	6,153,908	3,588,009	109,925,565
- Hybrid instruments	1,496,692	-	1,496,704	2,993,396
- Asset management products and others	-	15,093,721	8,304,381	23,398,102
Financial assets at fair value through other comprehensive income				
- Debt securities	-	47,728,478	-	47,728,478
- Equity securities	15,438,423	63,136,624	838,319	79,413,366
Derivative financial assets	1,011,843	197,078	7,692,939	8,901,860
Total	<u>118,130,606</u>	<u>306,032,047</u>	<u>21,921,070</u>	<u>446,083,723</u>
Liabilities				
Financial liabilities at fair value through profit or loss	-	19,187,259	-	19,187,259
Derivative financial liabilities	2,112,362	187,530	13,408,228	15,708,120
Total	<u>2,112,362</u>	<u>19,374,789</u>	<u>13,408,228</u>	<u>34,895,379</u>

54 Fair value information (continued)

	As at 31 December 2025			
	Level 1	Level 2	Level 3	Total
Assets				
Financial assets at fair value through profit or loss				
- Debt securities	-	128,085,307	810	128,086,117
- Equity securities	103,015,720	7,486,210	3,909,844	114,411,774
- Hybrid instruments	2,821,305	-	1,613,662	4,434,967
- Asset management products and others	-	12,838,095	7,853,724	20,691,819
Financial assets at fair value through other comprehensive income				
- Debt securities	-	39,935,568	-	39,935,568
- Equity securities	15,547,660	72,144,466	263,800	87,955,926
Derivative financial assets	1,288,753	128,647	3,356,054	4,773,454
Total	<u>122,673,438</u>	<u>260,618,293</u>	<u>16,997,894</u>	<u>400,289,625</u>
Liabilities				
Financial liabilities at fair value through profit or loss	-	11,547,110	-	11,547,110
Derivative financial liabilities	2,079,226	134,759	7,414,959	9,628,944
Total	<u>2,079,226</u>	<u>11,681,869</u>	<u>7,414,959</u>	<u>21,176,054</u>

For the six months ended 30 June 2026 and for the year ended 31 December 2025, there was no significant transfer between Level 1 and Level 2.

For the six months ended 30 June 2026 and for the year ended 31 December 2025, there were transfers into and out of Level 3 due to the delisting of equity securities and the lifting of restricted stocks respectively.

54 Fair value information (continued)

(a) Financial instruments in Level 1

The fair value of financial instruments traded in active markets is based on quoted market prices at 30 June 2026 and 31 December 2025. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Group is the closing price within bid-ask spread. These instruments are included in Level 1. Instruments included in Level 1 comprise primarily securities traded on exchanges and fund investments traded through exchanges or fund management companies.

(b) Financial instruments in Level 2

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

(c) Valuation methods for specific investments

As at 30 June 2026 and 31 December 2025, the Group's valuation methods for specific investments are as follows:

- (i) For exchange-listed equity securities, fair value is determined based on the closing price of the equity securities as at 30 June 2026 and 31 December 2025 within the bid-ask spread. If there is no quoted market price as at 30 June 2026 and 31 December 2025, valuation techniques are used to determine the fair value.
- (ii) For exchange-listed investment funds, fair value is determined based on the closing price within the bid-ask spread as at 30 June 2026 and 31 December 2025 or the most recent trading date. For unlisted open-end funds and asset management products, fair value is determined by quoted price which is based on the net asset value as at 30 June 2026 and 31 December 2025.
- (iii) For debt securities, fair values are determined by valuation techniques.
- (iv) For futures traded through exchanges, fair value is determined based on the closing price of the futures as at 30 June 2026 and 31 December 2025.

54 Fair value information (continued)

(d) Financial instruments in Level 3

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

	<i>For the six months ended 30 June 2026</i>			
	<i>Financial assets at fair value through profit or loss</i>	<i>Financial assets at fair value through other comprehensive income - equity instruments</i>	<i>Derivative financial assets</i>	<i>Derivative financial liabilities</i>
As at 1 January 2026	13,378,040	263,800	3,356,054	(7,414,959)
Gains or losses for the period	518,341	-	3,014,502	(6,721,632)
Changes in fair value recognised in other comprehensive income	-	(46,177)	-	-
Purchases	3,990,551	620,696	1,946,796	(2,972,809)
Sales and settlements	(2,607,168)	-	(624,413)	3,701,172
Transfer in	-	-	-	-
Transfer out	(1,889,952)	-	-	-
As at 30 June 2026	<u>13,389,812</u>	<u>838,319</u>	<u>7,692,939</u>	<u>(13,408,228)</u>
Total gains or losses for the period included in profit or loss for assets/liability held at the end of the reporting period	<u>513,782</u>	<u>(46,177)</u>	<u>3,283,951</u>	<u>(4,527,557)</u>

54 Fair value information (continued)

For the year ended 31 December 2025

	<i>Financial assets at fair value through profit or loss</i>	<i>Financial assets at fair value through other comprehensive income – debt instruments</i>	<i>Financial assets at fair value through other comprehensive income – equity instruments</i>	<i>Derivative financial assets</i>	<i>Derivative financial liabilities</i>
As at 1 January 2025	9,934,047	3,410	263,800	5,418,436	(3,617,967)
Gains or losses for the year	453,498	-	-	(1,755,155)	(3,814,557)
Changes in fair value recognised in other comprehensive income	-	-	-	-	-
Purchases	7,669,483	-	-	977,652	(8,308,647)
Sales or settlements	(4,347,264)	(3,410)	-	(1,284,879)	8,326,212
Transfer in	401,934	-	-	-	-
Transfer out	(733,658)	-	-	-	-
As at 31 December 2025	<u>13,378,040</u>	<u>-</u>	<u>263,800</u>	<u>3,356,054</u>	<u>(7,414,959)</u>
Total gains or losses for the year included in profit or loss for assets/liability held at the end of the reporting year	<u>413,733</u>	<u>-</u>	<u>-</u>	<u>(804,948)</u>	<u>(1,133,760)</u>

As for the financial instruments in Level 3, the price is primarily determined by the comparable companies methods, discounted cash flow model, Black-Scholes option pricing model and other methods. Determinations to classify fair value measures within Level 3 of the valuation hierarchy are primarily based on the significance of the unobservable inputs which mainly include liquidity discount, volatility, risk-adjusted discount and market multiplier.

55 Financial instruments risk management

The risks faced by the Group in its daily operation and management mainly include market risk, credit risk and liquidity risk.

The Group aims to strike an appropriate balance between the risks and benefits of its financial instruments and to mitigate the adverse effects that the risks of financial instruments have on the Group's financial performance. Based on such objectives, the Group's risk management policies are established to identify and assess the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and compliance with limits. Risk management policies and internal control systems are reviewed regularly to reflect changes in market conditions and the Group's activities.

The following information does not include all necessary information and disclosures for the consolidated financial report, and should be read together with the Group's consolidated financial report for the year ended 2025.

Since 31 December 2025, the Group does not have significant change in its risk management process or policy.

Risk analysis and control

(1) Credit Risk

Credit risk refers to the risk that the Group may face when its financiers, counterparties or bond issuers fail to perform the agreed financial obligations. The Group's credit risk exposures mainly exist in its personal finance, proprietary trading, and principal investment businesses.

The Group has mainly adopted the following measures to detect, report and manage credit risk:

- Established an internal rating system for credit risk, and conducted concentration risk management of the clients;
- Optimised risk assessment and analysis of clients and collateral, and reinforced continuous supervision. The Group has also been improving credit risk management system, and set up company-level negative repositories of counterparties so as to collect and manage the list of clients with bad credit, and unified the management of negative information of clients;
- Set up strict entry criteria such as bond and issuer ratings for the proprietary trading business, and carried out pre-transaction review, post-transaction monitoring, and follow up on trading behaviours, credit ratings and types of securities, as well as scale and concentration of bonds;
- Enhanced measures and policies of derivatives trading, set up rating and entry criteria for its counterparties, and continuous optimized the risk limit indicators system standard; and
- Tightened the review and management of certain businesses, such as stock-backed lending and principal investment business, on the assessment of client, concentration control, and scale of the businesses, and closely monitor project status on a continual basis.

55 Financial instruments risk management (continued)

Measurement of expected credit loss

The measurement of the ECL allowance for financial instruments, including investments in financial assets measured at amortized cost (including margin accounts, reverse repurchase agreements), and FVOCI is an area that requires the use of models and assumptions about the future economic conditions and credit behaviour of the clients (such as the likelihood of customers defaulting and the resulting losses).

The Group has applied a 'three-stage' impairment model for ECL measurement based on changes in credit quality since the initial recognition of financial instruments as summarized below:

- A financial instrument that is not credit-impaired on initial recognition is classified as "Stage 1" and has its credit risk continuously monitored by the Group;
- If a significant increase in credit risk ("SICR") since initial recognition is identified, the financial instrument is moved to "Stage 2" but is not yet deemed to be credit-impaired;
- If the financial instrument is credit-impaired, the financial instrument is moved to "Stage 3".

Stage 1: The Group measures the loss allowance for a financial instrument at an amount equal to the next 12 months ECL. Stage 2 and 3: The Group measures the loss allowance for a financial instrument at an amount equal to the lifetime ECL. Purchased or originated credit-impaired financial assets are those financial assets that are credit-impaired on initial recognition. The ECL is always measured on a lifetime basis.

For financial instruments under Stage 1 and Stage 2, including investments in financial assets measured at amortized cost (including margin accounts, stock-pledged repo), and FVOCI, the ECL is measured using the risk parameter modelling approach that incorporated key parameters, including Probability of Default ("PD"), Loss Given Default ("LGD"), Exposure at Default ("EAD") discount rate and forward-looking adjustment. For credit-impaired financial assets classified under Stage 3, the management assesses the credit loss allowances by estimating the cash flows expected to arise from the financial assets.

The measurement of ECL adopted by the management according to IFRS 9, involves judgements, assumptions and estimations, including:

- Selection of the appropriate models and assumptions;
- Determination of the criteria for significant increase in credit risk ("SICR"), definition of default and credit impairment;
- Establishment of the number and relative weightings of forward-looking scenarios;
- Forecasts of the discounted cash flow of financial instruments under stage 3.

55 Financial instruments risk management (continued)

Measuring ECL –Inputs, assumptions and estimation techniques

The ECL is measured on either a 12-month (12M) or Lifetime basis depending on whether a SICR has occurred since initial recognition or whether an asset is considered to be credit-impaired.

For debt securities investments and financing assets, ECL is the discounted product of the PD, LGD and EAD after considering the forward-looking impact.

- PD represents the likelihood of a borrower defaulting on its financial obligation, either over the next 12 months (12M PD), or over the remaining lifetime (Lifetime PD) of the obligation. For debt securities investments, the Group determines the PD by the appropriate external credit ratings and the ratio between the value of collateral and debt securities, etc.
- LGD represents the Group's expectation of the extent of loss on a defaulted exposure. For debt securities investments, LGD is determined based on the issuer and type of securities, concentration of collateral for financing business, etc.
- EAD is based on the amounts the Group expects to be owed at the time of default, over the next 12 months (12M EAD) or over the remaining lifetime (Lifetime EAD).

55 Financial instruments risk management (continued)

The criteria of Significant increase in credit risk (SICR)

The Group evaluates financial instruments to identify whether a SICR has occurred since initial recognition at each financial statement date. An ECL allowance of financial assets is recognised according to the stage in which the assets are classified. This takes into account of what reasonable information, including forward looking information, is available to identify whether a SICR had arisen. The Group considers a financial instrument to have experienced a SICR when one or more of the following quantitative, qualitative or backstop criteria have been met.

For financing assets, the Group sets differentiated collateral to loan ratios as triggering margin calls and force liquidation thresholds (force liquidation thresholds generally no less than 130%) against different exposures related to these transactions, based on the obligors' credit quality, operation situation, contract maturity date, the volatility and liquidity of related collateral securities, and related performance information.

For securities financing business, the Group considers securities financing business to have experienced a SICR if collateral to loan ratios is lower than the force liquidation thresholds, which means collateral valuation has declined or the quality of the third-party collateral is significantly reduced. As at 30 June 2026 and 31 December 2025, over 90% of the securities financing balances of the Group were covered by collateral value of over the force liquidation thresholds of related loan or repo amounts.

For debt securities investments, the Group makes use of open market credit ratings. The Group considers debt securities investments to have experienced a SICR if the following scenarios occur: the debt securities with an initial rating above AA- level (inclusive) downgraded below AA- (exclusive); the debt securities with an initial rating below AA- level (exclusive) been downgraded; or the debt security is on the warning list. As at 30 June 2026 and 31 December 2025, the vast majority of the debt securities investments of the Group have been rated as investment grade or above and there was no SICR.

Financial instruments are considered to have a low risk when the borrower has a strong capacity to meet its contractual cash flow obligations in the near term and adverse changes in economic and business conditions in the longer term may, but will not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

The Group has used the low credit risk exemption for financial instruments, such as cash and bank accounts, settlement reserve, refundable deposits, financial assets held under resale agreements collateralized by debt securities, and therefore no longer compares whether the credit risk has increased significantly since initial recognition.

55 Financial instruments risk management (continued)

Definition of default and credit impairment

The Group assesses whether a financial instrument has been credit-impaired in accordance with IFRS 9, in a manner consistent with its internal credit risk policies for managing financial instruments. The consideration includes qualitative criteria, quantitative criteria and upper limit. The Group defines a financial instrument as credit-impaired, which is fully aligned with the definition of “in default”, when it meets one or more of the following criteria:

- The borrower is more than 30 days past due on its contractual payments;
- For securities financing business, forced liquidation of a client’s position is triggered based on a predetermined threshold of loan to collateral ratio; whereby the collateral valuation falls short of the related loan or repo amounts;
- The latest external ratings of issuers of debt securities or debt securities themselves are in default grade;
- The debtor, issuer, borrower or counterparty is in significant financial difficulty;
- An active market for that financial asset has disappeared because of debtor’s financial difficulties;
- Concessions have been made by the Group relating to the debtor, issuer, borrower or counterparty’s financial difficulty;
- It is becoming probable that the debtor, issuer, borrower, or counterparty will enter bankruptcy or undertake a financial restructuring, etc.

When a financial asset is considered to be credit-impaired, it may be the result of multiple events, not due to a separately identifiable event.

55 Financial instruments risk management (continued)

Forward-looking information

The assessment of SICR and the calculation of ECL both incorporate forward-looking information.

When considering forward-looking information, the Group is not required to forecast the situation of financial instruments throughout their expected lifespan. The level of judgement that the Group needs to apply when estimating credit losses depends on the availability of specific information. The degree of the judgement that the Group must use when estimating ECL will increase when the prediction time span is longer or the availability of specific information is lower.

Based on the analysis of various business characteristics and historical data, the Group identified key economic indicators that affect the ECL of various businesses, mainly including the growth rate of Domestic GDP, cumulative year-on-year completion of fixed assets investment, the fluctuation of the Shanghai Composite index and the growth rate of Consumer Price Index (CPI). The Group determines the relationship between these economic indicators and macro factors through regression analysis, and makes forward-looking adjustments to the ECL of various businesses.

In addition to the base economic scenario, the Group's expert team also provided other possible scenarios along with scenario weightings. The number of other scenarios used is set based on an analysis of each major product type to ensure non-linearities are captured. The number of scenarios and their attributes are reassessed at each financial statement date.

As at 30 June 2026 and 31 December 2025, for all portfolios the Group concluded that three scenarios appropriately captured non-linearities of key economic variables. The scenario weightings are determined by a combination of statistical analysis and expert judgement, taking account of the range of possible outcomes each chosen scenario is representative of. The number of scenarios and their attributes are reassessed at each financial statement date.

The assessment of SICR is performed using the Lifetime PD under each of the base and other scenarios multiplied by the associated scenario weighting, as well as qualitative criteria, quantitative criteria and upper limit. The Group measures ECL as either a probability weighted 12-month ECL or a probability weighted lifetime ECL. These probability weighted ECLs are determined by running each scenario through the relevant ECL model and multiplying it by the appropriate scenario weighting.

As at 30 June 2026 and 31 December 2025, comprehensively considering of the current economic situation, and various supporting policies adopted by the government, the Group updated relevant economic indicators for forward-looking measurement based on the latest economic forecasts. As with any economic forecasts, the projections and likelihoods of occurrence are subject to a high degree of inherent uncertainty and therefore the actual outcomes may be significantly different to those projected. The Group considers these forecasts to represent its best estimate of the possible outcomes as at the financial statement date.

As at 30 June 2026, the base scenario weightings adopted by the Group do not exceed the sum of other possible scenario weightings.

55 Financial instruments risk management (continued)

Sensitivity analysis

The allowance for credit losses is sensitive to the inputs used in internally developed models, macroeconomic variables in the forward-looking forecasts, weighting applied to economic scenarios and other factors considered when applying expert judgement. Changes in these inputs, assumptions and judgements are likely to have an impact on the measurement of ECLs. The Group reviews the models on a regular basis each year and makes appropriate adjustments to the assumptions and parameters used in the models based on specific circumstances. The impact of adjustments to the models and parameters during the current period on ECLs results was not material.

A sensitivity analysis is performed on key economic indicators, economic scenarios and weightings assigned use in forward-looking measurement. When increasing the weighting applied to the optimistic scenario by 10% and a corresponding reduction of 10% weighting applied to the base scenario, or shifting 10% of the weighting from the base case scenario to the pessimistic scenario, the impact on ECL recognised is not significant.

Meanwhile, the Group also uses sensitivity analysis to monitor the impact of changes to the credit risk classification of the financial assets on ECL. As at 30 June 2026 and 31 December 2025, assuming there was no significant increase in credit risk since initial recognition, and all the financial assets in Stage 2 were moved to Stage 1, the decremental impact on ECL to be recognised in financial statements is not significant.

Collateral and other credit enhancements

The Group employs a range of policies and credit enhancements to mitigate credit risk exposure to an acceptable level. The most common of these is accepting collateral for funds advanced or guarantee. The Group determined the type and amount of collateral according to the credit risk evaluation of counterparties. The collateral under margin financing and reverse repurchase agreements is primarily stocks, debt securities, funds etc. The management would test the market value of collateral periodically, and send margin calls according to related agreements, also monitor the market value fluctuation of collaterals when reviewing the measurement of the loss allowance.

55 Financial instruments risk management (continued)

Loss Ratio and impairment provision of securities financing business

Based on the obligors' credit quality, contract maturity date, the related collateral securities information, which including the sector situation, liquidity discount factor, concentration, volatility and related information, the Group sets differentiated collateral to loan ratios (generally no less than 140%) as triggering margin calls and force liquidation thresholds (collateral to loan ratios generally no less than 130%) against different exposures related to these transactions.

- For financing assets exposures with collateral to loan ratios above 130% and those not past due are classified under Stage 1.
- For financing assets exposures with collateral to loan ratios fall below 130% of the pre-determined force liquidation thresholds but above 100%; or those past due for no more than 30 days are considered to be with significant increase in credit risks and are classified under Stage 2.
- For financing assets exposures with collateral to loan ratios fall below 100%; or those past due for more than 30 days are classified under Stage 3.

Allowance loss ratio applied by the Group on its Financing Assets under the 3 stages were as follows:

Stage 1: 0.13% to 0.24% according to the different collateral ratios;

Stage 2: 2.73% to 4.92% according to the different collateral ratios;

Stage 3: Discounted cash flow on individual exposure.

55 Financial instruments risk management (continued)

Credit risk exposure analysis

The Group considered the credit risk of the Financing Assets was relatively low. As at 30 June 2026 and 31 December 2025, the majority of the Financing Assets' ratio to underlying collateral value was over force liquidation level and there is sufficient collateral information indicating that the Financing Assets are not expected to default. As at 30 June 2026 and 31 December 2025, most of the debt securities investments of the Group were rated at investment grade or above.

The maximum credit risk exposure on the balance sheet date, without taking into account any collateral and other credit enhancements, refers to the carrying value of the relevant financial assets after the deduction of impairment provisions. The Group's maximum credit risk exposure is disclosed as follows:

	30 June 2026	31 December 2025
Refundable deposits	37,896,485	33,898,910
Accounts receivable	3,416,677	3,094,548
Other current assets	754,490	1,254,112
Margin accounts receivable	112,110,656	95,973,306
Financial assets held under resale agreements	9,448,174	14,558,334
Financial assets at fair value through profit or loss	181,869,642	137,539,050
Derivative financial assets	8,901,860	4,773,454
Financial assets measured at amortized cost	2,830,280	3,531,198
Financial assets at fair value through other comprehensive income	47,728,478	39,935,568
Clearing settlement funds	12,656,139	13,190,279
Cash held on behalf of brokerage clients	142,218,871	129,870,708
Bank balances	47,996,992	36,988,892
Total maximum credit risk exposure	607,828,744	514,608,359

55 Financial instruments risk management (continued)

Significant credit risk exposure

	As at 30 June 2026			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL (Credit-impaired)	
Margin accounts receivable	112,109,125	1,531	-	112,110,656
Accounts receivable	2,691,048	9,631	715,998	3,416,677
Financial assets held under resale agreements	9,446,718	-	1,456	9,448,174
Financial assets measured at amortized cost	2,516,227	-	314,053	2,830,280
Financial assets at fair value through other comprehensive income	47,728,478	-	-	47,728,478
Other current assets	754,173	317	-	754,490

	As at 31 December 2025			Total
	Stage 1 12-month ECL	Stage 2 Lifetime ECL	Stage 3 Lifetime ECL (Credit-impaired)	
Margin accounts receivable	95,973,306	-	-	95,973,306
Accounts receivable	2,043,780	14,145	1,036,623	3,094,548
Financial assets held under resale agreements	14,262,032	-	296,302	14,558,334
Financial assets measured at amortized cost	3,153,081	-	378,117	3,531,198
Financial assets at fair value through other comprehensive income	39,935,568	-	-	39,935,568
Other current assets	1,239,018	7,447	7,647	1,254,112

55 Financial instruments risk management (continued)

(2) Liquidity risk

Liquidity risk is the risk that the Group may face if the Group fails to acquire sufficient funds in time with reasonable cost to repay its debts due, perform other payment obligations and satisfy capital requirements in normal business operations.

In managing its liquidity risks, the Group considers its short, medium and long-term funding needs and liquidity management requirements, and reinforces the management of both the total amount and the structure of high-quality liquid assets through continuously improving the management system of its liquidity reserve, so as to maintain a sufficient liquidity reserve. The Group maintains adequate cash and cash equivalents and continuously monitors and compares cash flow forecast and actual cash flows. The Group also adopts a risk indicator analysis method to manage its overall liquidity risk. Through the analysis of key risk indicators, such as liquidity coverage ratio, net stable funding ratio, liquidity gap, and asset and liability concentration, the Group assesses and measures its overall liquidity risk status.

For liquidity risks, the Group has primarily adopted the following measures:

- Formulated a comprehensive capital plan to maintain a sufficient liquidity reserve;
- Expanded the scope of cooperation of financial institutions, improved debt financing management capabilities and diversified liquidity management tools;
- Enhanced the dynamic monitoring of liquidity risk, maintained the tracking and assessment of information such as liquidity monitoring indicators, cash flow gap, liquidity reserve and its short-term financing capabilities;
- Carried out stress testing of liquidity risk, improved the ability to measure liquidity shock and put forward effective measures; and
- Improved the capability of reporting and dealing with liquidity risk contingencies through conducting emergency drills for liquidity risk to enhance the ability to respond to liquidity crisis.

55 Financial instruments risk management (continued)

(3) Market risk

(a) Interest rate risk

Interest rate risk is the risk that changes in market interest rates will affect the Group's operation performance, financial position and cash flows. The Group's interest-bearing assets mainly include cash and bank balances, clearing settlement funds, margin accounts receivable, financial assets at fair value through profit or loss, financial assets held under resale agreements, refundable deposits and financial assets at fair value through other comprehensive income; interest-bearing liabilities mainly include loans and borrowings, short-term debt instruments issued, placements from other financial institutions, financial liabilities at fair value through profit or loss, financial assets sold under repurchase agreements, accounts payable to brokerage clients and long-term bonds.

For financial instruments held on the balance sheet date that expose the Group to fair value interest rate risk, the Group applies interest rate repricing exposure analysis and sensitivity analysis as the primary approach for monitoring interest rate risk. Sensitivity analysis measures the effect of any reasonable and possible changes in the interest rate on the net profits and shareholders' equity with all other variables held constant.

Sensitivity analysis

For those financial instruments held by the Group which expose the Group to fair value interest rate risk at the end of the reporting period, the Group adopts sensitivity analysis to measure the potential effect of changes in interest rates on the Group's and the Company's profit after tax and equity. Assuming all other variables remain constant, interest rate sensitivity analysis is as follows:

Sensitivity of profit after tax

	30 June 2026	31 December 2025
Move in yield curve		
Up 25 basis points	(1,465,102)	(653,035)
Down 25 basis points	1,362,678	552,304

Sensitivity of equity

	30 June 2026	31 December 2025
Move in yield curve		
Up 25 basis points	(1,988,651)	(1,065,381)
Down 25 basis points	1,906,692	982,639

55 Financial instruments risk management (continued)

The sensitivity analysis above indicates the instantaneous change in the Group's profit after tax and equity that would arise assuming that the change in interest rates had occurred at the end of the reporting period and had been applied to re-measure those financial instruments held by the Group which expose the Group to fair value interest rate risk at the end of the reporting period.

In respect of the exposure to cash flow interest rate risk arising from floating rate non-derivative instruments held by the Group, the impact on the Group's profit after tax and equity is estimated as an annualised impact on interest expense or income of such a change in interest rates.

(b) Foreign currency rate risk

Foreign currency risk is the risk arising from foreign exchange business of the Group, which is attributable to the fluctuation and monitor of foreign exchange rates. The Group's recognised foreign currency assets, liabilities and revenue and future foreign currency transactions (the valuation currencies of foreign currency assets, liabilities and revenue and foreign currency transactions are mainly US dollars and Hong Kong dollars) have foreign currency rate risk. The Group continuously monitors the scale of the Group's foreign currency transactions and foreign currency assets, liabilities and revenue to minimize the foreign currency rate risk it faces. As the net foreign currency exposure is relatively low in the Group, the foreign currency rate risk faced by the Group is not significant.

(c) Other price risks

Other price risks refer to the risk that the fair value or future cash flows of any equity securities and funds held by the Group will be affected by changes in market price factors (other than interest rates and foreign exchange rates). The Group mainly invests in stocks listed on stock exchanges and funds and the maximum market price risk is determined by fair value of financial instruments held by the Group.

Assuming that the market price of the financial instruments mentioned above increases or decreases by 10%, with all other variables held constant, the effect of these balance sheet assets on the Group shareholders' equity and net profit is listed as follows:

Sensitivity of profit after tax

	30 June 2026	31 December 2025
Increase by 10%	8,225,654	8,482,510
Decrease by 10%	(8,225,654)	(8,482,510)

Sensitivity of equity

	30 June 2026	31 December 2025
Increase by 10%	9,426,624	9,648,585
Decrease by 10%	(9,426,624)	(9,648,585)

55 Financial instruments risk management (continued)

(4) Capital management

The Group's primary objectives when managing capital are to safeguard its continued operations, so that it can continue to provide returns for shareholders, by pricing products and services according to the level of risk and by securing access to finance at a reasonable cost.

The Group's capital structure is regularly reviewed and managed to achieve an optimal structure and return for shareholders. Factors for the Group's consideration include: its future funding requirements, capital efficiency, actual and expected profitability, expected cash flows, expected capital expenditure and risk level. Adjustments are made to the capital structure in light of changes in the factors mentioned above affecting the Group.

On 13 September 2024, the CSRC issued the Calculation Rules for Risk Control Indicators of Securities Companies (2024), which came into effect on 1 January 2025. Based on the rules above and other related rules issued or revised subsequently, the Company is required to meet the following standards for risk control indicators on a continual basis:

- (i) the ratio of net capital divided by the sum of its various risk capital provisions shall be no less than 100%;
- (ii) the ratio of net capital divided by net assets shall be no less than 20%; the ratio of net capital divided by liabilities shall be no less than 8%;
- (iii) the ratio of net assets divided by liabilities shall be no less than 10%;
- (iv) the ratio of core net capital divided by total assets on and off-balance sheet shall be no less than 8%;
- (v) the ratio of high-quality liquid assets divided by net cash outflows within 30 days shall be no less than 100%;
- (vi) the ratio of stable funds available divided by stable funds required shall be no less than 100%;
- (vii) the ratio of the value of equity securities and derivatives held divided by net capital shall not exceed 100%;
- (viii) the ratio of the value of non-equity securities and non-equity derivatives held divided by net capital shall not exceed 500%;
- (ix) the ratio of the value of margin financing, securities lending, stock-pledged financing and securities repurchase divided by net capital shall not exceed 400%.

56 Events after the reporting date

(1) Profit distribution

As at 19 August 2026, the Company's 2025 A-share and H-share cash dividends have been distributed.

Pursuant to the resolution of the Board of Directors dated 27 August 2026, the Board proposed to distribute cash dividends of RMB 0.50 (tax inclusive) per 10 shares to shareholders based on the total outstanding shares of 25,039,945 thousand shares, with total dividends amounting to RMB 1,251,997 thousand. The proposal is subject to the approval of the shareholders in the forthcoming general meeting.

(2) Issuance of long-term bonds and short-term bonds

From 1 July 2026 to the date of the condensed consolidated interim financial statements approved and authorised for issue, the Group issued long-term bonds and short-term bonds, with coupon rates ranging from 1.50% to 4.31%. The issuance amount was approximately RMB 11.25 billion in total.

(3) Repayment of long-term bonds and short-term bonds

From 1 July 2026 to the date of the condensed consolidated interim financial statements approved and authorised for issue, the Group repaid long-term bonds and short-term bonds, with coupon rates ranging from 1.69% to 3.98%. The repayment amount was approximately RMB 19.02 billion in total.

57 Standards issued but not yet effective

The following new standards and amendments to standards have not come into effect for the six months ended 30 June 2026 and have not been early adopted by the Group in preparing the condensed consolidated interim financial statements.

	<i>Effective for annual periods beginning on or after</i>
IFRS 18, Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19, Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to IAS 21, Translation to a Hyperinflationary Presentation Currency	1 January 2027
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Effective date has been deferred indefinitely

The Group is in the process of making an assessment of what the impact of these developments are expected to be in the period of initial application. So far it has concluded that the adoption of them is unlikely to have a significant impact on the condensed consolidated interim financial statements of the Group except for the following.

IFRS 18, Presentation and disclosure in financial statements

IFRS 18 will replace IAS 1 Presentation of financial statements and aims to improve the transparency and comparability of information about an entity's financial statements. IFRS 18 is effective for annual reporting periods beginning on or after 1 January 2027 and is to be applied retrospectively.

Among other changes, under IFRS 18, entities are required to classify all income and expenses into five categories in the statements of profit or loss, namely the operating, investing, financing, discontinued operations and income tax categories. Entities are also required to provide specific disclosures about management-defined performance measures in a single note in the financial statements.

The Group does not plan to early adopt IFRS 18. IFRS 18 will impact the presentation of financial statements and is not expected to have significant impact on the financial performance and positions of the Group.