Inkeverse Group Limited
映宇宙集团有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 3700)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

FINANCIAL HIGHLIGHTS

	For the six months ended 30 June		Period-to-Period Change*	For the year ended 31 December
	2026	2025		2025
	(unaudited)	(unaudited)	%	(audited)
	(RMB in thousands, except for percentages)			
Revenue	**1,980,754**	2,677,543	(26.0)	5,125,504
Cost of sales	**(810,033)**	(1,400,581)	(42.2)	(2,561,983)
Gross profit	**1,170,721**	1,276,962	(8.3)	2,563,521
Operating profit	**210,487**	369,356	(43.0)	412,529
Profit for the period/year	**126,091**	273,979	(54.0)	280,893
Non-IFRS adjusted net profit**	**135,689**	281,277	(51.8)	291,821

* *Period-to-period change represents a comparison between the current reporting period and the corresponding period of last year.*

** *Non-IFRS adjusted net profit was calculated by using profit for the period/year and eliminating the effect of non-cash share-based compensation expenses.*

OPERATIONAL HIGHLIGHTS

The following table sets forth the key operating data for the Group's major products:

	For the six months ended 30 June		Period-to-Period Change*	For the year ended 31 December
	2026	2025	%	2025
Average monthly active users ("**MAUs**")** *(in thousands)*	**15,862**	20,185	(21.4)	18,583
Average monthly revenue per user ("**ARPU**")** *(in RMB)*	**23.3**	22.1	5.4	26.2

* *Period-to-period change represents a comparison between the current reporting period and the corresponding period of last year.*

** *Average MAUs and ARPU are based on the major products of the Group.*

The board (the "**Board**") of directors (the "**Director(s)**") of Inkeverse Group Limited (the "**Company**") is pleased to announce the unaudited interim condensed consolidated results (the "**Interim Results**") of the Company and its subsidiaries (the "**Group**") for the six months ended 30 June 2026 (the "**Reporting Period**").

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW AND OUTLOOK

In the first half of 2026, in the face of a complex and volatile macro environment and profound industry adjustments, the Group remained committed to both prudent operations and technology-driven development, proactively optimized its business structure, and focused on promising areas of artificial intelligence applications, thereby broadening new avenues for long-term development. During the Reporting Period, amid market conditions including intensifying industry competition and rising user acquisition costs, the Group proactively adjusted its resource allocation, promoted the transformation of its live streaming and social networking business toward a development model that balances quality and efficiency, and correspondingly controlled investment in low-efficiency businesses, resulting in a phased adjustment in revenue scale. The entertainment content services business underwent gradual structural adjustments, attempting to improve overall operational efficiency through technologies. The overseas innovative businesses focused on high-potential sectors and pursued exploration centered on product innovation and business expansion, and the application of AI technologies in scenarios including research and development, operations, products and internal corporate management progressed in an orderly manner. In terms of frontier technologies and asset allocation, the decline in cryptocurrency market prices during the Reporting Period resulted in an increase in the relevant impairment provisions, and the Group continued to strengthen risk management and asset allocation management.

Looking ahead, the Group will continue to leverage technological innovation and globalization as its dual engines, capture new business opportunities arising from technological iteration and market evolution, focus on promising AI application scenarios, orderly advance product incubation and commercialization validation, and gradually establish technological and product barriers. Meanwhile, the Group will maintain a prudent asset management strategy, strengthen its management of risks associated with frontier technologies and crypto assets, and continuously improve operational quality and efficiency, with a view to creating long-term value and stable returns for its shareholders.

BUSINESS REVIEW

Deepening ecological governance and efficiency improvement and enhancing the resilience of core businesses

In the first half of 2026, the online interactive entertainment industry entered a period of deep consolidation. In response to intensifying market competition and continuously rising user acquisition costs, the Group proactively optimized its resource allocation shifting its focus from traffic scale-driven growth to value-driven operations. While these adjustments put short-term pressure on business scale, the Group successfully cultivated a healthy, sustainable live-streaming ecosystem and enhanced user engagement and ecosystem stickiness through differentiated content and refined community management. At the same time, the Group deepened the integration and application of AI in product interaction, content production, research and development and operations, and internal management, which has shortened product iteration cycles, and improved the overall efficiency of resource utilization. These measures in optimizing the operating model, ecosystem governance and technology enablement worked synergistically to enhance the core business's ability to respond to market changes and to lay a solid foundation for long-term and stable operations.

Driving the upgrading of innovative businesses and improving the deployment of frontier technologies

In terms of entertainment content services, the Group leveraged its first-mover advantage, capitalized on the opportunities in the micro-short drama market and launched a large number of high-quality playlet productions, successfully attracting a large audience, with both viewership and market penetration remaining stable. However, with the influx of more market players and the widespread application of AI content generation tools, competition in the entertainment content services market became increasingly intense. Although revenue generated from the entertainment content services business increased, the sharp increases in playlet production costs and traffic acquisition costs resulted in a decline in the marginal profit margin of the entertainment content services business. The Group prudently assessed the commercial benefits of different content categories and promoted the upgrade of its entertainment content services toward a technology-driven and efficiency-first direction. To address the challenges facing the industry, the Group is actively exploring and promoting the AI-empowered content production and development of technological tools, with a view to reducing costs and increasing efficiency and enhancing content production capabilities.

The Group remained committed to innovation-driven development and established diversified development paths around the exploration of overseas innovative businesses, and prudent deployment of frontier technologies. In terms of overseas businesses, leveraging its operational experience in domestic social businesses, the Group orderly promoted the upgrade of its overseas businesses toward regional collaboration and scaled operations, focusing on high-potential markets such as Southeast Asia and the Middle East and North Africa. In terms of frontier technologies and asset allocation, the Group remained attentive to the long-term evolution of Web3.0 and blockchain technologies. Affected by the decline in cryptocurrency market prices during the Reporting Period, the relevant impairment provisions increased. The Group will continue to monitor risks including price fluctuations, custody security and compliance, and strengthen asset management and internal controls.

BUSINESS OUTLOOK

Focusing on user value enhancement and building a healthy live streaming ecosystem

The Group will continue to strive to build a healthy and sustainable live streaming ecosystem over the long term, fully integrate AI throughout the business chain and reshape workflows. The Group will remain user value-centric, keenly capture new trends in the evolution of users' entertainment preferences, and continuously refine product details and interactive experiences through refined ecosystem governance and differentiated content offerings. In addition, the Group will accelerate the exploration of the integration of AI technologies with core business scenarios, and while continuously enhancing user value and community stickiness, build a long-term and stable growth engine.

Advancing the iterations and upgrades of AI products and consolidating the foundation of innovative businesses

The Group will continue to explore overseas innovative businesses, using multimodal interaction and scenario-based applications as entry points, deepening application-layer innovation by leveraging the capabilities of different models, and driving product experience iteration and business model optimization, thereby cultivating new growth momentum for the expansion of its overseas businesses. The Group will continue to drive product innovation through scenario-based applications, leverage its existing advantages in interactive entertainment, content ecosystem, scenario operation and digital tools to comprehensively promote the deep integration of underlying computing and AI tools, and accelerate the launch of practical applications and tool-based services that offer high relevance and commercial value.

Exploring path for building computing services and promoting the deployment of frontier technologies

As generative AI applications extend toward real-time interaction and multimodal content production, computing infrastructure, regional deployment and data compliance capabilities are becoming important prerequisites for supporting product innovation and service upgrades. The Group will focus on forward-looking GPU computing deployment to improve the underlying technological support for AI applications and actively build intelligent supply capabilities for computing scheduling and service delivery at the token level. Simultaneously, the Group will continue to monitor changes in the supply and demand of computing resources domestically and internationally, as well as equipment upgrades and industry standardization progress. It will prudently assess the feasibility of computing resource cooperation, equipment configuration and service models, steadily advance the implementation of computing services and solidify the underlying technological foundation.

While meeting the Group's own business needs, the Group also intends to prudently explore potential commercialization opportunities such as computing services. With respect to the deployment of frontier technologies and crypto assets, the Group will adopt a more prudent and cautious asset management strategy, strengthen the assessment, monitoring and internal control of risks including price fluctuations, custody security and compliance, and dynamically optimize asset allocation to respond to market changes and provide stable support for the Group's long-term operations.

FINANCIAL REVIEW

Revenue

The Group's revenue for the Reporting Period amounted to approximately RMB1,980.8 million, representing a decrease of 26.0% from approximately RMB2,677.5 million recorded for the corresponding period in 2025. The decrease was mainly due to adjustments in the Group's business layout and the impact of changes in the market environment and user consumption preferences.

Cost of sales

The Group's cost of sales decreased by 42.2% to approximately RMB810.0 million for the Reporting Period from approximately RMB1,400.6 million for the corresponding period in 2025, mainly attributable to the decrease in revenue.

Gross profit and gross profit margin

As a result of the foregoing, the Group's gross profit decreased by 8.3% to approximately RMB1,170.7 million for the Reporting Period from approximately RMB1,277.0 million for the corresponding period in 2025, but the Group's gross profit margin increased from 47.7% for the corresponding period in 2025 to 59.1% for the Reporting Period. The increase in gross profit margin was primarily attributable to a shift in the mix of products with different cost structures.

Selling and marketing expenses

The Group's selling and marketing expenses increased by 11.3% to approximately RMB1,101.9 million for the Reporting Period from approximately RMB990.2 million for the corresponding period in 2025. The Group's selling and marketing expenses as a percentage of the Group's revenue increased from 37.0% for the corresponding period in 2025 to 55.6% for the Reporting Period, primarily due to the increase in marketing expenses for the Group's content service business, as well as adjustments to its business structure and operational strategies.

Administrative expenses

The Group's administrative expenses increased by 143.6% to approximately RMB264.5 million for the Reporting Period from approximately RMB108.6 million for the corresponding period in 2025, which was mainly due to a substantial increase in impairment of cryptocurrency held by the Group as a result of the decrease in price of Bitcoin and Ethereum during the Reporting Period.

Research and development expenses

The Group's research and development expenses decreased by 34.7% to approximately RMB54.0 million for the Reporting Period from approximately RMB82.7 million for the corresponding period in 2025. Such decrease was primarily due to the Group's continuous adjustment of its operational strategy for the optimization of its staff structure and a decrease in staff costs.

Other gains – net

The Group's other gains – net increased from a net gain of approximately RMB297.2 million for the corresponding period in 2025 to a net gain of approximately RMB460.6 million for the Reporting Period, primarily due to the increase in the fair value of certain financial assets held at fair value through profit or loss.

Finance income – net

The Group recorded net finance income of approximately RMB11.0 million for the Reporting Period, representing a decrease of 35.2% as compared to approximately RMB16.9 million for the corresponding period in 2025, mainly due to the adjustment of the Group's cash management strategy, resulting in a decrease in the bank interest income during the Reporting Period.

Share of gains/(losses) of investments accounted for using the equity method

The Group's share of gains of investments accounted for using the equity method was approximately RMB4.7 million for the Reporting Period, and the share of losses of investments accounted for using the equity method was approximately RMB51.1 million for the corresponding period in 2025. The gains were mainly due to an increase in the investment gains recognized during the Reporting Period by the associates and joint ventures in which the Group has invested.

Income tax expense

During the Reporting Period, the Group's income tax expense was approximately RMB100.1 million, representing an increase of 63.4% as compared to approximately RMB61.2 million for the corresponding period in 2025. The increase in income tax expense was mainly due to tax reconciliation differences among the Group's subsidiaries and changes in the profit mix across jurisdictions.

Profit for the period

As a result of the foregoing, the Group recorded a profit of approximately RMB126.1 million for the Reporting Period, representing a decrease of 54.0% from a profit for the period of approximately RMB274.0 million for the corresponding period in 2025.

Non-IFRS measure – Adjusted net profit

To supplement the Group's unaudited interim condensed consolidated financial information which is presented in accordance with the International Financial Reporting Standards (the "**IFRS**"), the Group also uses adjusted net profit as an additional financial measure. The Group's adjusted net profit eliminates the effect of non-cash share-based compensation expenses. The table below sets forth the reconciliation of adjusted net profit for the periods indicated:

	Unaudited For the six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Profit for the period	**126,091**	273,979
Add: non-cash share-based compensation expenses[(1)]	**9,598**	7,298
Adjusted net profit[(2)]	**135,689**	281,277

Notes:

(1) Refers to share-based compensation benefits provided to certain employees via the employee share scheme.

(2) To supplement our unaudited interim condensed consolidated financial information which is presented in accordance with the IFRS, we also use adjusted net profit as an additional financial measure. We present this financial measure because it is used by our management to evaluate our operating performance. We also believe that this non-IFRS measure provides useful data to investors and others in understanding and evaluating our results of operations in the same manner as our management and in comparing financial results across accounting periods and to those of our peer companies. Adjusted net profit is calculated by using profit for the period and adding back non-cash share-based compensation expenses. The term of adjusted net profit is not defined under the IFRS. The use of adjusted net profit has material limitations as an analytical tool as it does not include all items that impact our net profit for the period.

Liquidity and capital resources

For the Reporting Period, the Group financed its operations primarily through its cash and cash equivalents, as well as cash generated from the Group's investing and financing activities. The Group intends to continue to prudently manage its cash flow and capital structure, and utilize banking facilities and equity financing as appropriate based on business development and funding needs. As at 30 June 2026, the current ratio (the current assets to current liabilities ratio) of the Group was 5.5, and the gearing ratio (the total liabilities to total equity ratio) was 0.2, as compared to 5.3 and 0.2, respectively, as at 31 December 2025.

Cash and cash equivalents and restricted cash

As at 30 June 2026, the Group had cash and cash equivalents of approximately RMB2,244.1 million (31 December 2025: approximately RMB2,117.6 million), which primarily consisted of cash at banks. Out of approximately RMB2,244.1 million, approximately RMB1,589.9 million is denominated in Renminbi and approximately RMB654.2 million is denominated in other currencies (primarily United States dollars ("**USD**")). The Group independently adjusts its foreign currency holdings to ensure the smooth development of overseas business.

As of 30 June 2026, the restricted cash balance of the Group was approximately RMB191.2 million (31 December 2025: approximately RMB203.5 million), primarily consisting of security deposits of approximately RMB162.0 million, with the remainder comprising frozen cash and other restricted items. Within the total restricted cash balance, approximately RMB28.8 million (31 December 2025: approximately RMB28.5 million) was frozen by the local authorities in connection with the investigation which disclosed in Note 13 “Contingencies”.

Financial assets at fair value through profit or loss

As of 30 June 2026, the Group had current and non-current financial assets at fair value through profit or loss of approximately RMB1,289.7 million (31 December 2025: approximately RMB974.1 million), mainly comprising (a) investment products of approximately RMB1,101.0 million in aggregate (31 December 2025: approximately RMB714.8 million); and (b) investments in financial instruments with preferred rights of approximately RMB188.7 million (31 December 2025: approximately RMB259.3 million).

	Unaudited 30 June 2026 ***RMB'000***	Audited 31 December 2025 *RMB'000*
Financial Assets		
Current		
Investment product[1]		
– Listed equity	**668,878**	471,606
– Derivative options on listed equity	**210,605**	17,046
– Fund	**75,009**	139,142
– Others	**146,500**	87,000
Subtotal	**1,100,992**	714,794
Non-current		
Unlisted preference shares	**188,691**	259,296
Subtotal	**188,691**	259,296
Total	**1,289,683**	974,090

Note:

(1) As at 30 June 2026, the market value of the Company's investment in GoFintech Quantum Innovation Limited, being the investment made pursuant to the Company's subscription for shares in GoFintech Quantum Innovation Limited as disclosed in the Company's announcement dated 4 September 2025, exceeded 5% of the Group's total assets. Save as the foregoing, none of the wealth management products purchased by the Group or other investments accounted for more than 5% of the Group's total assets.

Subscriptions of investment products were made for treasury management purposes to maximise the return on the unutilised funds of the Company after taking into account, among others, the level of risk, return on investment, liquidity and the term to maturity. Generally, the Company had in the past selected financial products issued by commercial banks and other financial institutions. Prior to making an investment, the Company had also ensured that it would retain sufficient working capital for the Group's business needs, operating activities and capital expenditures even after making the investments in such financial products. The associated risk of these financial products was considered acceptable by the Group and is also in line with the internal risk management, cash management and investment policies of the Group. In accordance with the relevant accounting standards, these financial products were accounted for as financial assets at fair value through profit or loss.

In view of an upside of earning a more attractive return than current saving or fixed deposit rate under the low interest rate trend, as well as the manageable risk level and the flexible redemption terms or a relatively short term of maturity of the investment products, the Directors are of the view that the risk exposure of these financial products to the Group is controllable, and the terms and conditions of each of the subscriptions are fair and reasonable and are in the interests of the Company and its shareholders as a whole. The Company believes that the above investment strategies and directions would continue to generate stable income to the Group.

Capital expenditures

For the Reporting Period, the Group's capital expenditures amounted to approximately RMB129.2 million (six months ended 30 June 2025: approximately RMB231.2 million), which were mainly used for acquisition of equipment, leasehold improvements and intangible assets. The Group funded its capital expenditures by using the cash flow generated from its financing activities and operating activities.

Pledge of assets and guarantee

As of 30 June 2026, the Group pledged a total of RMB162 million restricted cash for bank borrowings. Other than the above, the Group did not have any pledge or charge on assets. The Group was granted a total of US$25 million in banking facilities, of which US$15 million of the revolving credit facility has been drawn down in full at the end of the period, and the drawdown was guaranteed by the Company.

Foreign exchange risk management

Foreign exchange risk arises when future commercial transactions or recognised assets and liabilities are denominated in a currency that is not the Group's entities' functional currency. The functional currency of the Company is USD, and the functional currency of subsidiaries operated in the PRC is Renminbi. The Group manages its foreign exchange risk by performing regular reviews of the Group's net foreign exchange exposures and tries to minimise these exposures through natural hedges, wherever possible, and may enter into forward foreign exchange contracts when necessary.

Principal risks and uncertainties

Cryptocurrency price volatility and impairment risk

The cryptocurrency market is subject to significant volatility and uncertainty, and sharp fluctuations in cryptocurrency market prices may have a material adverse impact on the recoverable amounts of cryptocurrencies held by the Group.

Employees and Remuneration Policy

As of 30 June 2026, the Group had a total of 1,211 full-time employees, mainly located in the PRC. In particular, 159 full-time employees are responsible for technology, research and development.

Remuneration of the Group's employees includes basic salaries, allowances, bonus, share- based payment and other employee benefits, and is determined with reference to their experience, qualification and general market conditions. The emolument policy for the employees of the Group is set up by the Board on the basis of their merit, qualification and competence. The Group believes that it maintains a good working relationship with the employees and has not experienced any material labour disputes during the Reporting Period.

In order to expand the Company's talent team, strengthen the capability of talents at different levels and provide intellectual support to the sustainable development of the Company, the Company has developed an efficient and systematic talent training and development plan. The Group believes that a systematic training program will help our employees acquire the necessary professional skills and effectively improve their professional ethics. Major training programs revolve around targeted training for the recruited graduates, new employees, junior management, mid-level management and senior management.

Interim Dividend

The Board resolved not to declare an interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

REVIEW OF INTERIM RESULTS

The Interim Results have been reviewed by PricewaterhouseCoopers, the auditor of the Company, and the audit committee of the Company (the "**Audit Committee**").

FINANCIAL INFORMATION
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Notes	**Unaudited Six months ended 30 June 2026** *RMB'000*	2025 *RMB'000*
Revenue	*5*	**1,980,754**	2,677,543
Cost of sales	*6*	**(810,033)**	(1,400,581)
Gross profit		**1,170,721**	1,276,962
Selling and marketing expenses	*6*	**(1,101,932)**	(990,213)
Administrative expenses	*6*	**(264,477)**	(108,565)
Research and development expenses	*6*	**(53,964)**	(82,656)
Net impairment losses on financial assets	*6*	**(1,568)**	(30,504)
Other income		**1,143**	7,126
Other gains – net	*7*	**460,564**	297,206
Operating profit		**210,487**	369,356
Finance income		**13,632**	17,734
Finance costs		**(2,670)**	(814)
Finance income – net		**10,962**	16,920
Share of gains/(losses) of investments accounted for using the equity method		**4,720**	(51,068)
Profit before income tax		**226,169**	335,208
Income tax expense	*8*	**(100,078)**	(61,229)
Profit for the half-year		**126,091**	273,979
Profit attributable to:			
– The shareholders of the Company		**134,296**	244,269
– Non-controlling interests		**(8,205)**	29,710
		126,091	273,979

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

	Notes	Unaudited Six months ended 30 June **2026** *RMB'000*	 2025 *RMB'000*
Other comprehensive loss			
Items that may be reclassified to profit or loss:			
Currency translation differences		**(12,529)**	(3,752)
Items that will not be reclassified to profit or loss:			
Currency translation differences		**(41,613)**	(3,390)
Other comprehensive loss for the half-year, net of tax		**(54,142)**	(7,142)
Total comprehensive income for the half-year, net of tax		**71,949**	266,837
Total comprehensive income attributable to:			
– The shareholders of the Company		**80,154**	237,127
– Non-controlling interests		**(8,205)**	29,710
		71,949	266,837
Earnings per share attributable to the shareholders of the Company (expressed in RMB per share):			
– Basic earnings per share	*9(a)*	**0.07**	0.13
– Diluted earnings per share	*9(b)*	**0.07**	0.13

The above interim condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

	Note	**Unaudited 30 June 2026** ***RMB'000***	Audited 31 December 2025 *RMB'000*
ASSETS			
Non-current assets			
Property, plant and equipment		**196,186**	205,096
Right-of-use assets		**39,527**	16,259
Investment property		**10,373**	10,373
Intangible assets		**313,893**	443,012
Deferred tax assets		**62,763**	71,551
Investments accounted for using the equity method		**408,994**	407,488
Financial assets at fair value through profit or loss		**188,691**	259,296
Other receivables, deposits and other assets		**9,285**	10,142
Term deposits		**140,000**	210,000
Total non-current assets		**1,369,712**	1,633,217
Current assets			
Inventories		**9,177**	9,910
Other receivables, prepayments, deposits and other assets		**494,410**	530,209
Trade receivables	*11*	**157,752**	160,600
Financial assets at fair value through profit or loss		**1,100,992**	714,794
Term deposits		**35,216**	60,144
Restricted cash		**191,225**	203,515
Cash and cash equivalents		**2,244,144**	2,117,564
Total current assets		**4,232,916**	3,796,736
Total assets		**5,602,628**	5,429,953

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET (CONTINUED)

	Note	**Unaudited 30 June 2026** *RMB'000*	Audited 31 December 2025 *RMB'000*
EQUITY			
Equity attributable to the shareholders of the Company			
Share capital		**12,797**	12,797
Other reserves		**3,896,161**	3,943,364
Accumulated profit		**787,108**	652,812
		4,696,066	4,608,973
Non-controlling interests		**76,973**	85,361
Total equity		**4,773,039**	4,694,334
LIABILITIES			
Non-current liabilities			
Lease liabilities		**21,067**	5,808
Deferred tax liabilities		**38,027**	18,044
Total non-current liabilities		**59,094**	23,852
Current liabilities			
Trade and notes payables	*12*	**262,877**	357,429
Other payables and accruals		**171,564**	111,956
Financial liabilities at fair value through profit or loss		**–**	1,321
Contract liabilities		**33,818**	51,051
Current income tax liabilities		**46,019**	34,232
Lease liabilities		**16,781**	13,111
Borrowings		**239,436**	142,667
Total current liabilities		**770,495**	711,767
Total liabilities		**829,589**	735,619
Total equity and liabilities		**5,602,628**	5,429,953

The above interim condensed consolidated balance sheet should be read in conjunction with the accompanying notes.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to the shareholders of the Company					
	Share capital *RMB'000*	Other reserves *RMB'000*	Accumulated profit *RMB'000*	Sub-total *RMB'000*	Non-controlling interests *RMB'000*	Total *RMB'000*
Balance at 1 January 2025	12,797	3,973,595	411,616	4,398,008	48,258	4,446,266
Profit and other comprehensive income						
Total profit and other comprehensive income for the period	–	(7,142)	244,269	237,127	29,710	266,837
Transactions with shareholders in their capacity as shareholders						
Share-based compensation expenses	–	7,298	–	7,298	–	7,298
Deconsolidation of subsidiaries	–	–	–	–	(207)	(207)
Dividends distributed to non-controlling interests	–	–	–	–	(1,802)	(1,802)
Total transactions with shareholders in their capacity as shareholders	–	7,298	–	7,298	(2,009)	5,289
Balance at 30 June 2025 (Unaudited)	12,797	3,973,751	655,885	4,642,433	75,959	4,718,392
Balance at 1 January 2026	**12,797**	**3,943,364**	**652,812**	**4,608,973**	**85,361**	**4,694,334**
Profit and other comprehensive income						
Total profit and other comprehensive income for the period	**–**	**(54,142)**	**134,296**	**80,154**	**(8,205)**	**71,949**
Transactions with shareholders in their capacity as shareholders						
Share-based compensation expenses	**–**	**9,598**	**–**	**9,598**	**–**	**9,598**
Acquisition of shares by the Company Employee Share Trust	**–**	**(2,659)**	**–**	**(2,659)**	**–**	**(2,659)**
Dividends distributed to non-controlling interests	**–**	**–**	**–**	**–**	**(183)**	**(183)**
Total transactions with shareholders in their capacity as shareholders	**–**	**6,939**	**–**	**6,939**	**(183)**	**6,756**
Balance at 30 June 2026 (Unaudited)	**12,797**	**3,896,161**	**787,108**	**4,696,066**	**76,973**	**4,773,039**

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

1. GENERAL INFORMATION

Inkeverse Group Limited (the "**Company**"), previously known as Inke Limited, and its subsidiaries (together referred to as the "**Group**") are principally engaged in value-added service and entertainment content service through operating the matrix online platforms and providing an internet infrastructure to enable the users to interact through the platforms in the People's Republic of China (the "**PRC**" or "**China**").

The Company is a limited liability company incorporated in the Cayman Islands. The address of the Company's registered office is PO Box 309, Ugland House, Grand Cayman, KY1-1104, the Cayman Islands.

The Company's shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**").

This condensed consolidated interim financial information is presented in Renminbi ("**RMB**"), unless otherwise stated.

2. BASIS OF PREPARATION

This condensed consolidated interim financial information for the half-year reporting period ended 30 June 2026 has been prepared in accordance with International Accounting Standard ("**IAS**") 34, "Interim Financial Reporting".

The condensed consolidated interim financial information does not include all types of notes normally included in the annual consolidated financial report. Accordingly, this condensed consolidated interim financial information should be read in conjunction with the Company's annual report for the year ended 31 December 2025 and any public announcements made by the Company during the interim reporting period.

3. CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the adoption of new and amended standards as set out below.

(a) New and amended standards adopted by the Group

A number of new or amended standards became applicable for the current reporting period. The Group did not change its accounting policies or make retrospective adjustments as a result of adopting these amended standards.

(b) Impact of standards issued but not yet applied by the Group

Certain new accounting standards, amendments to existing accounting standards and interpretations have been published that are not mandatory for the current reporting period and have not been early adopted by the Group. Except for the expected changes in presentation and disclosure under IFRS 18, these standards are not expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions.

IFRS 18 will replace IAS 1 Presentation of Financial Statements, introducing new requirements that will help achieve comparability of the financial performance of similar entities and provide more relevant information and transparency to users. Even though IFRS 18 will not impact the recognition or measurement of items in the financial statements, its impacts on presentation and disclosures are expected to be pervasive, in particular, those related to the consolidated statements of comprehensive income and providing management-defined performance measures within financial statements. The Group is currently assessing the detailed implications of applying the new standard on the consolidated financial statements.

4. ESTIMATES

The preparation of condensed consolidated interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed consolidated interim financial information, 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 that applied to the consolidated financial statements for the year ended 31 December 2025.

5. REVENUE

	Unaudited Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Value-added service	**982,906**	2,034,496
Entertainment content service	**972,541**	590,364
– Revenue sharing from content distribution partners	**937,476**	376,840
– Revenue based on virtual currency consumption	**35,065**	213,524
Others	**25,307**	52,683
	1,980,754	2,677,543

	Unaudited Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Revenue recognised at a point in time	**1,903,605**	2,576,513
Revenue recognised over time	**77,149**	101,030
	1,980,754	2,677,543

6. EXPENSES BY NATURE

	Unaudited Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Promotion and advertising expenses	**1,068,217**	966,576
Revenue sharing to streamers	**550,677**	1,120,427
Employee benefit expenses	**229,971**	246,080
Impairment of cryptocurrency	**159,834**	-
Amortisation of intangible assets	**65,617**	52,852
Technical support and professional service fees	**59,403**	45,306
Payment handling costs	**28,007**	55,558
Travelling, entertainment and general office expenses	**21,320**	24,785
Bandwidth and server custody costs	**14,963**	36,216
Depreciation of right-of-use asset	**6,145**	8,698
Depreciation of property, plant and equipment	**5,270**	4,841
Outsourced development costs	**4,420**	2,913
Content and copyright costs	**4,085**	3,026
Taxes and surcharges	**3,701**	6,175
Expenses relating to short-term lease not included in lease liabilities	**2,905**	1,582
Expected credit loss allowance	**1,568**	30,504
Cost of goods sold	**-**	2,004
Others	**5,871**	4,976
	2,231,974	2,612,519

7. OTHER GAINS – NET

	Unaudited Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Fair value gains/(losses) of financial instruments at FVPL		
– Investments in current financial instruments at FVPL	**462,606**	342,168
– Investments in non-current financial instruments at FVPL	**(605)**	(19,477)
Gain on disposal of investment in subsidiaries	**4,699**	20
Loss on disposal of investments accounted for using the equity method	**(5,563)**	–
Net foreign exchange gains/(losses)	**224**	(1,386)
Dividends received from financial assets at FVPL	**–**	1,025
Impairment charges of investments accounted for using the equity method	**–**	(4,074)
Fair value loss of investment property	**–**	(1,287)
Others	**(797)**	(19,783)
	460,564	297,206

8. INCOME TAX EXPENSE

	Unaudited Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Current income tax expense	**(71,307)**	(52,163)
Deferred income tax expense	**(28,771)**	(9,066)
Income tax expense	**(100,078)**	(61,229)

9. EARNINGS PER SHARE

(a) Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to shareholders of the Company, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the reporting period, excluding treasury shares.

	Unaudited Six months ended 30 June	
	2026	2025
Profit attributable to Shareholders of the Company *(RMB'000)*	**134,296**	244,269
Weighted average number of ordinary shares in issue *(thousand shares)*	**1,875,713**	1,867,266
Basic earnings per share attributable to the shareholders of the Company *(expressed in RMB per share)*	**0.07**	0.13

(b) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after-income tax effect of interest and other financing costs associated with dilutive potential ordinary shares; and
- the weighted average number of additional ordinary shares that would have been outstanding assuming the conversion of all dilutive potential ordinary shares.

	Unaudited Six months ended 30 June 2026	2025
Profit attributable to shareholders of the Company *(RMB'000)*	**134,296**	244,269
Weighted average number of ordinary shares in issue *(thousand shares)*	**1,875,713**	1,867,266
Add: Adjustment for restricted share units granted to employees *(thousand shares)*	**6,721**	15,477
Weighted average number of ordinary shares for calculation of diluted earnings per share *(thousand shares)*	**1,882,434**	1,882,743
Diluted earnings per share attributable to the shareholders of the Company *(expressed in RMB per share)*	**0.07**	0.13

10. DIVIDENDS

The board of directors of the Company resolved not to declare an interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

11. TRADE RECEIVABLES

The majority of the Group's customers are granted with credit periods mainly ranging from 1 to 3 months. An ageing analysis of the trade receivables at the end of each reporting period based on invoice date is as follows:

	Unaudited 30 June 2026 ***RMB'000***	Audited 31 December 2025 *RMB'000*
Trade receivables		
– Up to 3 months	**153,096**	147,952
– 3 to 6 months	**5,199**	10,785
– 6 months to 1 year	**409**	5,668
– Over 1 year	**296**	1,438
Less: allowance of impairment of trade receivables	**(1,248)**	(5,243)
	157,752	160,600

The carrying amounts of trade receivables are primarily denominated in RMB and approximate to their fair values at each of the reporting dates.

12. TRADE AND NOTES PAYABLES

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
Trade payables	**262,877**	344,606
Notes payables	**–**	12,823
	262,877	357,429

An ageing analysis of the trade and notes payables at the end of each reporting period based on invoice date is as follows:

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
– Up to 3 months	**117,056**	217,192
– 3 to 6 months	**17,462**	25,505
– 6 months to 1 year	**31,136**	31,738
– Over 1 year	**97,223**	82,994
	262,877	357,429

13. CONTINGENCIES

In connection with investigations as disclosed in 2025 annual report, the Group's certain bank balances of approximately RMB28,771,000 were restricted as of 30 June 2026 (31 December 2025: approximately RMB28,510,000). The management of the Company, taking into consideration all available information and opinions received from its legal counsel, is of the view that the Group's business operations are in compliance with applicable rules and regulations in China. The Group has not received any subpoena to represent as a defendant in a lawsuit related to the aforesaid investigations. Subsequent to the balance sheet date, the above mentioned restricted bank balances were fully released in July of 2026 (refer to Note 14 (b). "Events after the reporting period"). As the Group determined it is more likely that no present obligation exists as a result of such investigations, no provision was made as of 30 June 2026 (31 December 2025: Nil).

14. EVENTS AFTER THE REPORTING PERIOD

(a) Subscription Agreement

On 27 May 2026, the Company entered into a subscription agreement with each of nine subscribers (the "**Subscribers**"), pursuant to which the Company has conditionally agreed to allot and issue, and the Subscribers have conditionally agreed to subscribe for an aggregate of 387,488,400 shares (the "**Subscription Shares**") at the subscription price of HK$0.85 per share.

On 2 July 2026, the Company allotted and issued an aggregate of 192,488,400 Subscription Shares, representing (i) approximately 9.94% of the issued share capital of the Company immediately prior to the allotment and issue of the Subscription Shares; and (ii) approximately 9.04% of the issued share capital of the Company as enlarged by the allotment and issue of the Subscription Shares (the "**Partial Completion**"). The net proceeds from the Partial Completion after deduction of the related expenses, amount to approximately HK$163,615,000. Completion of the remaining Subscription Agreements took place on 15 July 2026 and an aggregate of 195,000,000 Remaining Subscription Shares were issued to the Remaining Subscribers.

As of 15 July 2026, the Company successfully allotted and issued a total of 387,488,400 Subscription Shares in two batches, representing (i) approximately 20% of the existing issued share capital of the Company immediately prior to the allotment and issue of the first batch of Subscription Shares, being the Partial Completion; and (ii) approximately 16.67% of the issued share capital of the Company as enlarged by the allotment and issue of all of the Subscription Shares. The total net proceeds from the allotment and issue of all of the Subscription Shares after deduction of the related expenses, amount to approximately HK$328,465,140. The Company intends to apply the net proceeds for the acquisition of high-performance GPU for the establishment and expansion of the Group's GPU computing infrastructure, and for the Group's general working capital for the GPU computing infrastructure, and daily administrative expenses of the Group's overseas team.

(b) Restricted cash

Subsequent to 30 June 2026, restricted bank balances of approximately RMB28,771,000 in connection with investigations as disclosed in Note 13 Contingencies were fully released.

OTHER INFORMATION

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

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

EVENTS AFTER THE REPORTING PERIOD

Other than the foregoing subsequent events, there was no other material subsequent event undertaken by the Group after 30 June 2026 and up to the date of this interim results announcement.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company is committed to maintaining high standards of corporate governance to safeguard the interests of its shareholders and to enhance corporate value and accountability.

The Company has adopted the Corporate Governance Code (the "**CG Code**") contained in Appendix C1 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") as its own code of corporate governance. During the Reporting Period, the Company has complied with all the applicable code provisions of the CG Code and adopted most of the recommended best practices set out therein, except for a deviation from code provision C.2.1 of the CG Code which requires that the roles of chairman and chief executive officer should be separate and should not be performed by the same individual.

Mr. FENG Yousheng ("**Mr. FENG**") is the chairman and chief executive officer of the Company. With extensive experience in the internet industry, Mr. FENG is responsible for the overall strategic planning and general management of the Group and is instrumental to the Company's growth and business expansion since its establishment in 2015. The Board considers that vesting the roles of chairman and chief executive officer in the same person is beneficial to the management of the Group. The balance of power and authority is ensured by the operation of the senior management and the Board, which comprises experienced and high-calibre individuals. The Board currently comprises two executive Directors (including Mr. FENG) and three independent non-executive Directors, and therefore has a fairly strong independent element in its composition.

The Board will continue to review and monitor the practices of the Company for the purpose of complying with the CG Code and maintaining a high standard of corporate governance practices of the Company.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") set forth in Appendix C3 to the Listing Rules as a code of conduct of the Company for Directors' securities transactions. Having made specific enquiry of all Directors, the Directors have confirmed that they have complied with the required standard as set out in the Model Code during the Reporting Period.

AUDIT COMMITTEE

The Company has established the Audit Committee with written terms of reference in compliance with Rule 3.21 of the Listing Rules and the CG Code. As at the date of this interim results announcement, the Audit Committee comprises three independent non-executive Directors, namely Mr. David CUI, Mr. CHEN Yong and Ms. ZHENG Congnan. Mr. David CUI is the chairman of the Audit Committee.

The Audit Committee has reviewed and discussed the Interim Results of the Group for the Reporting Period, and confirms that the applicable accounting principles, standards and requirements have been complied with and that adequate disclosures have been made. The interim condensed consolidated financial information for the Reporting Period is unaudited but has been reviewed by the auditor of the Company in accordance with International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the International Auditing and Assurance Standards Board.

Save as disclosed in this interim results announcement, from 1 January 2026 to 30 June 2026, there were no other material changes in respect of the Company that needed to be disclosed under paragraph 46 of Appendix D2 to the Listing Rules.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

This interim results announcement is published on the website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk) and that of the Company (www.inkeverse.com). The interim report of the Company for the Reporting Period will be dispatched to the shareholders of the Company and will be available on the website of The Stock Exchange of Hong Kong Limited and that of the Company, respectively, in due course.

By order of the Board
Inkeverse Group Limited
FENG Yousheng
Chairman and Executive Director

Hong Kong, 28 August 2026

As at the date of this announcement, the executive Directors are Mr. FENG Yousheng and Mr. LIU Zhiqiang; and the independent non-executive Directors are Mr. David CUI, Mr. CHEN Yong and Ms. ZHENG Congnan.