



China Hongqiao Group Limited 中國宏橋集團有限公司

(Incorporated under the laws of the Cayman Islands with limited liability)
Stock Code : 1378



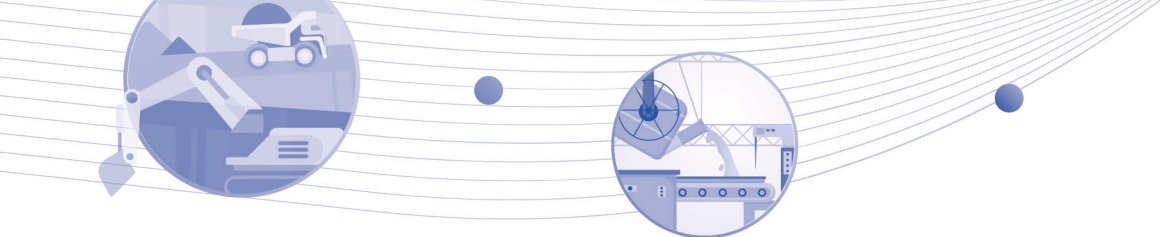
2026

Interim Report

Contents

Corporate Information	2
Financial Highlights	4
Chairman's Statement	5
Management Discussion and Analysis	10
Supplementary Information	19
Report on Review of Interim Condensed Consolidated Financial Information	30
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	31
Condensed Consolidated Statement of Financial Position	32
Condensed Consolidated Statement of Changes in Equity	34
Condensed Consolidated Statement of Cash Flows	36
Notes to the Interim Condensed Consolidated Financial Information	38





Corporate Information

EXECUTIVE DIRECTORS

Mr. Zhang Bo (*Chairman, Chief Executive Officer, Authorised Representative*)

Mr. Zhang Jinglei

Ms. Zhang Ruilian (*Executive Vice President, Chief Financial Officer*)

Ms. Wong Yuting (*Senior Vice President, Head of Corporate Finance Department*)

NON-EXECUTIVE DIRECTORS

Mr. Yang Congsen

Mr. Tu Yikai (*Mr. Zhang Hao as his alternate*)

Ms. Sun Dongdong

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Meng Xianzhong

Mr. Wen Xianjun

Ms. Fu Yulin

Mr. Ma Jin

CHIEF FINANCIAL OFFICER

Ms. Zhang Ruilian

COMPANY SECRETARY

Ms. Zhang Yuexia

AUDIT COMMITTEE

Mr. Ma Jin (*Chairman of Audit Committee*)

Mr. Wen Xianjun

Ms. Fu Yulin

NOMINATION COMMITTEE

Mr. Zhang Bo (*Chairman of Nomination Committee*)

Mr. Meng Xianzhong

Ms. Fu Yulin

REMUNERATION COMMITTEE

Mr. Wen Xianjun (*Chairman of Remuneration Committee*)

Mr. Zhang Bo

Mr. Ma Jin

SUSTAINABILITY COMMITTEE

Mr. Zhang Bo (*Chairman of Sustainability Committee*)

Mr. Yang Congsen

Mr. Zhang Jinglei

Ms. Zhang Ruilian

Ms. Wong Yuting

Ms. Sun Dongdong

AUTHORISED REPRESENTATIVES

Mr. Zhang Bo

Ms. Zhang Yuexia

PLACE OF BUSINESS IN HONG KONG

Unit 5105, 51/F, Cheung Kong Center

2 Queen's Road Central

Central

Hong Kong

HEAD OFFICE IN THE PRC

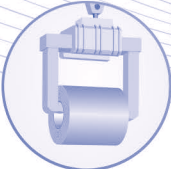
Huixian One Road

Zouping Economic Development District

Zouping City

Shandong Province

The PRC



Corporate Information

CAYMAN ISLANDS REGISTERED OFFICE

Vistra (Cayman) Limited
P.O. Box 31119
Grand Pavilion
Hibiscus Way
802 West Bay Road
Grand Cayman, KY1-1205
Cayman Islands

INTERNATIONAL AUDITOR

SHINEWING (HK) CPA Limited
Registered Public Interest Entity Auditor

HONG KONG SHARE REGISTRAR

Computershare Hong Kong Investor Services Limited
Shops 1712-1716, 17th Floor
Hopewell Centre
183 Queen's Road East
Wan Chai
Hong Kong

CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Suntera (Cayman) Limited
Suite 3204, Unit 2A, Block 3
Building D, P.O. Box 1586
Gardenia Court, Camana Bay
Grand Cayman, KY1-1110
Cayman Islands

INVESTOR RELATIONS DEPARTMENT OF THE COMPANY

Ms. Lucia Yu
Tel: (852) 2815 1080
Fax: (852) 2815 0089
Email: luciayu@hongqiaochina.com

STOCK CODE

1378.HK

LISTING PLACE

Main Board of The Stock Exchange of Hong Kong Limited

LISTING DATE

24 March 2011

NUMBER OF ISSUED SHARES AS AT 30 JUNE 2026

9,819,397,841

INVESTOR RELATIONS AND MEDIA RELATIONS CONSULTANT

L & D Communications and Information Company Limited
Tel: (852) 3511 9174
Fax: (852) 3511 9002
Email: pr@landd.cc
Address: Room 902, 9/F, Far East Consortium Building
121 Des Voeux Road Central
Central, Hong Kong

FINANCIAL YEAR END

31 December

FINANCIAL CALENDAR

Interim Results Announcement Date
21 August 2026

COMPANY WEBSITE

www.hongqiaochina.com

Financial Highlights

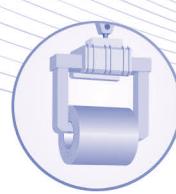
(Unaudited financial data prepared in accordance with the IAS)

For the six months ended 30 June (RMB'000)

	2026	2025	Change
Revenue	87,505,895	81,039,092	8.0%
Gross profit	27,526,337	20,805,191	32.3%
Gross profit margin (%)	31.5	25.7	5.8 p.p
Profit before income tax	25,153,648	17,763,982	41.6%
Net profit attributable to shareholders of the Company	17,210,307	12,361,046	39.2%
Net profit margin (%)	21.8	16.7	5.1 p.p
Basic earnings per share (RMB)	1.734	1.314	32.0%

As at 30 June (RMB'000)

	2026	2025	Change
Total assets	241,172,740	228,463,164	5.6%
Equity	143,518,005	116,324,583	23.4%
Total liabilities	97,654,735	112,138,581	-12.9%
Cash and cash equivalents	46,143,937	48,744,597	-5.3%
EBITDA/Interest coverage ratio	27.2	17.6	9.6 times
Debt/EBITDA (times)	1.1	1.8	-0.7 times
Debt/Total capital (%)	32.0	41.0	-9.0 p.p
Accounts receivable turnover (days)	19	20	-1 days
Inventory turnover (days)	110	110	0 days
Accounts payable turnover (days)	34	39	-5 days



Chairman's Statement

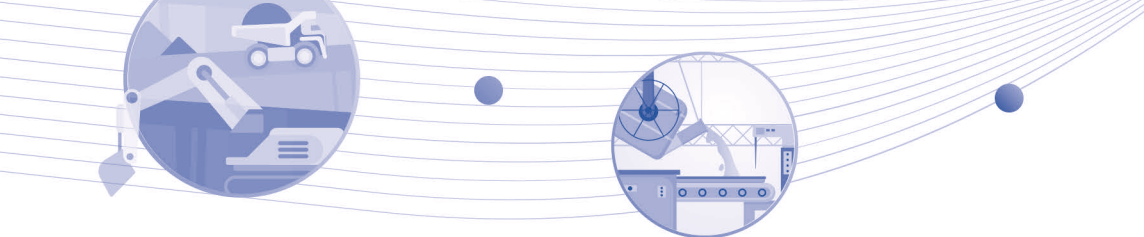
Dear shareholders,

On behalf of the board (the “**Board**”) of directors (the “**Directors**”) of China Hongqiao Group Limited (the “**Company**” or “**China Hongqiao**”), I hereby present the unaudited consolidated interim results of the Company and its subsidiaries (collectively, the “**Group**”) for the six months ended 30 June 2026 (the “**Period**” or the “**Period under Review**”).

Affected by energy market volatility and inflation triggered by the Middle East conflict, the World Bank forecasts that global economic growth will drop to 2.5% in 2026. During the Period under Review, despite increased uncertainty in the external environment, the PRC economy, with the precise implementation of effective macroeconomic policies and the development of new quality productive forces tailored to local conditions, continued its overall stable, innovation-driven and quality-focused development trend, demonstrating strong resilience and vitality. According to data from the National Bureau of Statistics of China, the PRC's gross domestic product (GDP) in the first half of the year was approximately RMB69.6 trillion, representing a year-on-year increase of approximately 4.7%, with the growth rate in line with the full-year economic growth target. In terms of the industry, driven by supply shortages and sustained growth in demand in the global aluminum market, the price centre of global electrolytic aluminum shifted significantly upward year-on-year. Driven by energy storage demand, investment in power, and the increase in exports of downstream aluminum products, the PRC aluminum consumption market remained generally resilient.

Amid the current industrial transformation and national industrial upgrading, China Hongqiao is also at a critical juncture in its journey towards high-quality development. Adhering to the philosophy of “scientific innovation-led, digital empowerment, ecological prioritization, and collaborative success”, the Group has kept pace with the evolving trends and national strategic needs in science and technology, strengthened our talent and research foundations, leveraged precise strategic layouts to focus on high-value-added aluminum products, explored new paths for industrial development, and contributed to new industrialization and the development of new quality productive forces, achieving encouraging results.

During the Period under Review, the Group's revenue was approximately RMB87,505,895,000, representing a year-on-year increase of approximately 8.0%; gross profit was approximately RMB27,526,337,000, representing a year-on-year increase of approximately 32.3%; net profit attributable to shareholders of the Company was approximately RMB17,210,307,000, representing a year-on-year increase of approximately 39.2%; basic earnings per share were approximately RMB1.734 (corresponding period in 2025: approximately RMB1.314).

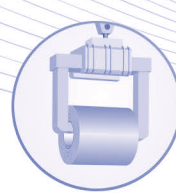


Chairman's Statement

For many years, the Group has been deeply rooted in the aluminum industry, steadily and quietly promoting the industry's upgrade towards high-end, digital, intelligent, and green development. We are well aware that technological innovation is the foundation of an enterprise. Innovation must be both “down-to-earth” – ensuring that the technology effectively addresses production pain points and empowers operations – and “forward-looking” – maintaining a visionary perspective and clear goals. We always adhere to the core principles of being “useful, practical, and value-creating”, allowing innovation to truly transform into the core competitiveness of the enterprise.

Guided by this philosophy, the Group has solidified its foundation in the aluminum industry and successfully built a complete closed-loop industrial chain covering “mining – alumina – primary aluminum – aluminum deep processing, new materials – recycled aluminum”, and it has continuously optimized its energy structure, expanding from traditional thermal power to diversified clean and renewable energy sources such as hydropower and photovoltaics. At the same time, our product matrix has extended from basic aluminum materials to alloys and components, establishing the complete industrial chain. This chain features independent R&D capabilities, a comprehensive manufacturing system, and a wide range of application scenarios. It can operate as a self-contained loop while also capable of extending outwards, continuously advancing into higher value-added and future-oriented fields. As a key strategy for the Group to seize future industry opportunities, the continuous optimization of our business structure has not only fortified the Group's unique cost advantages but also demonstrated outstanding risk resistance and profit resilience amidst multiple challenges during the Period, including rising raw material and energy prices, changes in overseas resource policies, and market fluctuations.

We are well aware that with the in-depth advancement of the national “dual carbon” strategy, green transformation is no longer an option but a mandatory requirement for enterprises to move towards a green future. In particular, following the joint issuance of the “Measures for the Implementation of the Minimum Share Targets for Renewable Energy Consumption and Renewable Energy Power Consumption Responsibility Weighting System (《可再生能源消费最低比重目标和可再生能源电力消纳责任权重制度实施办法》)” by four ministries and commissions including the National Development and Reform Commission, the consumption of green electricity in high-energy-consuming industries such as electrolytic aluminum will shift from policy guidance to mandatory assessment. The large-scale and full-chain use of renewable energy has become a core competitive element for the long-term development of enterprises, further highlighting the strategic value of proactively deploying green power systems. Against this backdrop, the Group's alumina production base in Zhanhua, Binzhou, is exploring green power consumption pathways through direct green power supply and molten salt energy storage technology, providing a viable solution for carbon reduction in the non-ferrous metals industry. We have broken the traditional reliance on fossil fuels by adopting a new consumption model of direct green power supply from nearby sources, and have commissioned the largest domestic electric-heating molten salt energy storage centre, pioneering the “electricity-heat-steam” direct conversion model. This series of systematic projects has successfully transformed “green attributes” into strong market competitiveness, attracting numerous downstream customers to proactively purchase and pay a low-carbon premium for “green aluminum”. In the future, the Group will continue to build a full-chain closed loop of “green power – green aluminum”, leading the new path of carbon reduction in the non-ferrous metals industry through high-quality green intelligent manufacturing.

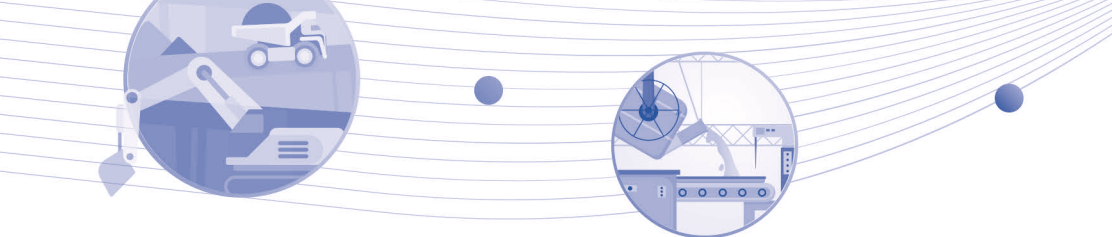


Chairman's Statement

Facing the wave of artificial intelligence technology, the Group has always regarded technological innovation as the foundation of the enterprise, adhering to the principle of “manufacturing as the root, digital intelligence as the wings”, and continuously advancing a comprehensive digital and intelligent systems engineering. As one of the first enterprises globally to introduce artificial intelligence into electrolytic aluminum production, the Group transitioned from pilot projects to full-scale implementation within two years. Our smart electrolytic aluminum plants have matured, and the leading experience we have accumulated has demonstration value for promotion throughout the industry. While empowering production with technology, the Group is committed to restructuring our digital and intelligent organizational ecosystem and talent structure, driving the implementation of technologies through the full release of organizational effectiveness and human practice, so that technological innovation can be truly transformed into a core engine for promoting high-quality development.

In addition, the Group continued to research deeply into the forefront of lightweighting and once again achieved a series of breakthrough results. Among these, the Group systematically launched a variety of key new materials and core process technologies, and green low-carbon alloy products. We also participated in drafting the world's first group standard for the integrated die-casting field, the “Integrated Die-Casting Heat-Treatment-Free Die-Cast Aluminum Alloy (《一體化壓鑄免熱處理壓鑄鋁合金》)”, filling gaps in industry standards. During the Period, the Group successfully co-hosted the “2nd PRC New Energy Vehicle Materials and Advanced Manufacturing Technology Symposium (第二屆中國新能源汽車材料及先進製造技術研討會)”, focusing discussions on cutting-edge fields such as lightweight materials and advanced manufacturing processes for new energy vehicles. This highlighted the Group's R&D strength and industry leadership in the field of lightweight materials, injecting new momentum into building an open, collaborative, and mutually beneficial industrial ecosystem.

The Group actively responds to the “Belt and Road” Initiative, accelerating the promotion of international capacity cooperation. During the Period under Review, the bauxite project operated by the Group through a joint venture in Guinea continued to realise capacity benefits. In addition, the Group also participated in the development and construction of the Simandou iron ore mine in Guinea through the joint venture “SMB-Winning Consortium (西芒杜贏聯盟)”, working with industry-leading enterprises to contribute to safeguarding the security of the national industrial resource supply chain through world-class high-quality iron ore projects.

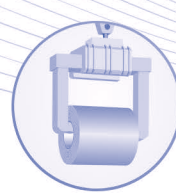


Chairman's Statement

Moreover, based on its adherence to its core business and comprehensive development, the Group won high recognition and affirmation from a series of authoritative domestic and international institutions during the Period. In terms of comprehensive corporate capabilities and international influence, the Group performed impressively, ranking 481st on the Forbes “Global 2000” list for 2026 (2026 全球企業 2000 強), a significant jump of 99 places from last year. It ranked 13th globally and third nationally in the materials industry. At the same time, with its full-industry-chain innovation capabilities and excellent sustainable development practices, the Group was once again awarded the “Asia-Pacific Best Companies 2026 (亞太最佳企業 2026)” award jointly by the internationally renowned media TIME magazine and the globally renowned data research institution Statista, ranking among the top 500 companies by comprehensive capabilities in the Asia-Pacific region for the second consecutive year and becoming the only aluminum company on the list. In terms of ESG and talent strategy, the Group was successfully included in the S&P Global “Sustainability Yearbook (China Edition) 2026 (可持續發展年鑑(中國版)2026)”, ranking second among the selected aluminum companies. In addition, for its outstanding performance in areas such as employee engagement and talent development, the Group was awarded the “Best Companies to Work For in Asia 2026 (2026 年度亞洲最佳企業僱主獎)” by the renowned human resources publication HR Asia, becoming the only aluminum company to receive this honor.

During the Period, leveraging its multi-channel financing layout and solid financial strength, the Group continued to receive widespread recognition from domestic and international investors. Notably, Shandong Hongqiao New Materials Co., Ltd. (山東宏橋新型材料有限公司), a subsidiary of the Group, successfully issued sci-tech innovation bonds with a total value of RMB2.0 billion during the Period, which were enthusiastically received by the market. Meanwhile, the Group seized a market window and successfully issued zero-coupon convertible bonds denominated in offshore RMB and settled in US dollars with a scale of RMB10.2 billion, setting a benchmark example of innovative offshore zero-coupon convertible bonds in the global electrolytic aluminum industry. This bond was China Hongqiao's first offshore RMB-denominated bond, innovatively implementing a zero-coupon model. While further reducing the finance cost, it attracted significant attention and favor from various institutional investors worldwide, including long-only funds and multi-strategy funds, achieving multiple oversubscription and a high conversion premium of 25.3%. Facing a challenging external macroeconomic and bond market environment, the acceptance of the zero-coupon structure by international capital fully demonstrates the high recognition from global capital of the Group's stable industrial profitability, green and low-carbon development potential, and leading credit profile. The result comprehensively showcases China Hongqiao's competitive advantages in global, diversified, and low-cost cross-border financing.

During the Period, based on the management's strong confidence in the Group's long-term intrinsic value and business prospects, and its original intention to safeguard the interests of all shareholders, the Company cumulatively spent over HK\$5.2 billion during the Period to conduct share repurchases and completed the cancellation, continuously optimizing its share capital structure and effectively enhancing earnings per share, thereby steadily improving long-term returns for all shareholders.



Chairman's Statement

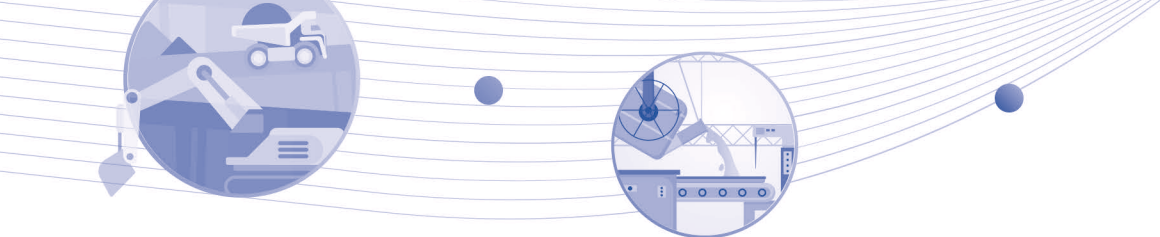
On behalf of the Board, I would like to express my sincere gratitude to the management and all employees of the Group for their hard work and contributions in the first half of 2026, and I extend heartfelt thanks to our shareholders, investors and partners for their continued support and trust. China Hongqiao will continue to move forward hand-in-hand with all parties, deepen the “co-creation and sharing” mechanism, jointly create a new paradigm of value growth with stakeholders, and promote high-quality development to a new level.

Mr. Zhang Bo

Chairman of the Board

21 August 2026





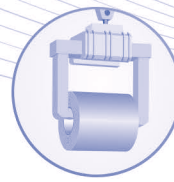
Management Discussion and Analysis

INDUSTRY REVIEW

During the Period, the global economy struggled forward amidst low growth and high uncertainty. Geopolitical conflicts caused severe shocks to financial and commodity markets, leading to sharp fluctuations in commodity prices. However, supported by supply shortages and sustained growth in demand, the price centre of global electrolytic aluminum shifted significantly upward year-on-year.

According to data from Beijing Antaike Information Technology Co., Ltd. (北京安泰科信息科技股份有限公司) (**Antaike**), during the Period, the average price of three-month aluminum futures on the London Metal Exchange (LME) was approximately US\$3,357/tonne (excluding tax), representing a year-on-year increase of approximately 31.9%. The average price of three-month futures on the Shanghai Futures Exchange (SHFE) was approximately RMB24,413/tonne (including value-added tax), representing a year-on-year increase of approximately 20.7%.

According to Antaike's statistical data, during the Period, the global output of primary aluminum was approximately 36.64 million tonnes, representing a year-on-year increase of approximately 0.1%; global primary aluminum consumption was approximately 36.89 million tonnes, representing a year-on-year increase of approximately 0.5%. In the PRC market, during the Period, primary aluminum production was approximately 22.34 million tonnes, representing a year-on-year increase of approximately 2.2%, accounting for approximately 61.0% of global production; primary aluminum consumption was approximately 23.08 million tonnes, representing a year-on-year increase of approximately 0.4% and accounting for approximately 62.6% of global consumption.



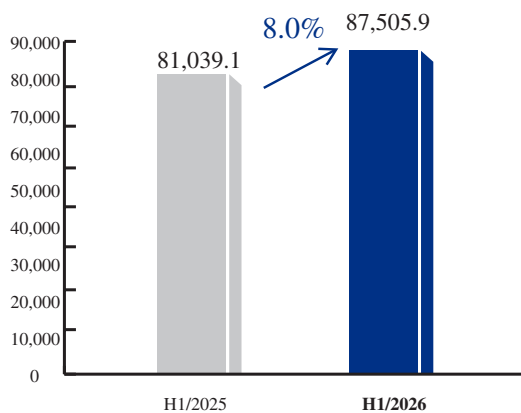
Management Discussion and Analysis

BUSINESS REVIEW

The comparative figures of the Group's unaudited revenue and net profit attributable to shareholders of the Company for the six months ended 30 June 2026 and for the corresponding period in 2025 are as follows:

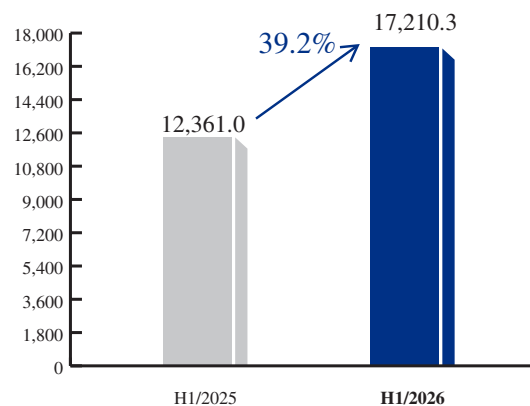
Revenue (Unaudited)

Unit: RMB million



Net profit attributable to shareholders of the Company (Unaudited)

Unit: RMB million



For the six months ended 30 June 2026, the Group's revenue was approximately RMB87,505,895,000, representing a year-on-year increase of approximately 8.0%, mainly due to the year-on-year increase in the selling price of aluminum alloy products, and the year-on-year increase in both the sales volume and selling price of aluminum alloy deep processed products.

During the Period, the Group's sales volume of aluminum alloy products was approximately 2.811 million tonnes, representing a decrease of approximately 3.3% as compared with the sales volume of approximately 2.906 million tonnes for the corresponding period last year. The average selling price of aluminum alloy products grew by approximately 18.7% to approximately RMB21,192/tonne (excluding value-added tax) as compared with that of the corresponding period last year. The Group's sales volume of alumina products was approximately 6.917 million tonnes, representing a year-on-year increase of approximately 8.6%. The average selling price of alumina products decreased by approximately 28.3% to approximately RMB2,327/tonne (excluding value-added tax) as compared with that of the corresponding period last year. The sales volume of the Group's aluminum alloy deep-processed products was approximately 0.444 million tonnes, representing an increase of approximately 23.2% as compared with that of the corresponding period last year. The average selling price of aluminum alloy deep-processed products grew by approximately 13.4% to approximately RMB23,436/tonne (excluding value-added tax) as compared with that of the corresponding period last year.

Management Discussion and Analysis

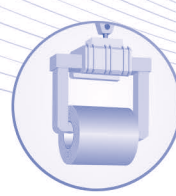
For the six months ended 30 June 2026, net profit attributable to shareholders of the Company amounted to approximately RMB17,210,307,000, representing a year-on-year increase of approximately 39.2%, which was mainly attributable to the year-on-year increase in the selling price of the Group's aluminum alloy products, and the year-on-year increase in the sales volume and selling price of aluminum alloy deep-processed products.

FINANCIAL REVIEW

The following table shows the comparison between the breakdown of the Group's revenue, gross profit, gross profit margin and percentage of revenue by products for the six months ended 30 June 2026 and for the corresponding period in 2025:

Products	Six months ended 30 June							
	2026				2025			
	Revenue RMB'000	Gross profit RMB'000	Gross profit margin %	Percentage of revenue %	Revenue RMB'000	Gross profit RMB'000	Gross profit margin %	Percentage of revenue %
Aluminum alloy products	59,575,294	22,943,549	38.5	68.1	51,878,373	13,092,078	25.2	64.0
Alumina	16,094,038	1,007,209	6.3	18.4	20,654,946	5,945,252	28.8	25.5
Aluminum fabrication products								
– Deep processed products	10,394,820	3,398,721	32.7	11.9	7,438,905	1,729,609	23.3	9.2
– Other products	971,203	260,481	26.8	1.1	635,397	151,140	23.8	0.8
Steam	470,540	(83,623)	(17.8)	0.5	431,471	(112,888)	(26.2)	0.5
Total	87,505,895	27,526,337	31.5	100.0	81,039,092	20,805,191	25.7	100.0

For the six months ended 30 June 2026, the Group's revenue derived from aluminum alloy products was approximately RMB59,575,294,000, representing an increase of approximately 14.8% from approximately RMB51,878,373,000 for the corresponding period last year, which was mainly attributable to the year-on-year increase in the selling price of aluminum alloy products. Revenue derived from alumina products was approximately RMB16,094,038,000, representing a decrease of approximately 22.1% from approximately RMB20,654,946,000 for the corresponding period last year, which was mainly attributable to the year-on-year decrease in the selling price of alumina products. Revenue derived from aluminum alloy deep-processed products was approximately RMB10,394,820,000, representing an increase of approximately 39.7% from approximately RMB7,438,905,000 for the corresponding period last year, which was mainly due to the year-on-year increase in both sales volume and selling price of aluminum alloy deep-processed products.



Management Discussion and Analysis

For the six months ended 30 June 2026, the overall gross profit margin of the Group's products was approximately 31.5%, representing an increase of approximately 5.8 percentage points from approximately 25.7% for the corresponding period last year. Among these, the gross profit margin of aluminum alloy products was approximately 38.5%, representing an increase of approximately 13.3 percentage points from approximately 25.2% for the corresponding period last year, which was mainly due to the year-on-year increase in the selling price of aluminum alloy products; the gross profit margin of alumina products was approximately 6.3%, representing a decrease of approximately 22.5 percentage points as compared with the corresponding period last year, which was mainly due to the year-on-year decrease in the selling price of alumina products; the gross profit margin of aluminum alloy deep-processed products was approximately 32.7%, representing an increase of approximately 9.4 percentage points as compared with the corresponding period last year, which was mainly due to the year-on-year increase in selling price of aluminum alloy deep-processed products.

Selling and distribution expenses

For the six months ended 30 June 2026, the Group's selling and distribution expenses were approximately RMB362,980,000, representing an increase of approximately 2.5% from approximately RMB354,125,000 for the corresponding period last year, which was mainly due to the year-on-year increase in freight for aluminum alloy deep-processed products.

Administrative expenses

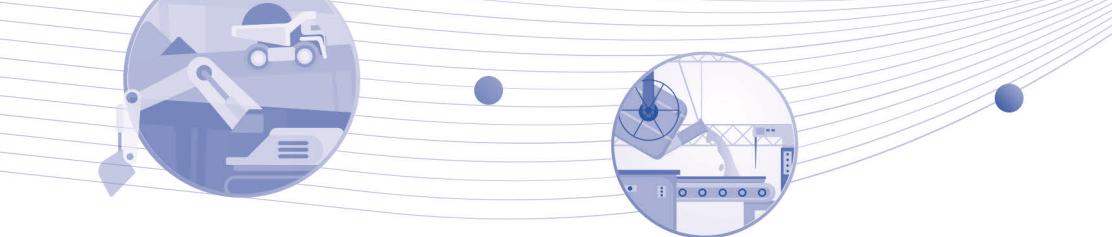
For the six months ended 30 June 2026, the Group's administrative expenses amounted to approximately RMB2,991,186,000, representing an increase of approximately 28.8% as compared with approximately RMB2,321,954,000 for the corresponding period last year, which was mainly due to an increase in relevant taxes and duties included in administrative expenses.

Finance costs

For the six months ended 30 June 2026, the Group's finance costs were approximately RMB1,109,678,000, representing a decrease of approximately 13.6% as compared with approximately RMB1,284,152,000 for the corresponding period last year, which was mainly due to the Group's continued efforts to reduce liabilities scale, and adjust and optimise its debt structure during the Period, which led to a decrease in interest-bearing debt, coupled with a decline in debt financing interest rates, resulting in a corresponding decrease in interest expense.

Liquidity and financial resources

As at 30 June 2026, the Group's cash and cash equivalents were approximately RMB46,143,937,000, representing a decrease of approximately 9.9% as compared with approximately RMB51,187,377,000 of the cash and cash equivalents as at 31 December 2025. The decrease in cash and cash equivalents was mainly due to the increase in net cash outflows from financing activities during the Period.



Management Discussion and Analysis

For the six months ended 30 June 2026, the Group's net cash inflows from operating activities were approximately RMB22,149,158,000, net cash outflows from investing activities were approximately RMB2,843,457,000, and net cash outflows from financing activities were approximately RMB24,301,986,000. The net cash outflows from investing activities were mainly attributable to the cash outflows for the purchase of the property, plant and equipment. The net cash outflows from financing activities were mainly attributable to the cash outflows for the repayment of borrowings, dividend payout and the payment of interest on debts by the Group during the Period.

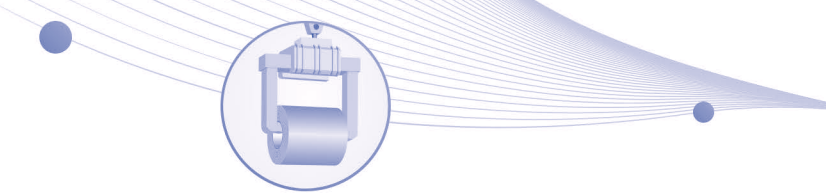
For the six months ended 30 June 2026, the Group's capital expenditure amounted to approximately RMB3,701,094,000, representing a decrease of approximately 62.6% as compared with approximately RMB9,893,466,000 for the corresponding period last year, which was mainly used for the payment of the quality guarantee deposits for the preliminary stages of construction projects in accordance with the relevant contracts, and the construction expenditure of the green aluminum innovation industrial park in Yunnan (雲南綠色鋁創新產業園), the lightweight material base (輕量化材料基地), new energy projects and other projects.

As at 30 June 2026, the Group had capital commitment of approximately RMB4,794,810,000 in relation to the purchase of the property, plant and equipment in the future, primarily for the construction projects such as the green aluminum innovation industrial park in Yunnan, the lightweight material base, new energy projects and other projects. In addition, the Group agreed to provide a performance guarantee in respect of the funding obligations of its associates in the iron ore project in Simandou, Guinea, pursuant to which the Group undertook to fund the project up to an amount not exceeding US\$1,780,000,000, equivalent to approximately RMB12,607,206,000 (indirectly including the obligations of the Group for its relevant funding contribution under the Winning Consortium Holdings Pte. Ltd. ("WCH") Shareholders Agreement). WCH, in which the Group holds a 50% equity interest, is principally engaged in the construction, mining and operation of the iron ore resources of the iron ore mine located in Simandou, Guinea (including the construction and operation of the relevant infrastructure and facilities and equipment). Pursuant to the relevant agreements, any additional finance required by WCH, the relevant subsidiary of WCH or the relevant project company shall be provided by subscription in cash for fully paid shares of WCH or loans from the shareholders or the affiliates of the shareholders or other means as agreed by the shareholders from time to time in proportion to their shareholding percentage on mutually agreed commercial terms with WCH. For the six months ended 30 June 2026, as the relevant project had just commenced production, no realised and unrealised gains or losses or any dividends received were generated. The Company expects the project will operate stably. For details, please refer to the announcement of the Company dated 6 March 2024.

As at 30 June 2026, the Group's trade receivables amounted to approximately RMB9,924,508,000, representing an increase of approximately 11.6% from approximately RMB8,894,377,000 as at 31 December 2025, which was mainly due to the increase in credit periods for certain customers during the Period.

As at 30 June 2026, the Group's prepayments and other receivables (including non-current assets) amounted to approximately RMB5,809,942,000, representing a decrease of approximately 2.5% from approximately RMB5,957,675,000 as at 31 December 2025. The change was not significant.

As at 30 June 2026, the Group's inventory was approximately RMB36,859,779,000, representing an increase of approximately 0.6% from approximately RMB36,635,529,000 as at 31 December 2025, which remained basically stable as compared with the corresponding period last year.



Management Discussion and Analysis

Income tax

The Group's income tax for the first half of 2026 amounted to approximately RMB6,043,207,000, representing an increase of approximately 43.5% from approximately RMB4,212,672,000 for the corresponding period last year, which was mainly due to the increase in income tax as a result of the increase in the Group's profit before tax as compared with the corresponding period last year.

Net profit attributable to shareholders of the Company and earnings per share

For the six months ended 30 June 2026, net profit attributable to shareholders of the Company amounted to approximately RMB17,210,307,000, representing an increase of approximately 39.2% from approximately RMB12,361,046,000 for the corresponding period last year, which was mainly due to the year-on-year increase in the Company's profit during the Period.

During the Period, basic earnings per share of the Company were approximately RMB1.734 (the corresponding period in 2025: approximately RMB1.314).

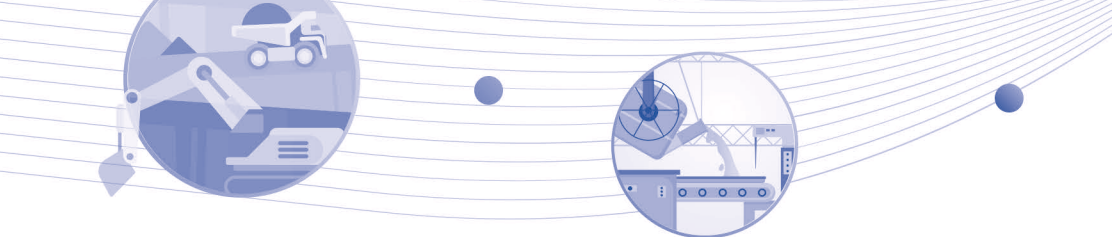
Capital structure

The Group has established an appropriate liquidity risk management framework to secure its short, medium and long-term funding supply and to satisfy its liquidity need. As at 30 June 2026, the cash and cash equivalents of the Group amounted to approximately RMB46,143,937,000 (31 December 2025: approximately RMB51,187,377,000), which were mainly placed in commercial banks. Such level of cash and cash equivalents would assist in ensuring the stability and flexibility of the Group's business operations, and provide strong support for the construction of the Group's major projects. The Group will continue to take effective measures to ensure sufficient liquidity and financial resources, so as to satisfy the business needs and maintain a sound and stable financial position.

As at 30 June 2026, the total liabilities of the Group amounted to approximately RMB97,654,735,000 (31 December 2025: approximately RMB103,668,524,000). Gearing ratio (total liabilities to total assets) was approximately 40.5% (31 December 2025: approximately 42.2%), representing a further improvement in the gearing ratio.

The Group used some of its restricted bank deposits, inventories, trade receivables, equipment and right-of-use assets as collateral for bank borrowings to provide part of the funding for its daily business operations and project development. As at 30 June 2026, secured bank borrowings of the Group amounted to approximately RMB14,867,169,000 (31 December 2025: approximately RMB15,870,539,000).

As at 30 June 2026, the Group's total bank borrowings were approximately RMB35,865,196,000, representing a decrease by approximately 17.4% from total bank borrowings of approximately RMB43,411,571,000 as at 31 December 2025. The Group maintained an appropriate portfolio of liabilities at fixed interest rates and variable interest rates to manage its interest expenses. As at 30 June 2026, approximately 61.1% of the Group's bank borrowings were subject to fixed interest rates while the remainder of approximately 38.9% was subject to floating interest rates.



Management Discussion and Analysis

The Group aims to maintain a balance between the continuity and flexibility of financing through utilising various debt financing instruments. As at 30 June 2026, liabilities of the Group other than bank borrowing included medium-term notes and corporate bonds of approximately RMB15,654,140,000, guaranteed notes of approximately RMB4,063,705,000 and convertible bonds (inclusive of derivatives components) of approximately RMB11,852,251,000, with interest rates ranging from 0% to 7.05% per annum. Such notes and bonds would facilitate the optimisation of the Group's debt structure and reduce financing costs.

As at 30 June 2026, the Group had net current assets of approximately RMB58,797,522,000. The Group will continue to reduce its debt scale and optimise its debt structure. In addition, the Group will continue to control its production costs, enhance its profitability and improve its cash flow position in order to ensure the Group has adequate liquidity.

As at 30 June 2026, the Group's liabilities were mainly denominated in RMB and foreign currencies, of which approximately 86.5% of the total liabilities were denominated in RMB, and approximately 13.5% were denominated in foreign currencies. The cash and cash equivalents were mainly held in RMB and foreign currencies, of which approximately 85.7% were held in RMB and approximately 14.3% were held in foreign currencies.

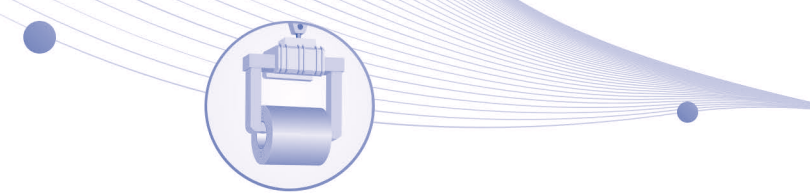
Details of the currency, maturity date and interest rate for relevant borrowings, notes and bonds are set out in Notes 24 and 25 to 28 to the interim condensed consolidated financial information.

Pledged assets

Details of the pledged assets of the Group are set out in note 33 to the unaudited interim condensed consolidated financial information.

Employee and remuneration policy

As at 30 June 2026, the Group had a total of 52,698 employees, representing an increase of 1,464 employees as compared with that of 31 December 2025. During the Period, the total staff costs of the Group amounted to approximately RMB3,203,107,000, representing an increase of approximately 12.1% from approximately RMB2,856,633,000 for the corresponding period last year, which was mainly due to the increase in the number of employees of the Group and the increase in remuneration packages of the employees during the Period. The total staff costs of the Group accounted for approximately 3.7% of its revenue. The Group's employee remuneration packages include salaries, various allowances and benefits. In addition, the Group established a performance-based incentive mechanism under which the employees may be awarded additional bonuses. The Group provided training programmes to employees to equip them with the requisite working skills and knowledge.



Management Discussion and Analysis

Foreign exchange risk

The Group received most of its revenue in RMB and funded most of its expenditures in RMB. As the import of bauxite and production equipment, the export of certain aluminum fabrication products, certain bank balances and bank borrowings, convertible bonds and senior notes are denominated in foreign currencies, the Group is exposed to certain foreign exchange risk. As at 30 June 2026, the Group's bank balances denominated in foreign currencies were approximately RMB6,602,190,000, and liabilities denominated in foreign currencies were approximately RMB9,075,308,000.

For the six months ended 30 June 2026, the Group's foreign exchange losses were approximately RMB422,485,000 (for the six months ended 30 June 2025: foreign exchange losses of approximately RMB368,987,000).

During the Period under Review, the Group actively took measures to mitigate currency exchange rate fluctuation risks, and ensured the foreign exchange risks were generally under control. The Group actively took the following measures to prevent foreign exchange risks in accordance with its business operations: (i) reasonable arrangements for foreign currency financing and foreign exchange revenue and expenditure with timely adjustments to the foreign exchange fund management scheme; (ii) promotion of a cross-border fund pool management model which centralised and unified management and use of domestic and overseas funds in order to reduce foreign exchange settlement and sale costs and currency exchange losses; and (iii) timely use of foreign exchange risk management instruments to hedge foreign exchange risks in conjunction with changes in exchange rates and interest rates.

Contingent liability

As at 30 June 2026, the Group had no significant contingent liability.

Material acquisitions and disposals of subsidiaries, associates and joint ventures

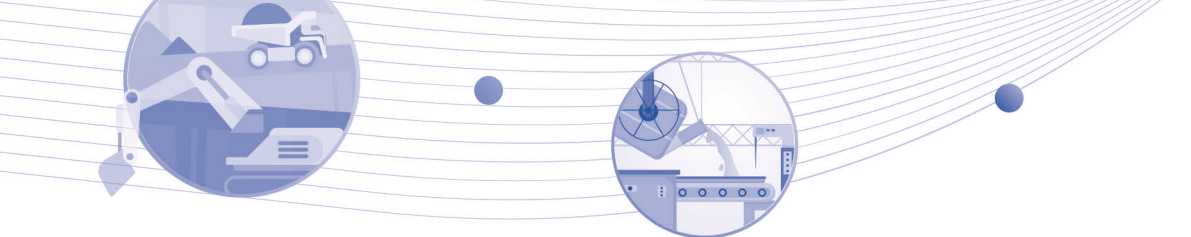
For the six months ended 30 June 2026, the Company did not have other material acquisitions or disposals of subsidiaries, associates or joint ventures.

Significant investment held

Save as disclosed in this interim report, for the six months ended 30 June 2026, the Group did not hold any significant investment which had a significant impact on its overall operation.

Future plans for material investments or capital assets

Save as disclosed in this interim report, for the six months ended 30 June 2026 and as of the date of publication of this interim report, there was no future plan approved by the Group for any material investments or capital assets.



Management Discussion and Analysis

Events after the reporting period

On 31 July 2026, the board of directors of Shandong Hongqiao Aluminum Industry Holding Company Limited (“**Shandong Hongqiao Holdings**”, stock code: 002379.SZ), a non-wholly owned subsidiary of the Company, resolved to approve the issuance by way of private placement of shares representing not more than 10% of the total number of shares of Shandong Hongqiao Holdings prior to the issuance (the final number of shares to be issued will be determined by dividing the total amount of proceeds by the placement price) to not more than 35 target subscribers, so as to raise gross proceeds of up to RMB12,000,000,000 to be used for its wind power projects, photovoltaic projects, aluminum deep-processing projects, as well as for the repayment of bank loans and replenishment of working capital (the “**Proposed Placement**”). The Proposed Placement is subject to, among other things, the approval of the general meeting of Shandong Hongqiao Holdings, the review and approval by the Shenzhen Stock Exchange and the registration approval by the CSRC. Upon the completion of the Proposed Placement, Shandong Hongqiao Holdings will continue to be accounted for as a subsidiary of the Company and its financial results will continue to be consolidated into the consolidated financial statements of the Company. For details, please refer to the announcement of the Company dated 31 July 2026.

Save as disclosed above, subsequent to 30 June 2026 and up to the date of publication of this interim report, there was no event which had a significant impact on the Group.

FUTURE PROSPECTS

Looking ahead to the second half of the year, the international situation is complex, global economic and cross-border trade growth are weakening in tandem, and inflationary pressures are rising; however, the pace of transition between old and new growth drivers in the PRC’s domestic industry continues to accelerate, emerging growth drivers are constantly being nurtured and strengthened, and the industrial structure is further optimized. With the upgrading of energy-saving technologies, the green and low-carbon transition is driving a steady decline in energy consumption. It is expected that the overall domestic macroeconomy will remain stable, economic resilience will continue to be demonstrated, and the dual goals of a steady leap in quality and efficiency and reasonable growth in scale are expected to be achieved.

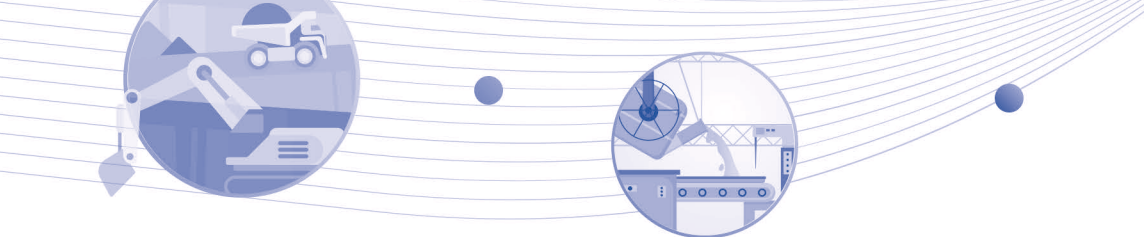
Facing changes in the external environment and market fluctuations, the Group will maintain its long-term strategic focus, adhere to a forward-looking strategic mindset, and leverage its resilient foundation to deepen its presence in the main track of the aluminum industry, solidly implementing all long-term strategic plans. The Group will continue to pursue its core strategic plan of integrating the entire upstream and downstream industrial chain, align with green development, implement the dual carbon goals, and seize the development opportunities of new energy innovation and manufacturing industry transformation. We will address various risks and challenges with a steady and pragmatic operational approach, solidifying the foundation for long-term development at this critical and transitional juncture of the start of the “15th Five-Year Plan”, and contributing to the high-quality development of the PRC’s aluminum industry by charting new paths and injecting new momentum through steady and solid efforts.

Supplementary Information

SUBSTANTIAL SHAREHOLDERS AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES

As at 30 June 2026, so far as it is known to the Directors and the chief executive of the Company, the following persons (other than the Directors or the chief executive of the Company) had interests or short positions in the shares and underlying shares of the Company which would fall to be disclosed to the Company and The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) pursuant to the provisions of Divisions 2 and 3 of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “**SFO**”), or recorded in the register required to be kept by the Company under section 336 of the SFO:

Name of shareholder	Capacity/type of interest	Number of total shares held	Approximate percentage of shareholding in the total issued share capital as at 30 June 2026 (%)
Shipping Prosperity Private Trust Company ⁽¹⁾	Trustee	6,145,353,117 ⁽⁵⁾ (long position)	62.58
China Hongqiao Holdings Limited ⁽¹⁾	Beneficial owner	6,145,353,117 ⁽⁵⁾ (long position)	62.58
Ms. Zhang Hongxia ⁽²⁾	Interest in persons acting in concert	6,154,223,117 ⁽⁵⁾ (long position)	62.67
Ms. Zhang Yanhong ⁽²⁾	Interest in persons acting in concert	6,154,223,117 ⁽⁵⁾ (long position)	62.67
CTI Capital Management Limited ⁽⁴⁾	Beneficial owner	564,190,170 ⁽³⁾ (long position)	5.75
CITIC Limited ⁽⁴⁾	Interest in controlled corporation	564,190,170 (long position)	5.75
CITIC Group Corporation ⁽⁴⁾	Interest in controlled corporation	564,190,170 (long position)	5.75



Supplementary Information

Notes:

- (1) Shipping Prosperity Private Trust Company ("**Shipping Trust Company**") held 100% equity interest in China Hongqiao Holdings Limited ("**China Hongqiao Holdings**") as trustee.
- (2) Shipping Trust Company held 100% equity interest in China Hongqiao Holdings as trustee. Shipping Global Holding Company Limited ("**Shipping Global**") is the settlor, protector and one of the beneficiaries of Shipping Prosperity Trust. Mr. Zhang Bo, Ms. Zhang Hongxia and Ms. Zhang Yanhong held 40%, 30% and 30% equity interest in Shipping Global respectively, and maintained an acting-in-concert arrangement in respect of the exercise of the shareholders' rights of Shipping Global. Based on this, Mr. Zhang Bo, Ms. Zhang Hongxia and Ms. Zhang Yanhong have, and made disclosure of, the relevant interests in the shares of the Company held by China Hongqiao Holdings. In addition, Mr. Zhang Bo, as the beneficial owner, holds 8,870,000 shares in the Company. By virtue of the acting-in-concert arrangement, Ms. Zhang Hongxia and Ms. Zhang Yanhong are deemed to be interested in the shares of the Company beneficially held by Mr. Zhang Bo.
- (3) According to the disclosure of interests as set out on the website of the Stock Exchange, CTI Capital Management Limited was interested in 564,190,170 shares of the Company in long position.
- (4) According to the disclosure of interests as set out on the website of the Stock Exchange, CITIC Group Corporation held 100% equity interest in CITIC Polaris Limited, which held 27.52% equity interest in CITIC Limited. CITIC Group Corporation also held 100% equity interest in CITIC Glory Limited, which held 25.60% equity interest in CITIC Limited. Thus CITIC Group Corporation indirectly held 53.12% equity interest in CITIC Limited. CITIC Limited held 100% equity interest in CITIC Corporation Limited. CITIC Corporation Limited held 100% equity interest in CITIC Financial Holdings Co., Ltd., which held 100% equity interest in CITIC Trust Co., Ltd. CITIC Trust Co., Ltd. held 100% equity interest in CTI Capital Management Limited. Thus, CITIC Group Corporation and CITIC Limited are deemed to be interested in the shares of the Company held by CTI Capital Management Limited under the SFO.
- (5) The total number of shares held includes the number of shares convertible from the convertible bonds issued by the Company as held by China Hongqiao Holdings.

Save as disclosed above, as at 30 June 2026, so far as it is known to the Directors and the chief executive of the Company, there was no other person (other than the Directors or the chief executive of the Company) who had any interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company and the Stock Exchange pursuant to the provisions of Divisions 2 and 3 of Part XV of the SFO, or recorded in the register required to be kept by the Company under section 336 of the SFO.

Supplementary Information

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

As at 30 June 2026, the interests and short positions of the Directors and chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO); or to be recorded in the register required to be kept by the Company under section 352 of the SFO; or to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) as set out in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”), were as follows:

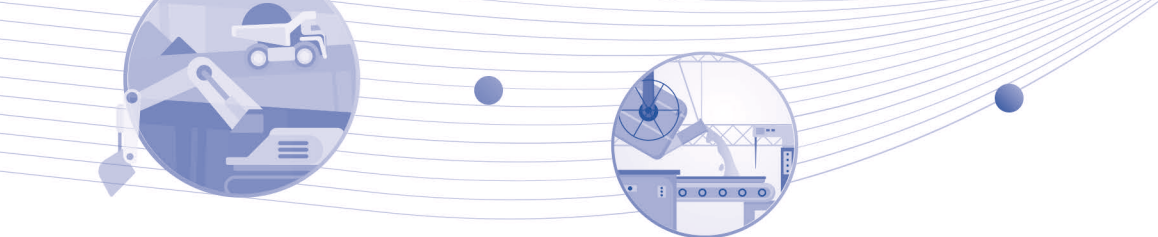
Long positions in the shares of the Company

Name of director	Capacity/type of interest	Number of total shares held	Approximate percentage of shareholding in the total issued share capital as at 30 June 2026 (%)
Mr. Zhang Bo ⁽¹⁾	Beneficial owner	8,870,000 (long position)	0.09
	Interest in persons acting in concert	6,145,353,117 ⁽²⁾ (long position)	62.58

Notes:

- (1) Shipping Trust Company held 100% equity interest in China Hongqiao Holdings as trustee. Shipping Global is the settlor, protector and one of the beneficiaries of Shipping Prosperity Trust. Mr. Zhang Bo, Ms. Zhang Hongxia and Ms. Zhang Yanhong held 40%, 30% and 30% equity interest in Shipping Global respectively, and maintained an acting-in-concert arrangement in respect of the exercise of the shareholders' rights of Shipping Global. Based on this, Mr. Zhang Bo, Ms. Zhang Hongxia and Ms. Zhang Yanhong have, and made disclosure of, the relevant interests in the shares of the Company held by China Hongqiao Holdings.
- (2) The total number of shares held includes the number of shares convertible from the convertible bonds issued by the Company as held by China Hongqiao Holdings.

Save as disclosed above, as at 30 June 2026, there were no other Directors or chief executive of the Company or any of their spouses or children under the age of 18 who had any 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 SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO); or to be recorded in the register required to be kept by the Company under section 352 of the SFO; or to be notified to the Company and the Stock Exchange pursuant to the Model Code.



Supplementary Information

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

During the six months ended 30 June 2026 and up to the date of publication of this interim report, neither the Company nor any of its subsidiaries has entered into any arrangement that would enable the Directors to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate, and none of the Directors or any of their spouses or children under the age of 18 was granted any right to subscribe for the shares in, or debentures of, the Company or any other body corporate or had exercised any such right during the Period.

AUDIT COMMITTEE

The Company has established the audit committee (the “**Audit Committee**”) of the Board in compliance with the Corporate Governance Code (the “**CG Code**”) as set out in Appendix C1 to the Listing Rules for the purposes of reviewing and providing supervision over the Group’s financial reporting process and internal controls. The Audit Committee is composed of three independent non-executive Directors. The Audit Committee meeting was held on 21 August 2026 to review the interim results and the unaudited condensed consolidated interim financial statements of the Group for the six months ended 30 June 2026. The Audit Committee considered that the interim financial results of the Group for the six months ended 30 June 2026 were in compliance with the relevant accounting standards, rules and regulations and adequate disclosures had been duly made.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

During the six months ended 30 June 2026, the Company repurchased a total of 159,308,000 shares for a total consideration of approximately HK\$5.286 billion (excluding commissions and other expenses). The repurchased shares were subsequently cancelled. The Company undertook the share repurchases as the Board believed that the Company’s share price deviated from the value of the Company. The share repurchases reflected the confidence of the Board and the management team in the Company’s long-term strategy and growth. The Directors considered that the share repurchases were in the best interests of the Company and the shareholders as a whole.

Supplementary Information

Details of the shares repurchased by the Company during the six months ended 30 June 2026 are as follows:

Repurchase month	Number of ordinary shares of US\$0.01 each	Price per share		Consideration paid (excluding commissions and other expenses) HK\$
		Lowest HK\$	Highest HK\$	
March 2026	55,656,000	30.12	35.00	1,823,258,907.60
April 2026 ⁽¹⁾	11,276,000	33.99	33.99	383,271,240.00
May 2026	92,376,000	32.28	34.60	3,079,480,119.40
Total	159,308,000			5,286,010,267.00

Notes:

- On 28 April 2026, concurrent with the offering of RMB10,200,000,000 US dollar-settled zero coupon convertible bonds due 2027, the Company concurrently repurchased 11,276,000 shares by private arrangement from the relevant buyers of the convertible bonds at a price of HK\$33.99 per share (total consideration (excluding commissions and other expenses): HK\$383,271,240.00), which were cancelled on 6 May 2026. Details are set out in the announcements of the Company dated 27 April 2026 and 28 April 2026 and the next day disclosure return dated 29 April 2026.
- Save as mentioned in Note 1, the remaining shares were repurchased on the Stock Exchange.

Save as disclosed above, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2026 and as of the latest practicable date before the publication of this interim report.

INCREASE IN SHAREHOLDING IN THE COMPANY BY THE CONTROLLING SHAREHOLDER CHINA HONGQIAO HOLDINGS

During the six months ended 30 June 2026, China Hongqiao Holdings, the controlling shareholder of the Company, increased its shareholding by a total of 41,500,000 shares. The increase in shareholding by the controlling shareholder reflects the confidence of China Hongqiao Holdings in the future prospects and long-term development of the Group. Please refer to the announcements of the Company dated 8 June 2026 and 10 June 2026 for details.

Supplementary Information

Details of the increase in shareholding by the controlling shareholder of the Company during the six months ended 30 June 2026 are as follows:

Time of increase in shareholding	Number of ordinary shares of US\$0.01 each	On-market	
		Average price per share HK\$	Highest price per share HK\$
8 June 2026	21,000,000	26.4641	26.78
10 June 2026	20,500,000	26.3676	26.72
Total	41,500,000		

US\$300,000,000 5.25% CONVERTIBLE BONDS DUE 2026

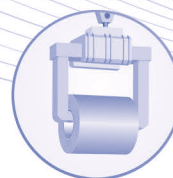
The convertible bonds were fully repaid during the Period. For details, please refer to the 2025 Annual Report of the Company published on 24 April 2026.

ADJUSTMENT OF CONVERSION PRICE OF US\$300,000,000 1.50% CONVERTIBLE BONDS DUE 2030

On 17 March 2025 (after trading hours), the Company and the subsidiary's guarantors entered into the convertible bonds subscription agreement with the joint lead managers, pursuant to which the Company has agreed to issue and the joint lead managers have agreed, severally and not jointly, on a best efforts basis, to subscribe and pay for, or to procure subscriptions and payment for the convertible bonds with an initial principal amount of US\$300,000,000 (the "**2025 Convertible Bonds**"). The initial conversion price (subject to adjustment) was HK\$20.88 per share. The net proceeds from the issuance of the 2025 Convertible Bonds were approximately US\$294,584,687. The proceeds were fully utilised by the Company for the uses as described in the announcement of the Company dated 18 March 2025. Please refer to the announcements of the Company dated 17 March 2025, 18 March 2025, 26 March 2025 and 27 March 2025 and the next day disclosure return dated 19 March 2025 for details.

Pursuant to the terms and conditions of the 2025 Convertible Bonds, as the Company declared the payment of the final dividend for 2024, the conversion price per share was adjusted from HK\$20.88 to HK\$19.36 effective from 30 May 2025. Please refer to the announcement of the Company dated 29 May 2025 for details.

Pursuant to the terms and conditions of the 2025 Convertible Bonds, as the Company declared the payment of the final dividend for 2025, the conversion price per share was adjusted from HK\$19.36 to HK\$18.44 effective from 3 June 2026. Please refer to the announcement of the Company dated 2 June 2026 for details.



Supplementary Information

ISSUE OF RMB10,200,000,000 USD SETTLED ZERO COUPON CONVERTIBLE BONDS DUE 2027 AND CONCURRENT REPURCHASE

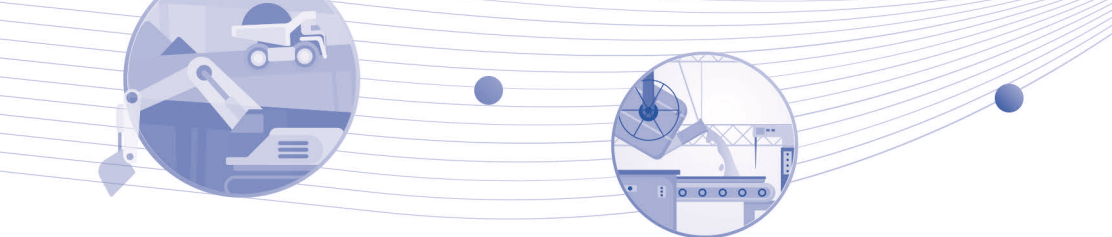
To expand the shareholder and capital base of the Company and also increase the overall liquidity of the shares and strengthen the financial position of the Group, on 27 April 2026 (after trading hours), the Company and the subsidiary's guarantors entered into the convertible bonds subscription agreement with the managers, pursuant to which the Company has agreed to issue and the managers have agreed, severally and not jointly, on a best efforts basis, to subscribe and pay for, or to procure subscriptions and payment for the convertible bonds with an initial principal amount of RMB10,200,000,000 (the **"2026 Convertible Bonds"**). The managers offered and sold the 2026 Convertible Bonds to not less than six independent placees, who are professional investors. The initial conversion price was HK\$43.90 per share (subject to adjustment), representing a premium of approximately 25.3% to the closing price of the shares of the Company of HK\$35.04 per share as quoted on the Stock Exchange on 27 April 2026, being the date of the 2026 Convertible Bonds subscription agreement. Assuming full conversion of the 2026 Convertible Bonds at the initial conversion price of HK\$43.90 per share, the 2026 Convertible Bonds will be convertible into approximately 266,635,576 ordinary shares of the Company, with an aggregate nominal value of US\$2,666,355.8. The net price of each conversion share to the Company, based on the net proceeds and assuming full conversion at the initial conversion price, is approximately HK\$43.18. The net proceeds from the issuance of the 2026 Convertible Bonds were approximately US\$1,469,453,669, which have been or will be used for the following purposes:

Intended use of net proceeds ^(Note 1)	Net proceeds from the 2026 Convertible Bonds (US\$ million)	Percentage of net proceeds	Actual amount utilised as at 30 June 2026 (US\$ million)	Unutilised net proceeds as at 30 June 2026 (US\$ million)	Expected timeline for full utilisation of net proceeds
Procurement and stockpiling of bauxite as production raw material ^(Note 2)	587.78	40%	116.60	471.18	On or before 31 December 2026
Refinancing of existing indebtedness ^(Note 3)	440.82	30%	349.27	91.55	On or before 31 December 2026
Investing in overseas projects ^(Note 4)	146.95	10%	35.00	111.95	On or before 31 December 2026
Future share repurchases ^(Note 5)	146.95	10%	146.95	–	N/A
General corporate purposes ^(Note 6)	146.95	10%	146.95	–	N/A
Total	1,469.45	100%	794.77	674.68	

Note 1: Such allocation and expected timeline are based on the Directors' best estimation in the absence of unforeseen circumstances, and may be subject to appropriate adjustments based on factors such as the Company's operational needs, funding needs, and project progress.

Note 2: Bauxite is a key production raw material for the Group, and its stable supply is crucial to the Group's steady operations. The Group's annual procurement amount of bauxite as production raw material typically amounts to approximately US\$5.0 billion (excluding tax). Taking into account uncertainties in supply and potential increases in procurement prices arising from geopolitical factors, it is expected that until 31 December 2026, the Group's procurement of bauxite as production raw material will amount to approximately US\$3.0 billion, of which approximately US\$588 million will be allocated from the net proceeds of the 2026 Convertible Bonds for the procurement and stockpiling of bauxite during the year.

Note 3: As at 31 December 2025, the Group's total indebtedness amounted to approximately US\$15.0 billion. The aggregate amount of the Group's domestic and offshore debts maturing on or before 31 December 2026 is approximately US\$1.9 billion. Accordingly, it is intended to allocate approximately US\$441 million from the net proceeds of the 2026 Convertible Bonds for repayment of the domestic and offshore debts maturing on or before 31 December 2026.



Supplementary Information

- Note 4:* Certain overseas alumina projects of the Group will incur investments of approximately US\$200 million on or before 31 December 2026. Accordingly, it is intended to allocate approximately US\$147 million from the net proceeds of the 2026 Convertible Bonds for investments in such projects.
- Note 5:* In order to allow the Company to flexibly repurchase its shares in the market, the Directors will only conduct share repurchases within the scope of the general mandate where they consider such repurchases to be in the interests of the Company and its shareholders. Accordingly, the Company will allocate approximately US\$147 million from the net proceeds of the 2026 Convertible Bonds for share repurchases to be conducted on or before 31 December 2026.
- Note 6:* Having considered the general capital need arising from the business operations such as the procurements of coal and other production materials, the Company will allocate approximately US\$147 million from the net proceeds of the 2026 Convertible Bonds for general corporate purposes.

There has been no change in the intended use of net proceeds as disclosed in the Company's previous announcements.

Concurrent with the offering of the 2026 Convertible Bonds, the Company concurrently repurchased 11,276,000 shares by private arrangement from the relevant buyers of the 2026 Convertible Bonds at a price of HK\$33.99 per share (total consideration (excluding commissions and other expenses): HK\$383,271,240), which were cancelled on 6 May 2026. Please refer to the announcements of the Company dated 27 April 2026, 28 April 2026 and 5 May 2026 and the next day disclosure return dated 29 April 2026 for details.

SENIOR NOTES

- (1) On 6 January 2025, the Company announced the issuance of 7.05% senior unsecured notes due 2028 with an aggregate principal amount of US\$330,000,000. The notes were listed and quoted on the SGX-ST. The net proceeds from the offering by the Company were used for refinancing existing offshore indebtedness and general corporate purposes. The proceeds were fully utilised by the Company for the uses as described in the announcement of the Company dated 6 January 2025. Pursuant to the terms and conditions of the notes and an indenture dated 10 January 2025 entered into by, among others, the Company, the subsidiary guarantors mentioned therein and the trustee, CNCBI Trustee Limited, in connection with the issue of the notes, the Company completed the redemption of the notes on 11 September 2026. Please refer to the announcements of the Company dated 6 January 2025, 14 January 2025, 10 August 2026 and 11 September 2026 for details.
- (2) On 22 May 2025, the Company announced the issuance of 6.925% senior unsecured notes due 2028 with an aggregate principal amount of US\$270,000,000. The notes were listed and quoted on the SGX-ST. The net proceeds from the offering by the Company were used for general corporate purposes. The proceeds were fully utilised by the Company for the uses as described in the announcement of the Company dated 22 May 2025. Please refer to the announcements of the Company dated 22 May 2025 and 30 May 2025 for details.

Supplementary Information

PLACING OF EXISTING SHARES AND SUBSCRIPTION OF NEW SHARES

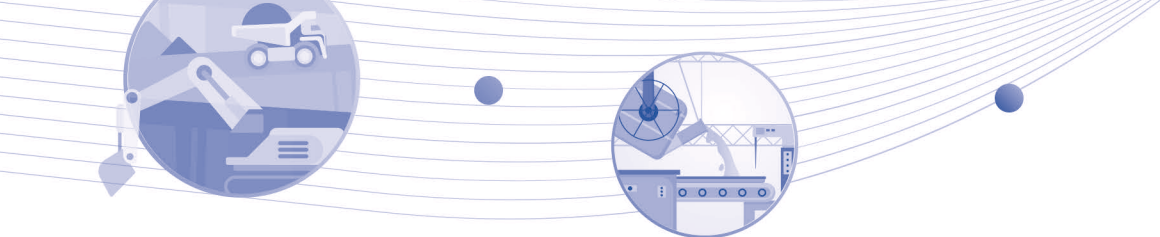
Reference is made to the announcements of the Company dated 17 November 2025, 25 November 2025 and 5 May 2026 in relation to the placing and subscription agreement, pursuant to which the placing agent agreed to place to independent placees up to 400,000,000 existing shares owned by China Hongqiao Holdings, and China Hongqiao Holdings agreed to subscribe for and the Company agreed to allot and issue to China Hongqiao Holdings, up to 400,000,000 new shares. The net proceeds from the subscription were approximately HK\$11,490.1 million, which have been or will be used for the following purposes:

Intended use of net proceeds	Net proceeds from the subscription (HK\$ million)	Percentage of net proceeds	Actual amount utilised as at 30 June 2026 (HK\$ million)	Unutilised net proceeds as at 30 June 2026 (HK\$ million)	Expected timeline for full utilisation of net proceeds ^(Note 1)
The development and enhancement of its domestic and overseas projects, including the Company's new energy projects, Simandou iron ore project, relocation of production capacity in Yunnan, and lightweight materials projects ^(Note 2)	6,894.1	60%	2,443.90	4,450.20	On or before 31 December 2026
Repayment of existing debt to optimize the Company's capital structure	3,447.0	30%	3,447.0	–	N/A
Working capital and general corporate purposes	1,149.0	10%	1,149.0	–	N/A
Total	11,490.1	100%	7,039.90	4,450.20	

Note 1: Such allocation and expected timeline are based on the Directors' best estimation in the absence of unforeseen circumstances, and may be subject to appropriate adjustments based on factors such as the Company's operational needs, funding needs, and project progress.

Note 2: In the table above, a portion of the net proceeds was allocated to overseas projects, primarily the Simandou iron ore project (for details, please refer to the announcement of the Company dated 6 March 2024). As at 30 June 2026, the Group still required investment of approximately US\$600 million. Therefore, the unutilised proceeds of approximately HK\$4.45 billion as at 30 June 2026 are to be used for investment in the overseas Simandou iron ore project, domestic new energy projects, relocation of production capacity in Yunnan and lightweight materials projects, and do not cover the investment projects to be funded by the proceeds from the issuance of the 2026 Convertible Bonds.

There has been no change in the intended use of net proceeds as disclosed in the Company's previous announcements.



Supplementary Information

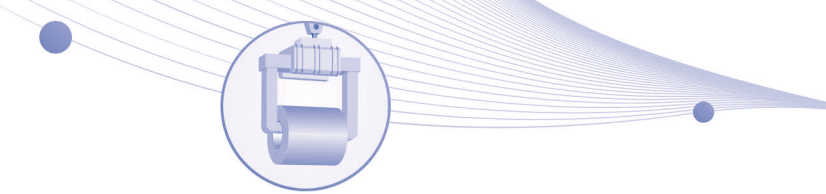
CHANGES IN INFORMATION OF DIRECTORS AND CHIEF EXECUTIVE

- (1) Ms. Zheng Shuliang retired as an executive Director in view of age, with effect from 19 May 2026.
- (2) Mr. Han Benwen, having served as an independent non-executive Director for over nine years, retired as an independent non-executive Director, with effect from 19 May 2026.
- (3) Mr. Dong Xinyi retired as an independent non-executive Director as his tenure as an independent non-executive Director was also approaching nine years, with effect from 19 May 2026.
- (4) Mr. Zhang Jinglei retired as a non-executive Director with effect from 19 May 2026 due to work reallocation. He was appointed as an executive Director on 19 May 2026, with effect from 19 May 2026.
- (5) Mr. Meng Xianzhong was appointed as an independent non-executive Director with effect from 19 May 2026.
- (6) Mr. Ma Jin was appointed as an independent non-executive Director with effect from 19 May 2026.

Save as disclosed above, for the six months ended 30 June 2026 and up to the date of publication of this interim report, there were no changes in the Directors and the chief executive of the Company, and the Company was not aware of any other changes in the information of the Directors and the chief executive of the Company which were required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted a code of conduct regarding the directors' securities transactions on terms no less exacting than the required standards as set out in the Model Code. Having made specific enquiry with all of the Directors, the Company confirmed that each of the Directors has complied with the standards as set out in the Model Code and the code of conduct of the Company regarding directors' securities transactions throughout the six months ended 30 June 2026 and up to the date of this interim report.



Supplementary Information

COMPLIANCE WITH THE CG CODE

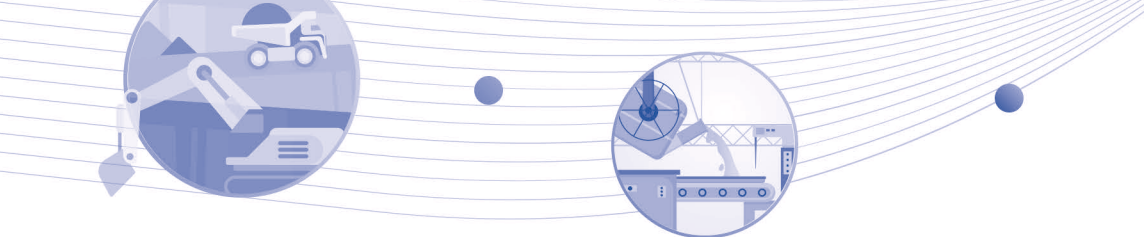
The Company has applied the principles as set out in the CG Code. During the six months ended 30 June 2026, the Company has complied with the code provisions as set out in the CG Code, except for the following deviation:

Mr. Zhang Bo, the chief executive officer of the Company, concurrently serves as the chairman of the Board. Code Provision C.2.1 stipulates that the roles of chairman and chief executive should be separate and not be performed by the same individual. However, taking into consideration the abundant management experience and industry knowledge of Mr. Zhang Bo and the fact that he is very familiar with the business of the Group, the Board believes that it is beneficial to the continuous and stable development of the business of the Group for Mr. Zhang Bo to serve as both the chairman of the Board and the chief executive officer of the Company. Furthermore, the members of the Board also include qualified professionals and other experienced individuals. The Board considers that the current composition of the Board can ensure a balance of power and authority with the support of the Board committees.

Save as disclosed above, there was no non-compliance of other code provisions as set out in the CG Code by the Company during the six months ended 30 June 2026.

DISCLOSURE OF INFORMATION ON WEBSITES OF THE STOCK EXCHANGE AND THE COMPANY

The electronic version of the interim report will be published on or before 29 September 2026, and will be available on the website of the Stock Exchange at www.hkexnews.hk and the Company's website at www.hongqiaochina.com.



Report on Review of Interim Condensed Consolidated Financial Information



SHINEWING (HK) CPA Limited
17/F, Chubb Tower, Windsor House,
311 Gloucester Road,
Causeway Bay, Hong Kong

信永中和(香港)會計師事務所有限公司
香港銅鑼灣告士打道311號
皇室大廈安達人壽大樓17樓

TO THE BOARD OF DIRECTORS OF CHINA HONGQIAO GROUP LIMITED

(incorporated in the Cayman Islands with limited liability)

Introduction

We have reviewed the interim condensed consolidated financial information of China Hongqiao Group Limited (the “**Company**”) and its subsidiaries set out on pages 31 to 82, which comprise the condensed consolidated statement of financial position as of 30 June 2026 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended, and other explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) require the preparation of a report on interim condensed financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 “Interim Financial Reporting” (“**IAS 34**”) issued by the International Accounting Standards Board. The directors of the Company are responsible for the preparation and presentation of these interim condensed consolidated financial information in accordance with IAS 34. Our responsibility is to express a conclusion on these interim condensed consolidated financial information based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Scope of Review

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

Conclusion

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

SHINEWING (HK) CPA Limited

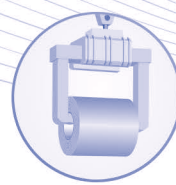
Certified Public Accountants

Kwan Chi Fung

Practising Certificate Number: P06614

Hong Kong

21 August 2026



Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2026

	Notes	Six months ended 30 June	
		2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Revenue	4	87,505,895	81,039,092
Cost of sales		(59,979,558)	(60,233,901)
Gross profit		27,526,337	20,805,191
Other income and gains	5	1,187,177	1,492,075
Selling and distribution expenses		(362,980)	(354,125)
Administrative expenses		(2,991,186)	(2,321,954)
Other expenses	6	(1,113,157)	(274,499)
Finance costs	8	(1,109,678)	(1,284,152)
Changes in fair value of financial instruments	22	953,072	(2,105,114)
Share of profits of associates		1,064,063	1,806,560
Profit before taxation		25,153,648	17,763,982
Income tax expense	7	(6,043,207)	(4,212,672)
Profit for the period	8	19,110,441	13,551,310
Profit for the period attributable to:			
Owners of the Company		17,210,307	12,361,046
Non-controlling interests		1,900,134	1,190,264
		19,110,441	13,551,310
Other comprehensive income for the period			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences on translation of foreign operations		165,907	216,097
Share of other comprehensive expense of associates		(62,445)	(14,618)
Other comprehensive income for the period		103,462	201,479
<i>Item that will not be reclassified subsequently to profit or loss:</i>			
Fair value (loss) gain on investments in equity instruments at fair value through other comprehensive income		(252,300)	5,553
Total comprehensive income for the period, net of income tax		18,961,603	13,758,342
Total comprehensive income for the period attributable to:			
Owners of the Company		17,055,478	12,706,803
Non-controlling interests		1,906,125	1,051,539
		18,961,603	13,758,342
Earnings per share	10		
– Basic (RMB)		1.734	1.314
– Diluted (RMB)		1.599	1.314

Condensed Consolidated Statement of Financial Position

At 30 June 2026

		As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
	Notes		
NON-CURRENT ASSETS			
Property, plant and equipment	11	77,557,380	78,986,121
Right-of-use assets	12	10,097,078	9,962,303
Intangible assets		49,963	58,396
Investment properties		31,107	32,680
Deposits paid for acquisition of property, plant and equipment		890,446	671,438
Deferred tax assets		3,071,646	2,933,777
Interests in associates	13	17,995,458	18,422,937
Loan to an associate		2,000,000	2,000,000
Goodwill	14	197,806	197,806
Financial asset at amortised cost	29	4,954,000	4,954,000
Financial assets at fair value through other comprehensive income	15	1,061,735	1,519,060
Financial assets at fair value through profit or loss	16	12,399,528	11,073,456
		130,306,147	130,811,974
CURRENT ASSETS			
Inventories	17	36,859,779	36,635,529
Trade receivables	18	9,924,508	8,894,377
Bills receivables	19	322,653	345,750
Prepayments and other receivables	20	5,809,942	5,957,675
Income tax recoverable		140,349	346,020
Financial assets at fair value through profit or loss	16	5,394,270	4,872,594
Time deposits with maturity over three months	21	3,524,979	3,001,867
Restricted bank deposits	21	2,746,176	3,325,853
Cash and cash equivalents	21	46,143,937	51,187,377
		110,866,593	114,567,042
CURRENT LIABILITIES			
Trade and bills payables	23	11,870,711	11,188,809
Other payables and accruals		11,779,819	12,260,427
Bank borrowings – due within one year	24	14,420,394	18,397,577
Lease liabilities	12	94,618	49,001
Income tax payable		2,905,209	2,250,685
Short-term debentures and notes	25	–	2,000,000
Medium-term debentures and bonds – due within one year	26	1,497,230	6,495,661
Liability component of convertible bonds – due within one year	28	9,434,521	235,993
Derivatives component of convertible bonds – due within one year	28	–	1,159,497
Deferred income		66,569	51,543
		52,069,071	54,089,193
NET CURRENT ASSETS		58,797,522	60,477,849
TOTAL ASSETS LESS CURRENT LIABILITIES		189,103,669	191,289,823

Condensed Consolidated Statement of Financial Position

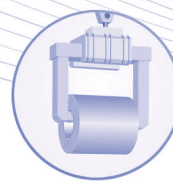
At 30 June 2026

		As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
	Notes		
NON-CURRENT LIABILITIES			
Bank borrowings – due after one year	24	21,444,802	25,013,994
Lease liabilities	12	995,389	968,183
Liability component of convertible bonds – due after one year	28	1,550,672	1,539,848
Derivatives component of convertible bonds – due after one year	28	867,058	1,765,440
Guaranteed notes – due after one year	27	4,063,705	4,188,286
Deferred tax liabilities		854,742	750,350
Medium-term debentures and bonds – due after one year	26	14,156,910	13,639,246
Deferred income		1,652,386	1,713,984
		45,585,664	49,579,331
NET ASSETS		143,518,005	141,710,492
CAPITAL AND RESERVES			
Share capital	30	643,504	651,159
Reserves	31	132,464,398	131,941,876
Equity attributable to owners of the Company		133,107,902	132,593,035
Non-controlling interests		10,410,103	9,117,457
TOTAL EQUITY		143,518,005	141,710,492

Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2026

	Attributable to owners of the Company									Non-controlling interests RMB'000	Total RMB'000
	Share capital RMB'000	Share premium RMB'000	Investment	Capital	Translation	Convertible	Statutory	Retained	Total RMB'000		
			revaluation	reserve	reserve	bond	surplus	earnings			
			reserve	reserve	reserves	reserve					
	RMB'000	RMB'000	RMB'000 (Note 31)	RMB'000 (Note 31)	RMB'000 (Note 31)	RMB'000 (Note 31)	RMB'000 (Note 31)	RMB'000	RMB'000		
At 1 January 2026 (Audited)	651,159	36,072,840	53,471	1,125,256	124,637	–	29,642,092	64,923,580	132,593,035	9,117,457	141,710,492
Profit for the period	–	–	–	–	–	–	–	17,210,307	17,210,307	1,900,134	19,110,441
Other comprehensive income (expense) for the period: ¹											
Fair value loss on investments in equity instruments at fair value through other comprehensive income	–	–	(252,300)	–	–	–	–	–	(252,300)	–	(252,300)
Disposal of financial assets at fair value through other comprehensive income	–	–	9,331	–	–	–	–	(9,331)	–	–	–
Exchange differences on translation of foreign operations	–	–	–	–	159,916	–	–	–	159,916	5,991	165,907
Share of other comprehensive income of associates	–	–	–	–	(62,445)	–	–	–	(62,445)	–	(62,445)
Total comprehensive income (expense) for the period	–	–	(242,969)	–	97,471	–	–	17,200,976	17,055,478	1,906,125	18,961,603
Capital contribution	–	–	–	–	–	–	–	–	–	9,000	9,000
Issue of convertible bonds (note 28)	–	–	–	–	–	765,140	–	–	765,140	–	765,140
Shares repurchased and cancelled (note 30)	(10,913)	(4,618,093)	–	–	–	–	–	–	(4,629,006)	–	(4,629,006)
Issue of shares upon conversion of convertible bonds (note 28)	3,258	1,392,232	–	–	–	–	–	–	1,395,490	–	1,395,490
Dividend paid (note 9)	–	–	–	–	–	–	–	(14,072,235)	(14,072,235)	–	(14,072,235)
Dividend paid to non-controlling interests	–	–	–	–	–	–	–	–	–	(622,479)	(622,479)
	(7,655)	(3,225,861)	–	–	–	765,140	–	(14,072,235)	(16,540,611)	(613,479)	(17,154,090)
At 30 June 2026 (Unaudited)	643,504	32,846,979	(189,498)	1,125,256	222,108	765,140	29,642,092	68,052,321	133,107,902	10,410,103	143,518,005



Condensed Consolidated Statement of Changes in Equity

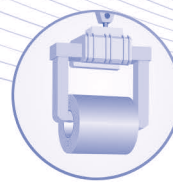
For the six months ended 30 June 2026

	Attributable to owners of the Company							Non-controlling interests	
	Share capital RMB'000	Share premium RMB'000	Investment revaluation reserve RMB'000 (Note 31)	Capital reserve RMB'000 (Note 31)	Translation reserve RMB'000 (Note 31)	Statutory surplus reserve RMB'000 (Note 31)	Retained earnings RMB'000	Total RMB'000	Total RMB'000
At 1 January 2025 (Audited)	618,881	25,040,832	(141,442)	1,466,411	218,620	26,028,919	54,567,720	107,799,941	10,813,557
Profit for the period	-	-	-	-	-	-	12,361,046	12,361,046	1,190,264
Other comprehensive income (expense) for the period:									
Fair value gain on investments in equity instruments at fair value through other comprehensive income	-	-	5,553	-	-	-	-	5,553	-
Exchange differences on translation of foreign operations	-	-	-	-	354,822	-	-	354,822	(138,725)
Share of other comprehensive income of associates	-	-	-	-	(14,618)	-	-	(14,618)	-
Total comprehensive income (expense) for the period	-	-	5,553	-	340,204	-	12,361,046	12,706,803	1,051,539
Capital contribution	-	-	-	-	-	-	-	-	28,573
Shares repurchased and cancelled (note 30)	(13,480)	(2,404,994)	-	-	-	-	-	(2,418,474)	-
Change in ownership in interest in subsidiaries (note 35)	-	-	-	1,257,628	-	-	-	1,257,628	(5,331,531)
Dividend paid (note 9)	-	-	-	-	-	-	(8,666,133)	(8,666,133)	-
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	(917,320)
	(13,480)	(2,404,994)	-	1,257,628	-	-	(8,666,133)	(9,826,979)	(6,220,278)
At 30 June 2025 (Unaudited)	605,401	22,635,838	(135,889)	2,724,039	558,824	26,028,919	58,262,633	110,679,765	5,644,818

Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2026

	For the six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
OPERATING ACTIVITIES		
Cash generated from operations	27,365,647	28,221,334
Income tax paid	(5,216,489)	(5,915,591)
NET CASH GENERATED FROM OPERATING ACTIVITIES	22,149,158	22,305,743
INVESTING ACTIVITIES		
Purchase of financial assets at FVTPL	(6,632,054)	–
Placement of time deposits with maturity over three months	(3,524,979)	–
Purchase of property, plant and equipment and deposits for acquisition of property, plant and equipment	(3,701,094)	(9,893,466)
Placement of restricted bank deposits	(2,486,218)	(1,577,211)
Loan to an associate	–	(595,012)
Capital injection to associates	(21,314)	(731,895)
Addition to right-of-use assets	(80,962)	(115,893)
Proceeds from disposal of an associate	–	2,192
Repayment of loan to an associate	728,026	82,938
Dividend income received from associates	642,683	292,361
Proceeds from disposal of non-current assets classified as held for sale	–	353,982
Proceeds from disposal of property, plant and equipment	354,366	524,687
Interest received	729,597	568,503
Withdrawal of time deposits with maturity over three months	3,001,867	–
Withdrawal of restricted bank deposits	3,065,895	1,674,544
Proceeds from disposal of financial assets at fair value through other comprehensive income	205,025	–
Proceeds from disposal of financial assets at FVTPL	4,875,705	–
NET CASH USED IN INVESTING ACTIVITIES	(2,843,457)	(9,414,270)

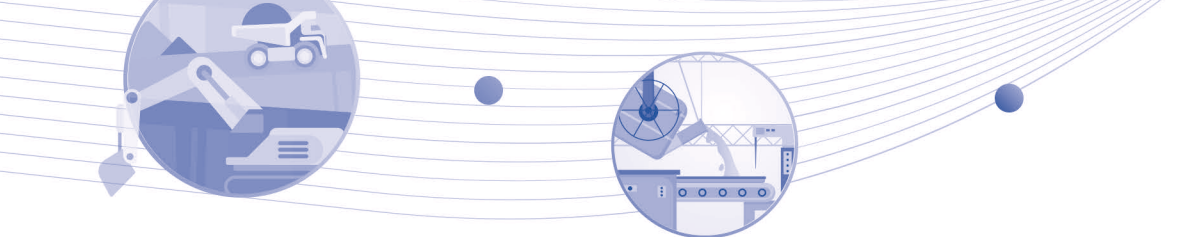


Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2026

For the six months ended 30 June

	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
FINANCING ACTIVITIES		
New bank borrowings	1,391,639	21,901,236
Proceeds from issuance of short-term debentures and notes	–	2,000,000
Proceeds from issuance of medium-term debentures and bonds	2,000,000	6,100,000
Proceeds from issuance of guaranteed notes	–	4,311,903
Proceeds from issuance of convertible bonds	10,200,000	2,174,337
Receipt of government grants	21,441	10,764
Contribution from non-controlling interests	9,000	28,573
Payment on repurchase of shares	(4,629,006)	(2,418,474)
Acquisition of additional interest in subsidiary	–	(1,015,184)
Transaction costs on issue of convertible bonds	(153,436)	(26,258)
Transaction costs on issue of short-term debentures and notes	–	(6,000)
Transaction costs on issuance of medium-term debentures and bonds	(10,000)	(31,000)
Transaction costs on issuance of guaranteed notes	–	(36,403)
Payment of lease liabilities	(135,844)	(35,782)
Dividend paid to non-controlling interests	(622,479)	(917,320)
Repayment of medium-term debentures and bonds	(6,500,000)	(2,929,260)
Dividend paid	(14,072,235)	(8,666,133)
Interest expenses paid	(863,052)	(1,192,440)
Redemption of guaranteed notes	–	(2,153,460)
Repayment of short-term debentures and notes	(2,000,000)	(3,000,000)
Repayment of bank borrowings	(8,938,014)	(23,067,823)
NET CASH USED IN FINANCING ACTIVITIES	(24,301,986)	(8,968,724)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(4,996,285)	3,922,749
Effect of changes in foreign exchange rates	(47,155)	51,607
CASH AND CASH EQUIVALENTS AT 1 JANUARY	51,187,377	44,770,241
CASH AND CASH EQUIVALENTS AT 30 JUNE		
represented by bank balances and cash	46,143,937	48,744,597



Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

1. CORPORATE INFORMATION

China Hongqiao Group Limited (the “**Company**”) is incorporated in the Cayman Islands as an exempted company under the Companies Law of Cayman Islands and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”). Its parent and immediate holding company is China Hongqiao Holdings Limited (“**China Hongqiao Holdings**”), a company incorporated in the British Virgin Islands. The addresses of the registered office and principal place of business of the Company are disclosed in the corporate information section to the interim report.

The Company acts as an investment holding company, and its subsidiaries (together with the Company, referred to as the “**Group**”) are principally engaged in the business of manufacture and sales of aluminum products.

The interim condensed consolidated financial information are presented in Renminbi (“**RMB**”), which is also the functional currency of the Company and its subsidiaries in the People’s Republic of China (“**PRC**”) and Hong Kong Special Administrative Region of the PRC (“**Hong Kong**”). The functional currency of subsidiaries established in the Republic of Indonesia (“**Indonesia**”), Republic of Singapore and the Republic of Guinea is denoted in United States Dollar (“**US\$**”).

2. BASIS OF PREPARATION

The interim condensed consolidated financial information of the Group for the six months ended 30 June 2026 has been prepared in accordance with International Accounting Standard 34 (“**IAS 34**”) “Interim Financial Reporting” issued by the International Accounting Standards Board (the “**IASB**”) and the applicable disclosure provisions of Appendix D2 to the Rules Governing the Listing of Securities on the Stock Exchange. This interim condensed consolidated financial information should be read in conjunction with the Group’s annual financial statements for the year ended 31 December 2025, which have been prepared in accordance with IFRS Accounting Standards issued by the IASB.

3. PRINCIPAL ACCOUNTING POLICIES

The interim condensed consolidated financial information have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair values.

The accounting policies used in the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2025, except as disclosed below.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

3. PRINCIPAL ACCOUNTING POLICIES (Continued)

Application of amendments to IFRS Accounting Standards

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

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

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

4. REVENUE

An analysis of the Group's revenue is recognised at a point of time as follows:

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Revenue from sales of aluminum products		
– molten aluminum alloy	51,256,252	48,738,576
– aluminum alloy ingot	8,319,042	3,139,797
– aluminum fabrication	11,366,023	8,074,302
– alumina products	16,094,038	20,654,946
Steam supply income	470,540	431,471
	87,505,895	81,039,092

Notes to the Interim Condensed Consolidated Financial Information

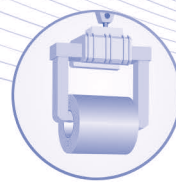
For the six months ended 30 June 2026

4. REVENUE (Continued)

Set out below is the disaggregation of the Group's revenue from contracts with customers:

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
<i>Geographical region</i>		
The PRC	81,625,889	75,358,618
India	1,533,552	2,709,968
Europe	1,014,600	1,023,032
Malaysia	836,776	210,594
Other Southeast Asia region	1,022,847	1,152,958
North America	886,380	417,647
Others	585,851	166,275
Total	87,505,895	81,039,092
<i>Type of customers</i>		
Government related	155	155
Non-government related	87,505,740	81,038,937
Total	87,505,895	81,039,092

For management purposes, the Group operates in one business unit based on its products, and has only one reportable segment which is manufacture and sales of aluminum products. Management monitors the operating results of its business unit for the purpose of making decisions about resource allocation and performance assessment.



Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

5. OTHER INCOME AND GAINS

	Six months ended 30 June	
	2026	2025
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Amortisation of deferred income	68,013	21,634
Bank interest income	153,154	145,137
Investment income	71,056	71,155
Interest income from associates	319,962	329,977
Other interest income	186,025	184,693
Rental income for investment properties under operating lease	300	300
Gain from sales of raw materials and scrap materials	359,083	600,997
Gain from sales of slag of carbon anode blocks	–	106,527
Gain on disposal of property, plant and equipment	24,812	25,965
Reversal of impairment of other receivables	9	38
Reversal of impairment of trade receivables	–	900
Others	4,763	4,752
	1,187,177	1,492,075

6. OTHER EXPENSES

	Six months ended 30 June	
	2026	2025
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Impairment loss recognised in respect of trade receivables	3,070	–
Impairment loss recognised in respect of goodwill	–	80,418
Impairment loss recognised in respect of property, plant and equipment	583,255	58,606
Write-down of inventories to net realisable value	526,832	135,475
	1,113,157	274,499

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

7. INCOME TAX EXPENSE

The Group calculates the period income tax expense using the tax rates applicable to the expected total annual earnings. The major components of income tax expense in the condensed consolidated statement of profit or loss and other comprehensive income are:

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Current tax:		
– Hong Kong Profits Tax	–	–
– Indonesia Corporate Tax	77,627	357,810
– PRC Enterprise Income Tax	5,999,057	3,849,263
	6,076,684	4,207,073
Deferred taxation	(33,477)	5,599
Total income tax expense for the period	6,043,207	4,212,672

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

8. PROFIT FOR THE PERIOD

Profit for the period has been arrived at after charging:

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Interest expenses on bank borrowings	553,408	757,681
Interest expenses on short-term debentures and notes	17,104	17,962
Interest expenses on medium-term debentures and bonds	193,167	220,192
Interest expenses on guaranteed notes	136,736	193,343
Interest expenses on convertible bonds	222,725	133,162
Interest expenses on other financial liability	–	87,660
Interest expenses on lease liabilities	38,673	22,654
Total interest expense for financial liabilities not measured at fair value through profit or loss (“FVTPL”)	1,161,813	1,432,654
Less: amounts capitalised in the cost of qualifying assets	(52,135)	(148,502)
	1,109,678	1,284,152
Amortisation of intangible assets	8,433	8,046
Cost of inventories recognised as an expense	59,979,558	60,233,901
Depreciation of property, plant and equipment	3,728,043	3,576,548
Depreciation of investment properties	1,573	1,573
Depreciation of right-of-use assets	154,968	151,143
Foreign exchange loss, net	422,485	368,987
Research and development expenses (note)	266,227	339,320
Gross rental income from investment properties	300	300
Less: direct operating expenses incurred for investment properties that generated rental income during the period	–	–
	300	300

Note: Included in research and development expenses was staff cost of approximately RMB87,175,000 (six months ended 30 June 2025: RMB70,315,000).

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

9. DIVIDENDS

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Dividends recognised as distribution during the period:		
2025 Final dividend – HK165 cents		
(2025: 2024 Final dividend – HK102 cents)	14,072,235	8,666,133

No interim dividend in respect of the six months ended 30 June 2026 has been proposed by the directors of the Company (six months ended 30 June 2025: nil).

10. EARNINGS PER SHARE

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

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Earnings		
Earnings for the purpose of basic earnings per share	17,210,307	12,361,046
Effect of dilutive potential ordinary shares:		
Interest expense on liability component of convertible bonds	222,725	–
Changes in fair values of derivatives component of convertible bonds	(861,673)	–
Exchange gain on translation of liability component of convertible bonds	(80,014)	–
Earnings for the purpose of diluted earnings per share	16,491,345	12,361,046

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

10. EARNINGS PER SHARE (Continued)

	Six months ended 30 June	
	2026 '000 (Unaudited)	2025 '000 (Unaudited)
Number of shares		
Weighted average number of ordinary shares for the purposes of basic earnings per share	9,924,313	9,404,674
Effect of dilutive potential ordinary shares:		
Convertible bonds	387,965	—
Weighted average number of ordinary shares for the purposes of diluted earnings per share	10,312,278	9,404,674

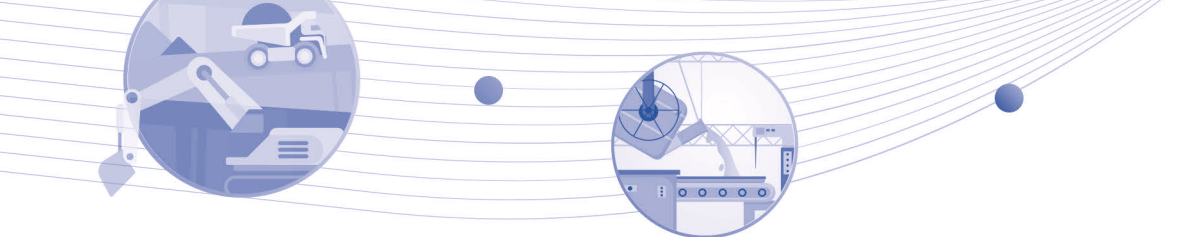
The computation of diluted earnings per share for the six months ended 30 June 2025 did not assume the conversion of the Company's outstanding convertible bonds since their exercise would result in an increase in earnings per share.

11. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2026, the Group purchased property, plant and equipment of approximately RMB199,739,000 (six months ended 30 June 2025: RMB469,057,000), and disposed of plant and machinery and motor vehicles with a carrying amount of approximately RMB329,554,000 (six months ended 30 June 2025: RMB498,722,000).

During the six months ended 30 June 2026, the Group also spent approximately RMB3,012,513,000 (six months ended 30 June 2025: RMB7,698,419,000) on the construction of its new product lines and plant.

When any indicators of impairment or reversal of impairment are identified, property, plant and equipment are reviewed for impairment or reversal of impairment based on each cash generating unit ("CGU"). The CGU is an individual plant. The carrying values of these individual plants were compared to the recoverable amounts of the CGUs, which were based on fair values less costs of disposal or value-in-use. Market comparison approach is used to measure the fair value less costs of disposal of the CGU, which is based on the recent transaction prices for similar property, plant and equipment adjusted for nature, location and conditions of the relevant assets. Value-in-use calculations use pre-tax cash flow projections based on financial budgets approved by management covering expected earning period.



Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

11. PROPERTY, PLANT AND EQUIPMENT (Continued)

During the six months ended 30 June 2026, the directors of the Company conducted a review and determined that certain plant and equipment were impaired. The recoverable amounts of relevant property, plant and equipment were determined based on the higher of their value in use and fair value less costs of disposal and the impairment of approximately RMB583,255,000 (six months ended 30 June 2025: RMB58,606,000) had been recognised in profit or loss.

No reversal of impairment of property, plant and equipment was recognised during the six months ended 30 June 2026 and 2025.

There are properties with a carrying amount of approximately RMB5,518,365,000 (31 December 2025: RMB7,142,727,000) located in the PRC of which the Group is in the process of obtaining the ownership certificates. In the opinion of the directors of the Company, there is no legal barrier or otherwise for the Group to obtain the relevant title ownership certificates for these buildings from the relevant PRC authority.

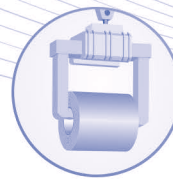
12. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

(i) Right-of-use assets

As at 30 June 2026, right-of-use assets of approximately RMB9,778,674,000 (31 December 2025: RMB9,817,090,000) represents land use rights located in the PRC and Indonesia for a period of 20 to 70 years. During the six months ended 30 June 2026, the Group purchased land use rights located in the PRC of approximately RMB80,962,000 (six months ended 30 June 2025: RMB115,893,000).

As at 30 June 2026, the Group is still in the process of obtaining the land certificate with the carrying amount of approximately RMB371,645,000 (31 December 2025: RMB387,693,000). In the opinion of the directors of the Company, based on the advice from the Group's external legal adviser, the absence of the land certificate does not impair its carrying value to the Group.

During the six months ended 30 June 2026, the Group entered into a number of new lease agreements for land use rights and recognised right-of-use assets of approximately RMB208,781,000 (six months ended 30 June 2025: land use rights of approximately RMB56,735,000).



Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

12. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (Continued)

(ii) Lease liabilities

As at 30 June 2026, the carrying amount of lease liabilities was approximately RMB1,090,007,000 (31 December 2025: RMB1,017,184,000).

(iii) Amount recognised in profit or loss

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Depreciation of right-of-use assets	154,968	151,143
Interest expense on lease liabilities	38,673	22,654

(iv) Others

During the six months ended 30 June 2026, the total cash outflow for leases (excluded payments on purchase of land use rights) amounted to approximately RMB174,517,000 (six months ended 30 June 2025: RMB58,436,000).

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

13. INTERESTS IN ASSOCIATES

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Costs of investments in associates	6,339,336	6,318,022
Share of profits and other comprehensive income, net of dividends received	2,363,440	2,084,207
Loan to associates	8,702,776 9,292,682	8,402,229 10,020,708
	17,995,458	18,422,937

The loan to associates of US\$288,130,000, equivalent to approximately RMB1,962,425,000 (31 December 2025: USD380,920,000, equivalent to approximately RMB2,677,467,000) is unsecured, interest bearing at Secured Overnight Financing Rate ("SOFR") + 3% and no fixed term for repayment.

The remaining loan to associates of US\$1,044,736,000, equivalent to approximately RMB7,330,257,000 (31 December 2025: US\$1,044,736,000, equivalent to approximately RMB7,343,241,000) is unsecured, interest bearing at SOFR + 5% and no fixed term for repayment.

During the six months ended 30 June 2026, the Group made additional contribution to an existing associate with an amount of approximately RMB21,314,000 (six months ended 30 June 2025: RMB731,895,000).

During the six months ended 30 June 2025, the Group disposal of an associate with an amount of approximately RMB2,192,000 (six months ended 30 June 2026: nil).

The Group's payable balances with the associates are disclosed in note 36.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

14. GOODWILL

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Cost		
At beginning and at the end of the financial period/year	1,934,457	1,934,457
Impairment		
At beginning of the financial year	1,736,651	1,656,233
Impairment loss recognised during the period	–	80,418
At the end of the financial period/year	1,736,651	1,736,651
Carrying amount		
At the end of the financial period/year	197,806	197,806

The Group tests goodwill annually for impairment or more frequently if there are indications that goodwill might be impaired.

During the years ended 31 December 2025, the Group recognised an impairment loss of approximately RMB80,418,000 in relation to goodwill arising on acquisition of Binzhou Hongnuo New Materials Co., Ltd. (“**Binzhou Hongnuo**”). The impairment loss of goodwill was resulted from decrease in value-in-use of Binzhou Hongnuo due to business suspension. No impairment loss has been recognised during the six months ended 30 June 2026.

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (“FVTOCI”)

Financial assets at fair value through other comprehensive income (“**FVTOCI**”) comprise:

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Equity instrument as at FVTOCI		
– Listed	975,725	1,439,320
– Unlisted	86,010	79,740
	1,061,735	1,519,060

The fair value of these investments is disclosed in note 32.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (“FVTOCI”) (Continued)

The investments in listed equity securities are as follows:

Name of listed equity securities	Place of listing	Fair value	
		30 June 2026	31 December 2025
		RMB'000	RMB'000
		(Unaudited)	(Audited)
Weihai Bank Co., Ltd.	Hong Kong	656,880	678,357
Chuangxin Industries Holdings Limited	Hong Kong	–	400,101
Innovation New Material Technology Co., Ltd.	Shanghai	156,558	182,791
Thunder Software Technology Co., Ltd.	Shenzhen	161,974	176,942
Others	Hong Kong	313	1,129
		975,725	1,439,320

These investments in equity instruments are not held for trading. Instead, they are held for medium to long-term strategic purposes. Accordingly, the directors of the Company have elected to designate these investments in equity instruments as at FVTOCI as they believe that recognising short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes and realising their performance potential in the long run.

As at 30 June 2026, the investment in unlisted equity security represents the Group's interest in a private entity established in the PRC which engaged in development and application of semiconductor materials.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

16. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (“FVTPL”)

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Financial assets at FVTPL		
– Limited partnerships	12,399,528	11,073,456
– Investment funds	5,394,270	4,872,594
	17,793,798	15,946,050
Amounts shown under current assets	5,394,270	4,872,594
Amounts shown under non-current assets	12,399,528	11,073,456
	17,793,798	15,946,050

The fair value of these investments is disclosed in note 32.

The directors of the Company consider that the Group does not have any control nor significant influence to affect the variable returns through its investment in those enterprises or similar activities.

17. INVENTORIES

During the period, write-down of inventories of approximately RMB526,832,000 (six months ended 30 June 2025: RMB135,475,000) has been recognised.

During the six months ended 30 June 2026, inventories previously impaired were sold or used. As a result, a reversal of provision of approximately RMB679,719,000 (six months ended 30 June 2025: RMB213,738,000) has been recognised and included in cost of sales.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

18. TRADE RECEIVABLES

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Trade receivables	9,934,867	8,901,666
Less: allowance for impairment loss	(10,359)	(7,289)
	9,924,508	8,894,377

The Group allows an average credit period of 90 days to its trade customers with trading history, or otherwise sales on cash terms are required. The following is an ageing analysis of trade receivables, net of allowance for impairment of trade receivables, presented based on the date of delivery of goods, which approximates the respective revenue recognition dates, at the end of the reporting period.

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Within 3 months	3,985,955	4,930,063
3 to 12 months	5,902,910	3,961,134
12 to 24 months	35,643	3,180
	9,924,508	8,894,377

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

19. BILLS RECEIVABLES

The ageing analysis of bills receivables presented based on the issue date at the end of the reporting period is as follows:

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Within 3 months	146,567	324,802
3 to 6 months	174,514	6,012
Over 6 months	1,572	14,936
	322,653	345,750

TRANSFERS OF FINANCIAL ASSETS

The following were the Group's financial assets transferred to suppliers by endorsing those bills receivables on a full recourse basis. As the Group has retained the significant risks and rewards which include default risks, relating to these bills receivables, it continues to recognise the full carrying amount of the bills receivables and the corresponding trade payables and other payables in the condensed consolidated statement of financial position. Subsequent to the endorsement, the Group did not retain any rights on the use of the endorsed bills, including the sale, transfer or pledge of the endorsed bills to any other third parties. These financial assets and financial liabilities are carried at amortised cost in the condensed consolidated statement of financial position.

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Bills receivables endorsed to suppliers with full recourse (note)		
Carrying amount of transferred assets	322,653	266,312
Carrying amount of trade payables	(322,653)	(266,312)
Net position	–	–

Note: The maturity dates of bills receivables have not yet due at the end of the reporting period. As the Group was still exposed to credit risk on these receivables at the end of the reporting period, the cash received from the bills endorsed to the suppliers for which the maturity dates have not yet been due is recognised as current liabilities in the condensed consolidated statement of financial position.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

20. PREPAYMENTS AND OTHER RECEIVABLES

The balance consists of prepayments and other receivables at cost of:

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Prepayments to suppliers	1,371,796	2,359,175
Value-added tax recoverable	2,744,956	2,049,527
Other receivables	1,716,598	1,572,390
	5,833,350	5,981,092
Less: allowance for impairment loss	(23,408)	(23,417)
	5,809,942	5,957,675

21. CASH AND CASH EQUIVALENTS AND RESTRICTED BANK DEPOSITS AND TIME DEPOSITS WITH MATURITY OVER THREE MONTHS

For the purpose of the condensed consolidated statement of cash flows, cash and cash equivalents are comprised of the following:

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Cash and bank balances	46,143,937	51,187,377
Time deposits with maturity over three months	3,524,979	3,001,867
Restricted bank deposits	2,746,176	3,325,853
	52,415,092	57,515,097
Less:		
Time deposits with maturity over three months	(3,524,979)	(3,001,867)
Restricted bank deposits:		
– pledged for bills payables	(826,938)	(1,887,460)
– pledged for issuance of letter of credit	(1,473,238)	(1,015,395)
– pledged for guarantee issued	(446,000)	(422,998)
Cash and cash equivalents	46,143,937	51,187,377

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

22 CHANGES IN FAIR VALUES OF FINANCIAL INSTRUMENTS

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Changes in fair values arising from:		
– derivatives component of convertible bonds (note 28)	861,673	(2,561,722)
– financial assets at FVTPL (note 16)	91,399	456,608
	953,072	(2,105,114)

23. TRADE AND BILLS PAYABLES

	As at	As at
	30 June	31 December
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Audited)
Trade payables	11,625,694	10,856,641
Bills payables	245,017	332,168
	11,870,711	11,188,809

Included in trade payables are creditors with the following ageing analysis presented based on the invoice date at the end of the reporting period:

	As at	As at
	30 June	31 December
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Audited)
Within 6 months	10,915,334	10,360,367
6 to 12 months	498,349	163,502
1 to 2 years	124,488	268,047
More than 2 years	87,523	64,725
	11,625,694	10,856,641

The average credit period on purchases of goods is six months. Bills payables were bills of acceptance with maturity of less than one year.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

24. BANK BORROWINGS

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Current		
Secured bank borrowings	4,026,705	3,320,191
Unsecured bank borrowings	10,393,689	15,077,386
	14,420,394	18,397,577
Non-current		
Secured bank borrowings	10,840,464	12,550,348
Unsecured bank borrowings	10,604,338	12,463,646
	21,444,802	25,013,994
	35,865,196	43,411,571

Carrying amount repayable (based on scheduled repayment dates set out in the loan agreements):

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Within one year	14,420,394	18,397,577
In the second year	10,650,775	14,473,657
In the third to fifth years, inclusive	4,112,547	3,983,690
Over fifth years	6,681,480	6,556,647
	35,865,196	43,411,571

Fixed-rate borrowings with an aggregate carrying amount of approximately RMB21,895,951,000 (31 December 2025: RMB20,615,259,000) denominated in RMB at interest rate ranged from 3.70% to 5.85% (31 December 2025: 3.20% to 7.50%) per annum as at 30 June 2026.

In addition, the Group has variable-rate borrowings denominated in RMB at floating rates calculated based on the borrowing rates announced by the People's Bank of China (the "PBOC") or China Foreign Exchange Trading System & National Interbank Funding Center ("CFETS"). Interests on borrowings denominated in US\$ at floating rates are calculated based on Secured Overnight Financing Rate.

Bank borrowings of RMB959,900,000 (31 December 2025: RMB1,979,900,000) are guaranteed by a related party and was set out in note 36(c).

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

25. SHORT-TERM DEBENTURES AND NOTES

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Short-term debentures and notes	–	2,000,000

The details of the unsecured short-term debentures and notes issued and outstanding as at 30 June 2026 and 31 December 2025 are set out as follows:

Debentures	Date of issue	Principal amount		Interest rate	Date of maturity
		30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)		
Short-term debentures P	23 May 2025	–	1,000,000	2.10%	23 May 2026
Short-term debentures Q	11 June 2025	–	1,000,000	2.00%	11 June 2026

The short-term debentures and notes were issued to various independent third parties registered with the National Association of Financial Market Institutional Investors (“NAFMII”). Interest is payable annually.

26. MEDIUM-TERM DEBENTURES AND BONDS

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Medium-term debentures and bonds – due within one year	1,497,230	6,495,661
Medium-term debentures and bonds – due after one year	14,156,910	13,639,246
	15,654,140	20,134,907

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

26. MEDIUM-TERM DEBENTURES AND BONDS (Continued)

The details of the unsecured, medium-term debentures and bonds issued and outstanding as at 30 June 2026 and 31 December 2025 are set out as follows:

Debentures	Date of issue	Principal amount		Coupon interest rate	Effective interest rate	Date of maturity
		39 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)			
Medium-term debentures Y	17 January 2024	–	1,000,000	4.00%	4.31%	19 January 2026
Medium-term debentures Z	30 January 2024	–	1,000,000	3.78%	4.10%	1 February 2026
Medium-term debentures AA	29 February 2024	–	1,000,000	3.60%	3.92%	4 March 2026
Medium-term debentures AB	21 March 2024	–	1,000,000	3.50%	3.91%	22 March 2026
Medium-term debentures AC	11 April 2024	–	1,000,000	3.50%	3.82%	12 April 2026
Medium-term debentures AD	13 June 2024	–	1,000,000	2.60%	2.91%	14 June 2026
Medium-term debentures AE	26 June 2024	–	500,000	2.57%	2.88%	27 June 2026
Medium-term debentures AG	10 July 2024	300,000	300,000	3.07%	3.36%	11 July 2027
Medium-term debentures AH	24 July 2024	1,000,000	1,000,000	3.00%	3.29%	26 July 2027
Medium-term debentures AI	7 August 2024	1,000,000	1,000,000	2.80%	3.12%	8 August 2027
Medium-term debentures AJ	12 September 2024	300,000	300,000	2.95%	3.28%	13 September 2027
Medium-term debentures AK	8 January 2025	300,000	300,000	2.65%	2.86%	9 January 2028
Medium-term debentures AL	15 January 2025	500,000	500,000	3.50%	3.84%	16 January 2030
Medium-term debentures AM	19 February 2025	1,000,000	1,000,000	2.65%	2.86%	20 February 2028
Medium-term debentures AN	1 April 2025	300,000	300,000	3.60%	3.64%	2 April 2030
Medium-term debentures AO	16 April 2025	1,000,000	1,000,000	2.60%	2.81%	17 April 2028
Medium-term debentures AP	7 May 2025	1,000,000	1,000,000	2.50%	2.71%	8 May 2027
Medium-term debentures AQ	12 May 2025	500,000	500,000	2.50%	2.71%	14 May 2027
Medium-term debentures AR	28 May 2025	500,000	500,000	3.30%	3.52%	29 May 2030
Medium-term debentures AS	19 June 2025	1,000,000	1,000,000	2.40%	2.81%	20 June 2028
Medium-term debentures AT	7 July 2025	1,000,000	1,000,000	2.24%	2.41%	8 July 2027
Medium-term debentures AU	9 July 2025	500,000	500,000	2.33%	2.54%	11 July 2028
Medium-term debentures AV	30 July 2025	500,000	500,000	2.85%	3.06%	31 July 2030
Medium-term debentures AW	7 August 2025	1,000,000	1,000,000	2.38%	2.59%	8 August 2028
Medium-term debentures AX	19 November 2025	500,000	500,000	2.70%	2.91%	20 November 2030
Medium-term debentures AY	5 February 2026	500,000	–	2.70%	2.90%	6 February 2031
Medium-term debentures AZ	17 March 2026	500,000	–	2.65%	2.85%	18 March 2031
Medium-term debentures BA	21 April 2026	1,000,000	–	2.50%	2.70%	22 April 2031
Corporate bonds S	2 July 2024	500,000	500,000	3.08%	3.41%	3 July 2027
Corporate bonds T	13 August 2025	1,000,000	1,000,000	2.25%	2.46%	14 August 2027

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

26. MEDIUM-TERM DEBENTURES AND BONDS (Continued)

Corporate bonds were issued according to the approvals issued by the China Securities Regulatory Commission and are listed on the Shanghai Stock Exchange and carry interest at coupon rate.

Debentures were issued to various independent third parties according to the approvals issued by NAFMII and all of the notes carry interest at a fixed rate.

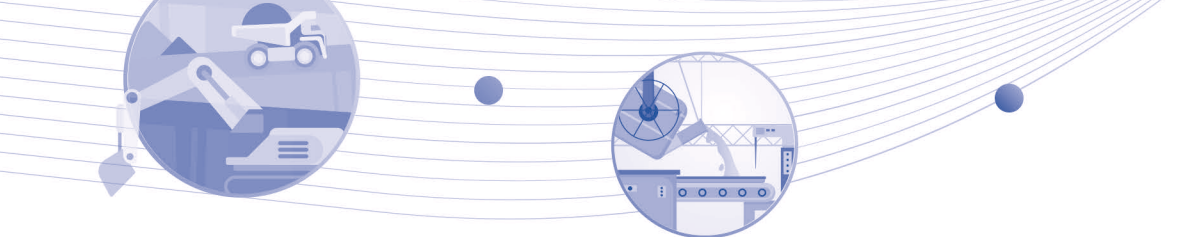
Interest is payable annually. Issue costs are included in the carrying amount of the medium-term debentures and bonds and amortised over the period of the medium-term debentures and bonds using the effective interest method.

27. GUARANTEED NOTES

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Amounts shown under non-current liabilities	4,063,705	4,188,286

On 6 January 2025, the Company issued 7.05% guaranteed notes with the aggregate principal amount of US\$330,000,000 (equivalent to approximately RMB2,398,176,000) (the “**January 2025 Guaranteed Notes**”) which are guaranteed by certain subsidiaries of the Group. The January 2025 Guaranteed Notes will fully redeemed in advance on 11 September 2026.

On 22 May 2025, the Company issued 6.925% guaranteed notes with the aggregate principal amount of US\$270,000,000 (equivalent to approximately RMB1,970,811,000) (the “**May 2025 Guaranteed Notes**”) which are guaranteed by certain subsidiaries of the Group. The May 2025 Guaranteed Notes will mature on 29 November 2028.



Notes to the Interim Condensed Consolidated Financial Information

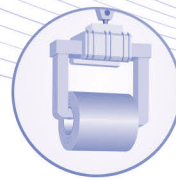
For the six months ended 30 June 2026

28. CONVERTIBLE BONDS

On 25 January 2021, the Company issued a convertible bonds ("**2021 CBs**") bearing interest at 5.25% per annum, which were due on 25 January 2026 with an aggregate principal amount of US\$300,000,000. The 2021 CBs were denominated in US\$ and entitle the holders to convert them into ordinary shares of the Company at an initial conversion price of HK\$8.91 per share (subject to adjustment in accordance with the terms and conditions of the 2021 CBs) with a fixed exchange rate of HK\$7.7530 equal to US\$1.00 at any time on or after 7 March 2021 and thereafter up to the close of business on the tenth day prior to the maturity date or if such bonds shall have been called for redemption by the holders before the maturity date, then up to and including the close of business on a date no later than 10 days prior to the date fixed for redemption thereof. Unless previously redeemed, converted, purchased and cancelled, all convertible bonds outstanding on maturity date shall be repaid by the Company at its principal amount outstanding on maturity date plus accrued interest. The holders have the right to require the Company to redeem all or part of the outstanding 2021 CBs at 100% of the principal amount together with accrued interest to the respective date fixed for redemption, by giving not more than 60 days' and not less than 30 days' notice to the paying agent prior to 25 January 2023. At the issue date, the 2021 CBs were bifurcated into liability and derivative components. The effective interest rate of the liability component of 2021 CBs is 9.872% per annum.

During the six months ended 30 June 2026, 46,408,802 (2025: nil) ordinary shares of the Company were issued as a result of the conversion of 2021 CBs with principal amount of US\$34,000,000.

On 27 March 2025, the Company issued convertible bonds ("**2025 CBs**") bearing interest at 1.50% per annum, which were due on 26 March 2030 with an aggregate principal amount of US\$300,000,000. The 2025 CBs were denominated in US\$ and entitle the holders to convert them into ordinary shares of the Company at an initial conversion price of HK\$20.88 per share (subject to adjustment in accordance with the terms and conditions of the 2025 CBs) with a fixed exchange rate of HK\$7.7719 equal to US\$1.00 at any time on or after 26 March 2028 and thereafter up to the close of business on the tenth day prior to the maturity date or if such bonds shall have been called for redemption by the holders before the maturity date, then up to and including the close of business on a date no later than 10 days prior to the date fixed for redemption thereof. Unless previously redeemed, converted, purchased and cancelled, all convertible bonds outstanding on maturity date shall be repaid by the Company at its principal amount outstanding on maturity date plus accrued interest. The holders have the right to require the Company to redeem all or part of the outstanding 2025 CBs at 100% of the principal amount together with accrued interest to the respective date fixed for redemption, by giving not more than 60 days' and not less than 30 days' notice to the paying agent prior to 9 April 2028. At the issue date, the 2025 CBs were bifurcated into liability and derivative components. The effective interest rate of the liability component of 2025 CBs is 9.380% per annum.



Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

28. CONVERTIBLE BONDS (Continued)

As a result of the Company's declaration of dividend, the conversion price of the 2025 CBs was adjusted to HK\$18.44 (31 December 2025: HK\$19.36) with effect from 3 June 2026. Save for this alteration, all other terms and conditions of the outstanding 2025 CBs remained unchanged.

On 5 May 2026, the Company issued convertible bonds ("**2026 CBs**") at zero interest per annum, which were due on 3 May 2027 with an aggregate principal amount of RMB10,200,000,000. The 2026 CBs were denominated in RMB and entitle the holders to convert them into ordinary shares of the Company at an initial conversion price of HK\$43.90 per share (subject to adjustment in accordance with the terms and conditions of the 2026 CBs) with a fixed exchange rate of RMB0.8714 equal to HK\$1.00 at any time on or after 5 May 2026 and thereafter up to the close of business on the tenth day prior to the maturity date or if such bonds shall have been called for redemption by the holders before the maturity date, then up to and including the close of business on a date no later than 10 days prior to the date fixed for redemption thereof. Unless previously redeemed, converted, purchased and cancelled, all convertible bonds outstanding on maturity date shall be repaid by the Company at its principal amount outstanding on maturity date plus accrued interest. The Company may, at any time on or after 4 June 2026, on giving not less than 30 days' but not more than 60 days' notice to the holders and the trustee, redeem in full the then outstanding 2026 CBs at the USD equivalent of their principal amount, provided that for 20 out of 30 consecutive trading days (where the last of such trading days is no more than 10 days prior to the date on which the notice of redemption is published), the closing price of the shares (translated into RMB at the prevailing exchange rate) was at least 120% of the then effective conversion price (translated into RMB at the fixed exchange rate).

As at 30 June 2026, the principal amount of the (i) 2021 CBs that remained outstanding amounted to nil (31 December 2025: US\$34,000,000) of which a maximum of nil (31 December 2025: 46,408,802) shares may fall to be issued upon their conversion; (ii) 2025 CBs that remained outstanding amounted to US\$300,000,000 (31 December 2025: US\$300,000,000) of which a maximum of 126,440,889 (31 December 2025: 120,432,334) shares may fall to be issued upon their conversion; and (iii) 2026 CBs that remained outstanding amounted to RMB10,200,000,000 (31 December 2025: nil) of which a maximum of 266,635,576 (31 December 2025: nil) shares may fall to be issued upon their conversions, subject to adjustments provided in the terms of the 2021 CBs, 2025 CBs and 2026 CBs. Details of the terms of the 2021 CBs, 2025 CBs and 2026 CBs are set out in announcements of the Company dated 11 June 2021, 25 November 2021, 31 May 2022, 21 November 2022, 31 May 2023, 24 November 2023, 30 May 2024, 22 November 2024, 27 March 2025 and 29 May 2025, 27 April 2026, 28 April 2026, 5 May 2026 and 2 June 2026.

No redemption, purchase or cancellation by the Company has been made in respect of the 2025 CBs and 2026 CBs for the six months 30 June 2026 and 2025.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

28. CONVERTIBLE BONDS (Continued)

The movements of the liability and derivatives components of the 2021 CBs, 2025 CBs and 2026 CBs and the reconciliation of Level 3 fair value measurement during the reporting period are set out below:

	Liability component of 2021 CBs RMB'000	Derivatives component of 2021 CBs RMB'000	Liability component of 2025 CBs RMB'000	Derivatives component of 2025 CBs RMB'000	Total RMB'000
As at 1 January 2025 (Audited)	2,093,235	2,109,265	–	–	4,202,500
At issuance date	–	–	1,544,536	629,801	2,174,337
Transaction costs	–	–	(26,258)	–	(26,258)
Changes in fair values	–	2,366,403	–	195,319	2,561,722
Effective interest expenses	98,425	–	34,737	–	133,162
Interest paid	(57,026)	–	(8,147)	–	(65,173)
Exchange translation	(47,619)	(72,958)	(20,456)	(10,511)	(151,544)
As at 30 June 2025 (Unaudited)	2,087,015	4,402,710	1,524,412	814,609	8,828,746

	Liability component of 2021 CBs RMB'000	Derivatives component of 2021 CBs RMB'000	Liability component of 2025 CBs RMB'000	Derivatives component of 2025 CBs RMB'000	Liability component of 2026 CBs RMB'000	Equity component of 2026 CBs RMB'000	Total RMB'000
As at 1 January 2026 (Audited)	235,993	1,159,497	1,539,848	1,765,440	–	–	4,700,778
At issuance date	–	–	–	–	9,434,860	765,140	10,200,000
Transaction costs	–	–	–	–	(153,436)	–	(153,436)
Conversion into shares of the Company	(235,993)	(1,159,497)	–	–	–	–	(1,395,490)
Changes in fair values	–	–	–	(861,673)	–	–	(861,673)
Effective interest expenses	–	–	69,628	–	153,097	–	222,725
Interest paid	–	–	(15,499)	–	–	–	(15,499)
Exchange translation	–	–	(43,305)	(36,709)	–	–	(80,014)
As at 30 June 2026 (Unaudited)	–	–	1,550,672	867,058	9,434,521	765,140	12,617,391

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

28. CONVERTIBLE BONDS (Continued)

At 30 June 2026 and 31 December 2025, the fair values of the derivatives component of convertible bonds were valued by Asia-Pacific Consulting and Appraisal Limited, an independent qualified professional valuer not connected with the Group. The fair values of the derivatives component of convertible bonds were estimated at the end of reporting period using the binomial option pricing model. The changes in fair value of the derivatives component of convertible bonds were recognised in profit or loss. The inputs into the model were as follows:

	2021 CBs	2025 CBs	
	At	At	At
	31 December	30 June	31 December
	2025	2026	2025
	(Audited)	(Unaudited)	(Audited)
Share price	HK\$32.62	HK\$20.06	HK\$32.62
Conversion price	HK\$5.68	HK\$18.44	HK\$19.36
Expected volatility	39.69%	45.91%	46.20%
Expected life	0.07 years	3.74 years	4.24 years
Risk free rate	3.74%	4.16%	3.66%
Expected dividend yield	6.67%	5.34%	6.67%

29. FINANCIAL ASSET AT AMORTISED COST

	As at	As at
	30 June	31 December
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Audited)
Financial asset at amortised cost		
Collective investment trust B (note i)	2,494,000	2,494,000
Collective investment trust C (note ii)	980,000	980,000
Collective investment trust D (note iii)	1,480,000	1,480,000
	4,954,000	4,954,000

Note i: The collective investment trust B represents asset income trust with 2,494,000,000 units at RMB1 per unit issued by CITIC Trust and will be matured on 13 January 2028. The asset income trust carries fixed interest rate of 5.78% per annum.

Note ii: The collective investment trust C represents asset income trust with 980,000,000 units at RMB1 per unit issued by CITIC Trust and will be matured on 18 December 2030. The asset income trust carries fixed interest rate of 4.33% per annum.

Note iii: The collective investment trust D represents asset income trust with 1,480,000,000 units at RMB1 per unit issued by CITIC Trust and will be matured on 18 December 2030. The asset income trust carries fixed interest rate of 4.33% per annum.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

30. ISSUED CAPITAL

	Number of shares		Share Capital	
	30 June 2026	31 December 2025	30 June 2026 US\$	31 December 2025 US\$
Authorised:				
Ordinary shares of US\$0.01 each	20,000,000,000	20,000,000,000	200,000,000	200,000,000

	30 June 2026	31 December 2025	30 June 2026 US\$	31 December 2025 US\$
Issued and fully paid:				
Ordinary shares of US\$0.01 each	9,819,397,841	9,932,297,039	98,193,978	99,322,970

	Number of shares	Share Capital RMB'000
Issued and fully paid:		
At 1 January 2025	9,475,538,425	618,881
Issue of shares upon conversion of 2021 CBs	363,080,614	25,919
Issue of shares upon share placing	400,000,000	28,304
Shares repurchased and cancelled	(306,322,000)	(21,945)
At 1 January 2026 and 31 December 2025	9,932,297,039	651,159
Issue of shares upon conversion of 2021 CBs (note i)	46,408,802	3,258
Shares repurchased and cancelled (note ii)	(159,308,000)	(10,913)
At 30 June 2026	9,819,397,841	643,504

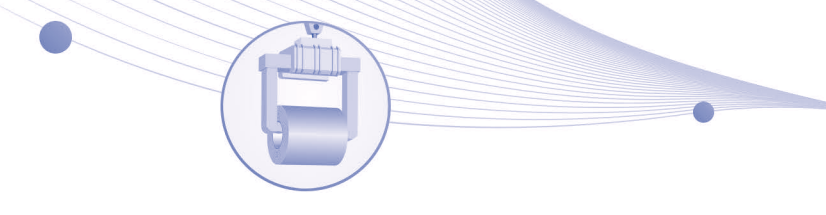
Notes:

- (i) During the six months ended 30 June 2026, 2021 CBs with principal amounts of US\$34,000,000 was converted into 46,408,802 ordinary shares of the Company at par at the conversion price of HK\$5.68 per ordinary share.
- (ii) During the six months ended 30 June 2026, the Company repurchased and cancelled a total of 159,308,000 its ordinary shares on the Stock Exchange at price ranging from HK\$30.12 to HK\$35.00 or at an aggregate consideration of approximately RMB4,629,006,000. The cancellation resulted in a decrease of share capital of RMB10,913,000 and a decrease of shares premium of RMB4,618,093,000 of the Company.

The Company does not have any share option scheme.

All shares issued rank pari passu in all respects with all shares then in issue.

None of the Company's subsidiaries purchased, sold or redeemed any of the Company's listed securities during the period.



Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

31. RESERVES

(a) Capital reserve

Capital reserve represents (i) the effect of the group reorganisation completed in March 2010; (ii) deemed capital contribution from its equity holders; (iii) amount of consideration paid by Shandong Hongqiao in excess of the net book value of Chongqing Weiqiao Financial Factoring Co., Ltd. (“**Chongqing Weiqiao**”) * 重慶魏橋金融保理有限公司 acquired from Shandong Weiqiao Chuangye Group Company Limited (“**Weiqiao Chuangye**”) * 山東魏橋創業集團有限公司 in 2018; (iv) difference between the carrying amount of non-controlling interests acquired and the consideration paid for acquisition of addition interest in subsidiaries; (v) share of capital reserve of an associate and subsidiaries from Shandong Suotong Innovation Carbon New Material Co., Ltd. (“**Innovation Carbon New Material**”) * 山東索通創新炭材料有限公司; and (vi) the difference between the fair value of capital contribution received from the non-controlling interests and the proportionate of the carrying amount of the net assets of the respective subsidiary attributable to owners of the Company being deemed disposed of.

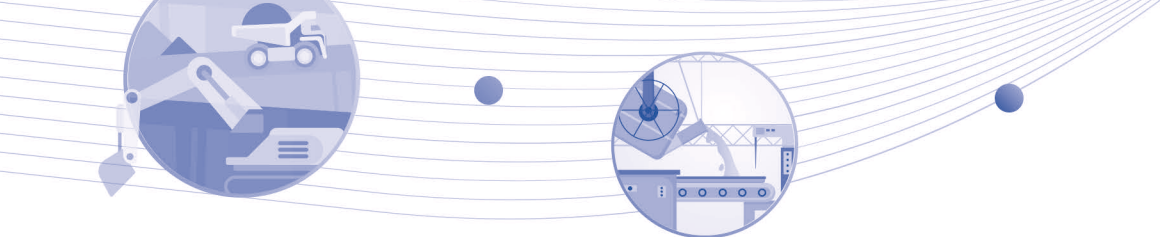
(b) Statutory surplus reserve

In accordance with the Articles of Association of all subsidiaries established in the People’s Republic of China (“**PRC**”), those subsidiaries are required to transfer 5% to 10% of the profit after taxation reported under the relevant accounting policies and financial regulations in the PRC to the statutory surplus reserve until the reserve reaches 50% of the registered capital. Transfer to this reserve must be made before distributing dividends to equity owners. The statutory surplus reserve can be used to make up previous year’s losses, expand the existing operations or convert into additional capital of the subsidiaries.

(c) Translation reserve

Translation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign operations.

* The English names of the above companies are for reference only.



Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

31. RESERVES (Continued)

(d) Investment revaluation reserve

Investments revaluation reserve represents the cumulative gains and losses arising on the revaluation of investments in equity instruments as at FVTOCI.

(e) Convertible bonds reserve

The convertible bonds reserve represents the equity component (conversion right) of the 2026 CBs issued.

32. FAIR VALUE DISCLOSURES

Some of the Group's financial assets and financial liabilities are measured at fair value at the end of the reporting period.

For financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- | | |
|-----------|---|
| Level 1 – | Quoted (unadjusted) market prices in active markets for identical assets or liabilities. |
| Level 2 – | Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable. |
| Level 3 – | Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable. |

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

32. FAIR VALUE DISCLOSURES (Continued)

The following table provides the fair value measurement hierarchy of the Group's financial assets and financial liabilities as at 30 June 2026 and 31 December 2025. The valuation techniques and inputs used in the fair value measurements of each financial instruments on a recurring basis are set out below:

Financial instruments	Fair value hierarchy	Fair value as at		Valuation technique and key inputs
		30/6/2026 RMB'000 (Unaudited)	31/12/2025 RMB'000 (Audited)	
Financial asset at FVTOCI – listed equity instrument	Level 1	975,725	1,439,320	Quoted bid prices in an active market
Financial asset at FVTOCI – unlisted equity instrument	Level 3	86,010	79,740	Market approach – Based on price-to-book (“P/B”) multiples of listed entities in similar industry with consideration of marketability discount (Key unobservable inputs: the higher P/B ratio, the higher the fair value)
Financial asset at FVTPL – limited partnerships	Level 3	12,399,528	11,073,456	Market approach – Based on P/B or price-to-sales (“P/S”) multiples of listed entities in similar industry with consideration of marketability discount (Key unobservable inputs: the higher P/B or P/S ratio, the higher the fair value) Income approach – by reference to the present value of the expected future economic benefits to be derived from the ownership of this investee, based on an appropriate discount rate (Key unobservable inputs: the higher the discount rate, the lower the fair value)
Financial asset at FVTPL – investment funds	Level 2	5,394,270	4,872,594	Quoted prices of underlying investment portfolio
Derivative component of convertible bonds	Level 3	867,058	2,924,937	Binomial option pricing model, the key input are underlying share price, exercise price, risk free rate, volatility and dividend yield (Key unobservable inputs: higher the volatility, the higher the fair value)

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

32. FAIR VALUE DISCLOSURES (Continued)

There were no transfer between levels of fair value hierarchy in the current and prior periods.

Reconciliation of Level 3 fair value measurements of financial assets or liabilities on recurring basis:

	Limited partnerships RMB'000	Derivative component of convertible bonds RMB'000	Unlisted equity securities RMB'000
At 1 January 2026	11,073,456	(2,924,937)	79,740
Acquisition	1,235,938	–	–
Conversion in the shares of the Company	–	1,159,497	–
Total losses			
– in profit or loss	90,134	861,673	6,270
Exchange difference	–	36,709	–
At 30 June 2026	12,399,528	(867,058)	86,010

Fair value measurements and valuation process

In estimating the fair value of an asset or a liability, the Group uses market-observable data to the extent it is available. Where Level 1 inputs are not available, the Group engages third party qualified valuer to perform the valuation. The chief financial officer works closely with the qualified external valuers to establish the appropriate valuation techniques and inputs to the model. The chief financial officer reports findings to the board of directors of the Company semi-annually to explain the cause of fluctuations in the fair values of the assets and liabilities.

The management of the Group considers that the carrying amounts of financial assets and financial liabilities measured at amortised cost in the interim condensed consolidated financial information approximate their fair value.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

33. PLEDGE OF ASSETS

At the end of each reporting period, certain of the Group's assets were pledged to secure banking facilities granted to the Group. The aggregate carrying amount of the assets of the Group pledged at the end of each reporting period is as follows:

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Restricted bank deposits (note 21)	2,746,176	3,325,853
Property, plant and equipment (note 11)	15,221,788	4,685,641
Right-of-use assets (note 12)	2,146,138	2,070,909

34. COMMITMENTS

At the end of the reporting period, the Group had the following capital and other commitments:

	As at 30 June 2026 RMB'000 (Unaudited)	As at 31 December 2025 RMB'000 (Audited)
Capital expenditure in respect of acquisition of property, plant and equipment contracted for but not provided in the condensed consolidated financial statements	4,794,810	5,832,706
Commitments arising from unlisted equity investments in partnerships	1,408,283	1,408,283

In addition, the Group agreed to provide performance guarantee for Baowu Simandou Mining (Shanghai) Company Limited ("Baowu Simandou (Shanghai)"), an independent third party, for the funding obligation under the Simandou project entered into between Winning Consortium Simandou Pte. Ltd. ("WCS") and Winning Consortium Simandou Infrastructure Pte. Ltd. ("WCSI"), associates of the Group and being the beneficiary, and Baowu Simandou (Shanghai). Pursuant to the agreements, the Group shall undertake to fund the project in an amount not exceeding US\$1,780,000,000, equivalent to approximately RMB12,607,206,000 (which indirectly includes the obligations of the Group for its relevant funding contribution under the Winning Consortium Holdings Pte. Ltd.'s shareholders agreement).

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

35. CHANGE IN OWNERSHIP INTEREST IN SUBSIDIARIES

In 2025, the Group acquired an additional 1.44% issued shares of Shandong Hongqiao, increasing its ownership interest to 100%. Cash consideration of approximately RMB1,014,213,000 was paid to the non-controlling shareholders. The difference between the carrying amount of 1.44% interest acquired of Shandong Hongqiao and consideration paid was recognised in capital reserve within equity.

In 2025, the Group acquired an additional 25% issued shares of Yunnan Hongtai New Material Co., Ltd. (“**Yunnan Hongtai**”) * 雲南宏泰新型材料有限公司, increasing its ownership interest to 100%. Cash consideration of approximately RMB3,023,667,000 was paid to the non-controlling shareholders. The difference between the carrying amount of 25% interest acquired of Shandong Hongqiao and consideration paid was recognised in capital reserve within equity.

36. RELATED PARTY TRANSACTIONS

Save as disclosed in elsewhere of the notes to the interim condensed consolidated financial information, the Group has the following related parties transactions.

(a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group:

Name of party	Relationship
Weiqiao Chuangye	note ii
Binzhou Weiqiao Technology Industrial Park Company Limited (“ Binzhou Industrial Park ”) 濱州魏橋科技工業園有限公司 (note i)	note iii
Shandong Minghong Textile Technology Company Limited (“ Minghong Textile ”) 山東銘宏紡織科技有限公司 (note i)	note iii
Binzhou City Construction Investment Development Co., Ltd. (“ Binzhou Investment ”) 濱州市公建投資開發有限公司 (note i)	note iii
Binzhou City Beihai Weiqiao Solid Waste Disposal Co., Ltd. (“ Beihai Solid Waste ”) 濱州市北海魏橋固廢處置有限公司 (note i)	note iii
Shandong Ruixin Tendering Co., Ltd. (“ Shandong Ruixin ”) 山東瑞信招標有限公司 (note i)	note iii
Zhanhua Weiqiao Port Logistics Co., Ltd. (“ Zhanhua Weiqiao Port Logistics ”) 沾化魏橋港口物流有限公司 (note i)	note iii
Weiqiao Textile Company Limited (“ Weiqiao Textile ”) 魏橋紡織股份有限公司	note iii
Shandong Xiangshang Clothing Culture Co., Ltd. (“ Shandong Xiangshang ”) 山東向尚服飾文化有限公司 (note i)	note iii

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

- (a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group: (Continued)

Name of party	Relationship
Shandong Weiqiao Jiajia Home Textile Co., Ltd. ("Weiqiao Jiajia") 山東魏橋嘉嘉家紡有限公司 (note i)	note iii
Shandong Anhao Medical Protective Products Technology Co., Ltd. ("Shandong Anhao Medical") 山東安好醫療防護用品科技有限公司 (note i)	note iii
Weihai Weiqiao Energy Co., Ltd. ("Weihai Weiqiao Energy") 威海魏橋能源有限公司 (note i)	note iii
Shandong Weiqiao New Energy Co., Ltd. ("Weiqiao New Energy") 山東魏橋新能源有限公司 (note i)	note iii
Shandong Zhisheng Textile Co., Ltd. ("Zhisheng Textile") 山東智盛紡織有限公司 (note i)	note iii
Zouping Junlan Property Co., Ltd. ("Junlan Property") 鄒平君瀾物業有限公司 (note i)	note iii
Shandong Hongru Textile Technology Co., Ltd. ("Hongru Textile") 山東宏儒紡織科技有限公司 (note i)	note iii
Shandong Green Intelligence Resources Comprehensive Utilisation Co., Ltd. ("Green Intelligence") 山東綠智資源綜合利用有限公司 (note i)	note iii
Shandong Hongjie Textile Technology Co., Ltd. ("Hongjie Textile") 山東宏傑紡織科技有限公司 (note i)	note iii
Shandong Lvxiang Resources Comprehensive Utilisation Co., Ltd. ("Shandong Lvxiang") 山東綠祥資源綜合利用有限公司 (note i)	note iii
Binzhou Hongtong Resources Comprehensive Utilisation Co., Ltd. ("Binzhou Hongtong Resources") 濱州市宏通資源綜合利用有限公司 (note i)	note iii
Yunnan Hongkang Solid Waste Disposal and Utilisation Co., Ltd. ("Yunnan Hongkang") 雲南宏康固廢處置利用有限公司 (note i)	note iii
Shandong Weiqiao Renewable Resources Co., Ltd. ("Shandong Renewable Resources") 山東魏橋再生資源有限公司 (note i)	note iii
Shandong Weiqiao Hengfu Knitting and Dyeing Co., Ltd. ("Weiqiao Hengfu Knitting") 山東魏橋恒富針織印染有限公司 (note i)	note iii
Shandong Lvming Renewable Resources Recycling Co., Ltd. ("Shandong Lvming Renewable") 山東綠銘再生資源回收利用有限公司 (note i)	note iii
Weihai Weiqiao Science and Technology Industrial Park Co., Ltd. ("Weihai Weiqiao Science and Technology") 威海魏橋科技工業園有限公司 (note i)	note iii

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

- (a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group: (Continued)

Name of party	Relationship
Shandong Weiqiao Tekuanfu Co., Ltd. (“ Tekuanfu ”) 山東魏橋特寬幅印染有限公司 (note i)	note iii
Zouping County Huineng Thermal Power Co., Ltd. (“ Zouping Huineng ”) 鄒平縣匯能熱電有限公司 (note i)	note iii
Binzhou Weiqiao Junlan Hotel Co., Ltd. (“ Binzhou Junlan ”) 濱州魏橋君瀾酒店有限公司 (note i)	note iii
Wudi Venture Port Co., Ltd. (“ Wudi Venture Port ”) 無棣創業港口有限公司 (note i)	note iii
Xinjiang Zhirui Textile Co., Ltd. (“ Xinjiang Zhirui Textile ”) 新疆智瑞紡織有限公司 (note i)	note iii
Xinjiang Zhifeng Textile Co., Ltd. (“ Xinjiang Zhifeng Textile ”) 新疆智豐紡織有限公司 (note i)	note iii
Weiqiao Yanshan New Energy Co., Ltd. (“ Weiqiao Yanshan ”) 魏橋硯山新能源有限公司 (note i)	note iii
PT. Harita Jayaraya (“ Harita Jayaraya ”)	note iv
Hangqiao New Material Technology (Binzhou) Co., Ltd. (“ Hangqiao New Material ”) 航橋新材料科技(濱州)有限公司 (note i)	note v
Innovation Carbon New Material (note i)	note v
GTS Global Trading Pte. Ltd. (“ GTS ”)	note v
Shandong Binhong Photovoltaic New Energy Co., Ltd. (“ Shandong Binhong ”) 山東濱宏光伏新能源有限公司 (note i)	note v
Winning Consortium Simandou Railway SA. (“ WCSR ”)	note v
Shandong Huaye Materials Technology Co., Ltd. (“ Huaye Materials ”, formerly known as Shandong Weiqiao Haiyi Environmental Technology Co., Ltd.) 山東華葉材料科技有限公司 (note i)	note v
Shandong Phoenix New Material Technology Co., Ltd. (“ Shandong Phoenix New Material ”) 山東鳳凰新材料科技有限公司 (note i)	note v
Africa Bauxite Mining Company Ltd. (“ ABM ”)	note v
Weihai Xingheng New Material Technology Co., Ltd. (“ Weihai Xingheng ”) 威海興恒新材料科技有限公司 (note i)	note v
Societe Miniere de Boke S.A (“ SMB ”)	note v
Shandong Xiangze Energy Co., Ltd. (“ Shandong Xiangze ”) 山東祥澤能源有限公司 (note i)	note v

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

- (a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group: (Continued)

Name of party	Relationship
Zouping County Jinding Trading Co., Ltd. (" Zouping Jinding Trading ") 鄒平縣金鼎貿易有限公司 (note i)	An associate of Weiqiao Chuangye
Zhanhua Jinsha Water Supply Co., Ltd. (" Jinsha Water Supply ") 沾化金沙供水有限公司 (note i)	An associate of Weiqiao Chuangye
Business Aviation Asia (Cayman) Limited (" Business Aviation ")	An associate of Weiqiao Chuangye
Binzhou Xingye Water Supply Co., Ltd. (" Xingye Water ") 濱州興業供水有限公司 (note i)	An associate of Weiqiao Chuangye
Aihuahai (Weihai) Graphic Imaging Co., Ltd. (" Aihuahai (Weihai) ") 愛華海(威海)圖文影像有限公司 (note i)	An associate of Weiqiao Chuangye
PT. Cita Mineral Investindo, Tbk.	A subsidiary of Harita Jayaraya
PT. Antar Sarana Rekasa	A subsidiary of Harita Jayaraya
Zouping Binneng Energy Technology Co., Ltd. (" Binneng Energy ") 鄒平濱能能源科技有限公司 (note i)	note v

Notes:

- i. The English translation is for reference only.
- ii. Mr. Zhang Bo, the director of the Company, has a significant non-controlling beneficial interest in Weiqiao Chuangye, and is also the director of Weiqiao Chuangye.
- iii. Entities controlled by Weiqiao Chuangye.
- iv. Harita Jayaraya has a significant non-controlling beneficial interest in PT Well Harvest Winning Alumina Refinery, a subsidiary of the Group.
- v. Associate of a subsidiary of the Company.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

- (a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group: (Continued)

During the reporting period, the Group entered into the following transactions with related parties:

	Notes	Six months ended 30 June	
		2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Sales of steam			
– Binzhou Industrial Park	(b)	6,517	6,148
– Minghong Textile	(b)	1,449	1,753
– Binzhou Investment	(b)	13,359	14,716
– Zhanhua Weiqiao Port Logistics	(b)	654	616
– Zhisheng Textile	(b)	39	52
– Binzhou Hongtong Resources	(b)	311	226
Sales of water			
– Zhanhua Weiqiao Port Logistics	(b)	67	70
Sales of electricity			
– Shandong Binhong	(d)	76	74
– Huaye Materials	(d)	–	6
– Shandong Lvxiang	(b)	12,271	7,078
– Green Intelligence	(b)	5,976	1,866
– Binzhou Hongtong Resources	(b)	1,154	667
– Binzhou Investment	(b)	102	–

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

- (a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group: (Continued)

During the reporting period, the Group entered into the following transactions with related parties: (Continued)

	Notes	Six months ended 30 June	
		2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Sales of aluminum products			
– Aihuahai (Weihai)	(d)	130,933	92,375
– Binneng Energy	(d)	106	–
– Weihai Xingheng	(d)	–	8,029
– Hangqiao New Material	(d)	28,349	61,449
– Xinjiang Zhirui Textile	(b)	30	–
– Xinjiang Zhifeng Textile	(b)	17	–
– Shandong Xiangze	(d)	173	–
– Shandong Phoenix New Material	(d)	1,990	–
– Yunnan Hongkang	(b)	769	–
– Zouping Huineng	(b)	66	–
– Hongjie Textile	(b)	–	9
– Hongru Textile	(b)	–	24
Sales of coal and red mud			
– Binneng Energy	(d)	2,848	89,096
– Shandong Renewable Resources	(b)	672	–
– Shandong Lvxiang	(b)	2,507	–
– Green Intelligence	(b)	1,471	–
Sales of iron powder			
– Shandong Lvxiang	(b)	–	9,970

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

- (a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group: (Continued)

During the reporting period, the Group entered into the following transactions with related parties: (Continued)

	Notes	Six months ended 30 June	
		2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Sales of accessories			
– Yunnan Hongkang	(b)	–	1
– Zouping Huineng	(b)	67	–
– Shandong Lvxiang	(b)	15	–
– Weiqiao Chuangye	(b)	37	–
– Binneng Energy	(d)	48	–
– Green Intelligence	(b)	236	–
– Shandong Renewable Resources	(b)	221	–
Service income			
– Shandong Phoenix New Material	(d)	11,762	6,894
– Binzhou Hongtong Resources	(b)	–	5
– Weiqiao Chuangye	(b)	454	–
Purchases of water			
– Jinsha Water Supply	(b)	(15,822)	(19,061)
– Weiqiao Chuangye	(b)	(17,114)	(17,196)
– Xingye Water	(b)	(8,311)	(3,295)
Industrial waste expenses			
– Beihai Solid Waste	(b)	(35,187)	(40,417)
– Binzhou Hongtong Resources	(b)	(11,037)	(4,870)
Purchases of bauxite			
– GTS	(d)	(12,446,418)	(13,128,427)
– PT. Cita Mineral Investindo, Tbk	(b)	(583,395)	(528,278)

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

- (a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group: (Continued)

During the reporting period, the Group entered into the following transactions with related parties: (Continued)

	Notes	Six months ended 30 June	
		2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Purchases of steam			
– Binneng Energy	(d)	–	(123,534)
– Weihai Weiqiao Energy	(b)	(4,083)	(1,919)
Purchases of raw materials			
– Binzhou Hongtong Resources	(b)	(822)	–
Purchase of electricity			
– Binneng Energy	(d)	(5,928,513)	(6,812,445)
– Junlan Property	(b)	(1)	–
– Shandong Binhong	(d)	(11,082)	(11,143)
Legal and professional fee			
– Shandong Ruixin	(b)	(4,097)	(4,314)
– Business Aviation	(d)	–	(23,530)
Management fee			
– Junlan property	(b)	(4)	(4)
– Weiqiao Chuangye	(b)	(59)	(53)
Purchase of anode carbon block			
– Innovation Carbon New Material	(d)	(1,005,798)	(718,294)
Purchase of electrolytic aluminum powder			
– Binzhou Hongtong Resources	(b)	(10,684)	(3,720)
Purchase of aluminum products			
– Weihai Xingheng	(d)	(274)	–

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

- (a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group: (Continued)

During the reporting period, the Group entered into the following transactions with related parties: (Continued)

	Notes	Six months ended 30 June	
		2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Purchase of accessories			
– Shandong Xiangshang	(b)	(7,461)	(1,198)
– Weiqiao Jiajia	(b)	(613)	(14,662)
– Binneng Energy	(d)	(175)	–
– Shandong Anhao Medical	(b)	(755)	(25)
– Binzhou Hongtong Resources	(b)	(701)	(486)
– Weiqiao Chuangye	(b)	–	(12)
– Binzhou Industrial Park	(b)	(39)	(7)
– Zouping Jinding Trading	(b)	(416)	–
– Weiqiao Textile	(b)	(34)	–
– Zouping Huineng	(b)	(222)	–
– Weiqiao Hengfu Knitting	(b)	(18)	–
Lease Payment			
– Weiqiao Chuangye	(a), (c)	(1,915)	(38,982)
– Wudi Venture Port	(a)	(45)	–
Service Expenses			
– Weiqiao New Energy	(b)	(12,597)	–
– Shandong Lvming Renewable	(b)	(886)	–
Other expenses			
– GTS	(d)	(386)	–
– Weiqiao Yanshan	(b)	(33)	–
– Wudi Venture Port	(b)	(90)	–
– Binzhou Junlan	(b)	(20)	–

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

- (a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group: (Continued)

During the reporting period, the Group entered into the following transactions with related parties: (Continued)

	Notes	Six months ended 30 June	
		2026	2025
		RMB'000	RMB'000
		(Unaudited)	(Unaudited)
Interest income from associates			
– Binneng Energy	(d)	56,918	56,918
– ABM	(d)	77,549	99,528
– WCSR	(d)	185,495	170,116

Notes:

- (a) The related party transactions constitute connected transactions or continuing connected transactions under Chapter 14A of the Listing Rules, however, they are exempt from the disclosure requirements in Chapter 14A of the Listing Rules in accordance with the provisions such as Rule 14.76 of the Listing Rules.
- (b) The related party transactions constitute connected transactions or continuing connected transactions under Chapter 14A of the Listing Rules and have complied with the disclosure requirements of Chapter 14A of the Listing Rules.
- (c) The Group entered into a twenty-five-year lease in respect of certain properties from Weiqiao Chuangye in 2018. The amount of lease payment made by the Group under the lease is approximately RMB237,000 per month. As at 30 June 2026, the carrying amount of such lease liabilities is approximately RMB26,688,000 (31 December 2025: RMB27,206,000).

The Group entered into a nineteen-year lease in respect of land from Weiqiao Chuangye in 2024. The amount of lease payment made by the Group under the lease is approximately RMB23,373,000 per year and prepaid each year. As at 30 June 2026, the carrying amount of such lease liabilities is approximately RMB225,928,000 (31 December 2025: RMB219,549,000).

- (d) The related party transactions do not constitute connected transactions or continuing connected transactions under Chapter 14A of the Listing Rules.

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

- (a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group: (Continued)

The following balances were outstanding at the end of the reporting period:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Loans to associates		
ABM	1,962,425	2,677,467
Binneng Energy	2,000,000	2,000,000
WCSR	7,330,257	7,343,241
Trade payables		
GTS	(1,959,323)	(1,895,377)
Weiqiao Chuangye	(27,610)	(8,943)
PT. Cita Mineral Investindo, Tbk.	(971)	(88,981)
Binneng Energy	(87,431)	(81,959)
Shandong Binhong	(5,079)	(2,057)
Weiqiao Jiajia	(265)	(1,403)
Shandong Anhao Medical	(247)	(188)
Shandong Xiangshang	(4,944)	(6,169)
Zouping Jinding Trading	(2,491)	(2,545)
Weiqiao New Energy	(5,814)	(4,405)
Binzhou Hongtong Resources	(4,499)	(3,369)
Beihai Solid Waste	(298,877)	(258,746)
Jinsha Water Supply	–	(4,191)
Innovation Carbon New Material	(166,406)	(173,379)
Zouping Huineng	(37)	(16)
Weiqiao Textile	(6)	(7)
Shandong Renewable Resources	–	(149)
Shandong Lvming Renewable	(31,320)	(37,074)
Shandong Ruixin	(3)	(22)
Weiqiao Hengfu Knitting	(1)	(14)
Yunnan Hongkang	(369)	(369)
Xingye Water	–	(2,042)
Business Aviation	(6,761)	(6,761)
Binzhou Investment	(133)	–
Wudi Venture Port	(27)	–
Binzhou Industrial Park	(6)	–

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

- (a) During the six months ended 30 June 2026, the directors of the Company are of the view that the following are related parties of the Group: (Continued)

The following balances were outstanding at the end of the reporting period:

	30 June 2026 RMB'000 (Unaudited)	31 December 2025 RMB'000 (Audited)
Trade receivables		
Binzhou Investment	262	5,452
Binneng Energy	1,699,974	1,330,153
Minghong Textile	319	66
Zouping Huineng	61	1,153
Aihuahai (Weihai)	29,938	29,321
Hangqiao New Material	35,038	19,004
Zouping Jinding Trading	74	99
Binzhou Hongtong Resources	339	298
Shandong Phoenix New Material	371,931	169,738
Shandong Lvxiang	5,853	276
Green Intelligence	1,616	1,001
Weiqiao Chuangye	206	85
Shandong Renewable Resources	379	131
Weihai Weiqiao Science and Technology	–	10
Yunnan Hongkang	760	2
Xinjiang Zhirui Textile	34	–
Xinjiang Zhifeng Textile	19	–
Shandong Binhong	144	–
Other payables		
Innovation Carbon New Material	(1,500)	(1,500)
Beihai Solid Waste	(783)	(783)
SMB	(24)	(24)
Zouping Jinding Trading	(87)	(90)
Shandong Binhong	(83)	(317)
Shandong Phoenix New Material	(3,510)	(3,518)
GTS	–	(10,380)
Shandong Ruixin	(23)	(15)
Weiqiao Chuangye	(650)	–
Binneng Energy	(45)	–
Zouping Huineng	(15)	–
Tekuanfu	(83)	–

Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2026

36. RELATED PARTY TRANSACTIONS (Continued)

(b) Compensation of key management personnel

Key management personnel include directors and senior staff management of the Company.

	Six months ended 30 June	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Short term employee benefit	9,575	6,688
Retirement benefits scheme contributions	281	101
	9,856	6,789

(c) Guarantees and security

At the end of the reporting period, details of amounts of bank borrowings of the Group guaranteed by related parties were as follows:

	As at 30 June 2026	As at 31 December 2025
	RMB'000	RMB'000
	(Unaudited)	(Audited)
Weiqiao Chuangye	959,900	1,979,900

37. MAJOR NON-CASH TRANSACTIONS

During the six months ended 30 June 2026, the Group entered into new arrangement in respect of office premises and land use rights. Right-of-use assets and lease liabilities of approximately RMB208,781,000 (six months ended 30 June 2025: RMB56,735,000) were recognised at the commencement of the lease.

38. EVENT AFTER THE REPORTING PERIOD

As set out in the announcement of the Company dated 31 July 2026, Shandong Hongqiao Aluminum Industry Holding Co., Ltd, ("**Shandong Hongqiao Holdings**"), a non-wholly owned subsidiary of the Company, resolved to approve the issuance by way of private placement of shares representing not more than 10% of the total number of shares of Shandong Hongqiao Holdings prior to the issuance to not more than 35 target subscribers.