



CHINA MERCHANTS CHINA DIRECT INVESTMENTS LIMITED

招商局中國基金有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 133)



Interim Report

For the six months ended 30 June 2025

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. ZHOU Xing* (*Chairman*)
 Ms. YAO Wang*
(appointed on 20 June 2025)
 Mr. WANG Xiaoding#
 Ms. KAN Ka Yee, Elizabeth#
 Mr. KE Shifeng*
 Mr. TSE Yue Kit*
 Mr. TSANG Wah Kwong**
 Dr. LI Fang**
 Dr. GONG Shaolin**
 Mr. Michael Charles VITERI**
 Mr. ZHU Qi **
 Mr. ZHANG Rizhong*
(resigned on 20 June 2025)

Executive Directors

* *Non-executive Directors*

** *Independent Non-executive Directors*

INVESTMENT COMMITTEE

Mr. ZHOU Xing
 Ms. YAO Wang (*appointed on 20 June 2025*)
 Mr. WANG Xiaoding
 Ms. KAN Ka Yee, Elizabeth
 Mr. ZHANG Rizhong (*resigned on 20 June 2025*)

AUDIT COMMITTEE

Mr. TSANG Wah Kwong
 Dr. LI Fang
 Mr. ZHU Qi

NOMINATION COMMITTEE

Mr. ZHOU Xing
 Mr. TSANG Wah Kwong
 Dr. LI Fang

COMPANY SECRETARY

Mr. LEUNG Chong Shun

INVESTMENT MANAGER

China Merchants China Investment Management Limited

1604-09, Three Pacific Place,
 1 Queen's Road East,
 Hong Kong

AUDITOR

KPMG

Registered Public Interest Entity Auditor
 8th Floor, Prince's Building,
 10 Chater Road,
 Central,
 Hong Kong

LEGAL ADVISERS

Herbert Smith Freehills
 Victor Chu & Co
 Woo Kwan Lee & Lo

PRINCIPAL BANKERS

Industrial and Commercial Bank of China
 (Asia) Limited
 China Merchants Bank Co., Ltd.

SHARE REGISTRAR

Computershare Hong Kong Investor Services Limited

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

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS

1609, Three Pacific Place,
 1 Queen's Road East,
 Hong Kong

Stock Code: 00133.HK
 Website: www.cmcdi.com.hk

RESULTS

The Board of Directors of China Merchants China Direct Investments Limited (the “Company”) announces the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 30 June 2025 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		Six months ended 30 June	
		2025	2024
		(unaudited)	(unaudited)
	NOTES	US\$	US\$
Net gain on financial assets at fair value through profit or loss	4	188,753,524	75,152,945
Investment income	5	1,693,182	1,931,659
Other net gains		1,486,274	719,136
Administrative expenses		(1,094,013)	(5,493,400)
Profit before taxation	7	190,838,967	72,310,340
Taxation	8	(50,386,281)	(12,806,848)
Profit for the period		140,452,686	59,503,492
Other comprehensive income for the period			
Item that will not be reclassified subsequently to profit or loss			
Exchange difference arising on translation to presentation currency		1,979,615	(2,893,183)
Total comprehensive income for the period		142,432,301	56,610,309
Profit for the period attributable to owners of the Company		140,452,686	59,503,492
Total comprehensive income for the period attributable to owners of the Company		142,432,301	56,610,309
Basic earnings per share	9	0.922	0.391

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		30 June 2025 (unaudited) US\$	31 December 2024 (audited) US\$
	NOTES		
Non-current asset			
Financial assets at fair value through profit or loss	3	955,982,410	770,688,567
Current assets			
Financial assets at fair value through profit or loss	3	9,000,618	4,964,102
Other receivables and prepayments	10	1,078,767	194,801
Cash and cash equivalents		26,609,215	30,946,711
		36,688,600	36,105,614
Current liabilities			
Other payables	11	25,566,680	26,541,098
Dividend payable	12	6,093,321	—
Taxation payable		433,104	7,272,419
		32,093,105	33,813,517
Net current assets		4,595,495	2,292,097
Total assets less current liabilities		960,577,905	772,980,664
Non-current liabilities			
Financial liabilities designated at fair value through profit or loss	16	1,828,740	1,153,126
Deferred taxation	13	175,032,280	124,449,633
		176,861,020	125,602,759
Net assets		783,716,885	647,377,905
Capital and reserves			
Share capital	14	139,348,785	139,348,785
Reserves		50,778,598	48,798,983
Retained profits		593,589,502	459,230,137
Equity attributable to owners of the Company		783,716,885	647,377,905
Net asset value per share	15	5.145	4.250

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital US\$	Translation reserve US\$	General reserve US\$	Retained profits US\$	Equity attributable to owners of the Company US\$
Balance at 1 January 2025 (audited)	<u>139,348,785</u>	<u>33,875,578</u>	<u>14,923,405</u>	<u>459,230,137</u>	<u>647,377,905</u>
Profit for the period	—	—	—	140,452,686	140,452,686
Exchange difference arising on translation to presentation currency	<u>—</u>	<u>1,979,615</u>	<u>—</u>	<u>—</u>	<u>1,979,615</u>
Total comprehensive income for the period	—	1,979,615	—	140,452,686	142,432,301
2024 final dividend declared	<u>—</u>	<u>—</u>	<u>—</u>	<u>(6,093,321)</u>	<u>(6,093,321)</u>
Balance at 30 June 2025 (unaudited)	<u>139,348,785</u>	<u>35,855,193</u>	<u>14,923,405</u>	<u>593,589,502</u>	<u>783,716,885</u>
Balance at 1 January 2024 (audited)	<u>139,348,785</u>	<u>46,508,813</u>	<u>13,677,686</u>	<u>358,404,504</u>	<u>557,939,788</u>
Profit for the period	—	—	—	59,503,492	59,503,492
Exchange difference arising on translation to presentation currency	<u>—</u>	<u>(2,893,183)</u>	<u>—</u>	<u>—</u>	<u>(2,893,183)</u>
Total comprehensive income for the period	—	(2,893,183)	—	59,503,492	56,610,309
2023 final and special dividends declared	<u>—</u>	<u>—</u>	<u>—</u>	<u>(12,186,641)</u>	<u>(12,186,641)</u>
Balance at 30 June 2024 (unaudited)	<u>139,348,785</u>	<u>43,615,630</u>	<u>13,677,686</u>	<u>405,721,355</u>	<u>602,363,456</u>

The general reserve represents the general reserve fund, which is 10% of its net profit set aside by each of the subsidiaries incorporated in The People's Republic of China ("PRC") until the balance reaches 50% of its registered capital, in accordance with relevant laws and regulations of the PRC and is not available for distribution.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Six months ended 30 June	
	2025	2024
	(unaudited)	(unaudited)
	US\$	US\$
OPERATING ACTIVITIES		
Profit before taxation	190,838,967	72,310,340
Adjustments for:		
Interest income	(266,516)	(304,361)
Dividend income from equity investments	(1,426,666)	(1,627,298)
Net gain on financial assets at fair value through profit or loss	(188,753,524)	(75,152,945)
Operating cash flows before movements in working capital	392,261	(4,774,264)
Proceeds from disposal of financial assets at fair value through profit or loss	5,904,923	38,734,044
Return of capital from financial assets at fair value through profit or loss	—	1,164,842
Purchases of financial assets at fair value through profit or loss	(4,185,969)	—
Decrease in other receivables and prepayments	8,989	28,716
Decrease in other payables	(838,391)	(567,073)
Decrease in financial liabilities designated at fair value through profit or loss	(195,308)	(59,103)
Cash generated from operations	1,086,505	34,527,162
Interest received	244,483	233,109
Dividends received	1,426,666	1,627,298
Income taxes paid	(7,121,515)	(2,597,348)
NET CASH (USED IN) GENERATED FROM OPERATING ACTIVITIES	(4,363,861)	33,790,221
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(4,363,861)	33,790,221
CASH AND CASH EQUIVALENTS AS AT 1 JANUARY	30,946,711	8,627,649
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	26,365	(101,802)
CASH AND CASH EQUIVALENTS AS AT 30 JUNE	26,609,215	42,316,068

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 *Interim Financial Reporting* issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) as well as with the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

The financial information relating to the year ended 31 December 2024 that is included in these condensed consolidated financial statements as comparative information does not constitute the Company's statutory annual consolidated financial statements for that year but is derived from those financial statements. Further information relating to these statutory financial statements is stated below.

The Company has delivered the financial statements for the year ended 31 December 2024 to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedule 6 to, the Hong Kong Companies Ordinance.

The Company's auditor has reported on those financial statements. The auditor's report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under sections 406(2), 407(2) or (3) of the Hong Kong Companies Ordinance.

2. MATERIAL ACCOUNTING POLICY INFORMATION

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair values, as appropriate. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

The accounting policy information and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2025 are the same as those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024.

3. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

Financial risk factors

The Group's activities expose it to a variety of financial risks. These risks include market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

The unaudited condensed consolidated financial statements do not include all financial risk management information and disclosures required for the annual consolidated financial statements, and should be read in conjunction with the audited consolidated financial statements for the year ended 31 December 2024.

There has been no change in the risk management policies during the current interim period.

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

Most of the Group's financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation techniques and inputs used), as well as the level of the fair value hierarchy into which the fair value measurements are categorised (Levels 1 to 3) based on the degree to which the inputs to the fair value measurements are observable.

3. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (CONTINUED)

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

Financial assets	30 June 2025 (unaudited) US\$	31 December 2024 (audited) US\$	Fair value hierarchy	Valuation techniques	Significant unobservable input(s)	30 June 2025 (unaudited) Range	31 December 2024 (audited) Range	Relationship of unobservable inputs to fair value	30 June 2025 (unaudited) Increase(+)/ decrease (-) in fair value of assets if 10% increase/ decrease of the unobservable inputs (Note 2) US\$	31 December 2024 (audited) Increase(+)/ decrease (-) in fair value of assets if 10% increase/ decrease of the unobservable inputs (Note 2) US\$
<i>Financial assets at fair value through profit or loss ("FVTPL")</i>										
Listed equity securities (Note 1)	433,636,440	352,071,881	Level 1	Quoted bid prices in active market	N/A	N/A	N/A	N/A	N/A	N/A
Listed equity securities within lock-up period (Note 1)	171,036,489	70,720,956	Level 2	Quoted bid prices in active market and adjusted for lack of marketability	-Discount rate for lack of marketability	9.0%-11.5%	9.1%-13.9%	The higher the discount rate, the lower the fair value	-12,652,000/ +12,652,000	-1,817,000/ +1,817,000
Equity securities (including equity securities traded on the National Equities Exchange and Quotations ("New Third Board") and unlisted equity securities), unlisted preferred equity and participating preferred unit (Note 1)	294,654,638	287,967,026	Level 3	Market comparable companies	-Earnings multiples -Revenue multiples -Book value multiples -R&D expense multiples -AUM multiples -Discount rate for lack of marketability and specific risk	21.5x 1.6x - 21.5x 0.9x - 7.9x 17.4x 0.01x	25.7x - 37.4x 1.6x - 5.9x 0.9x - 6.9x 11.3x 0.01x	The higher the multiples, the higher the fair value	+19,210,000/ -19,210,000	+17,924,000/ -17,924,000
Unlisted equity (Note 1)	46,009,492	49,542,806	Level 3	Net asset value	-Net asset value of the underlying investments	N/A	N/A	The higher the net asset value, the higher the fair value	+4,070,000/ -4,070,000	+4,425,000/ -4,425,000
Unlisted equity securities and unlisted preferred equity (Note 1)	19,445,969	15,350,000	Level 3	Recent transaction price with discount/premium	-Discount/premium for events/changes after transaction price	0%	0%	The higher the discount/premium, the lower/higher the fair value	+1,945,000/ -1,945,000	+1,535,000/ -1,535,000
Closing balance	964,983,028	775,652,669								

3. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (CONTINUED)

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

Note 1: Financial assets at FVTPL represent those investments measured at fair value with subsequent fair value gains or losses to be recognised in profit or loss.

Note 2: Amount represents increase(+)/decrease(-) in fair value of the financial assets if the unobservable inputs were 10% increase/decrease while all the other variables were held constant.

Note 3: The analysis of financial liabilities is set out in note 16.

The Directors consider that the carrying amounts of financial assets and financial liabilities recorded at amortised cost in the condensed consolidated financial statements approximate their fair values at both period or year end.

Reconciliation of Level 3 fair value measurements of financial assets:

	Financial assets at FVTPL US\$
Balance at 1 January 2025 (audited)	352,859,832
Gains recognised in profit or loss	133,770,497
Exchange difference arising on translation to presentation currency	869,965
Purchases	4,185,969
Disposals	(394,782)
Transfer from Level 3 to Level 2	(131,181,382)
Balance at 30 June 2025 (unaudited)	360,110,099
Balance at 1 January 2024 (audited)	420,992,681
Gains recognised in profit or loss	29,113,986
Exchange difference arising on translation to presentation currency	(1,805,334)
Disposals	(38,785,873)
Return of capital	(1,164,842)
Balance at 30 June 2024 (unaudited)	408,350,618

3. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (CONTINUED)

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

Reconciliation of Level 3 fair value measurements of financial assets: (continued)

Of the total gains for the period included in profit or loss, gain of US\$133,770,497 (six months ended 30 June 2024: US\$29,113,986) relates to financial assets at FVTPL categorised in Level 3 held at the end of the reporting period. Fair value gains or losses on financial assets at FVTPL are included in "Net gain on financial assets at fair value through profit or loss". Transfers between levels of the fair value measurement hierarchy are recognised as of the date of the event or change in circumstances that caused the transfer.

Reconciliation of Level 3 fair value measurements of financial liabilities:

	Financial liabilities designated at FVTPL US\$
Balance at 1 January 2025 (audited)	702,320
Redemptions	(15,859)
Change in fair value	117,304
Transfer from Level 3 to Level 2	(221,412)
Balance at 30 June 2025 (unaudited)	582,353
Balance at 1 January 2024 (audited)	974,107
Change in fair value	(4,110)
Balance at 30 June 2024 (unaudited)	969,997

3. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (CONTINUED)

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

Fair value measurements and valuation processes

A guideline on the fair value measurements has been applied to the regular assessment of fair value of an asset. Fair value of listed investments, except those listed on the New Third Board, is determined based on the quoted market bid prices available on the relevant stock exchanges. Fair value of listed investments within lock-up period is assessed based on the quoted market bid prices available on the relevant stock exchanges and adjusted for lack of marketability. Fair value of certain unlisted investments is arrived at by reference to their recent transaction prices. For unlisted investments and investments listed on the New Third Board with no recent transactions noted, their fair values are arrived at on the basis of valuations carried out by an independent valuer on a half-yearly basis. Determination of fair value is based on the best information available in the circumstances and includes appropriate risk adjustments for lack of marketability. Factors considered in determining the fair value of these investments include multiples of comparable companies listed on stock exchanges and discount rates based on market information. The valuation report prepared by the independent valuer is reported to and reviewed by the management on a half-yearly basis.

4. NET GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

The following is an analysis of net gain (loss) on investments of the Group for the six months ended 30 June 2025. The amounts of realised gain (loss) represent the difference between the fair value at the beginning of the period or purchase date in the period and the disposal date of financial instruments while the amounts of unrealised gain (loss) represent the change of fair value during the period of financial instruments held by the Group as at the period end:

	Six months ended 30 June	
	2025	2024
	(unaudited)	(unaudited)
	US\$	US\$
Net gain (loss) on financial assets at FVTPL		
Listed investments		
Realised	1,070,678	—
Unrealised	150,049,516	45,574,217
Unlisted investments		
Realised	6,170	(51,829)
Unrealised	37,627,160	29,630,557
Total	188,753,524	75,152,945

5. INVESTMENT INCOME

Investment income represents the income received and receivable on investments during the period as follows:

	Six months ended 30 June	
	2025	2024
	(unaudited)	(unaudited)
	US\$	US\$
Interest income on bank deposits	266,516	304,361
Dividend income on financial assets at FVTPL	1,426,666	1,627,298
Total	<u>1,693,182</u>	<u>1,931,659</u>

6. SEGMENTAL INFORMATION

The Group's reportable segments, based on information reported to the chief operating decision maker for the purposes of resources allocation and performance assessment, are as follows:

- (a) Financial services: investees engaged in financial services activities;
- (b) Culture, media and consumption: investees engaged in culture, media and consumption activities; and
- (c) Information technology: investees engaged in information technology activities.

The Group also invested in manufacturing, energy and resources and medical activities (2024: manufacturing, energy and resources and medical activities), and none of these segments met the quantitative thresholds for the reportable segments in both current and prior periods. Accordingly, these were grouped in "Others" during the current period.

Information regarding the above segments is reported below.

6. SEGMENTAL INFORMATION (CONTINUED)

The following is an analysis of the Group's reportable and operating segments for the period under review.

For the six months ended 30 June 2025

	Reportable segments				Others US\$	Total US\$
	Financial services US\$	Culture, media and consumption US\$	Information technology US\$	Total reportable segments US\$		
	US\$	US\$	US\$	US\$	US\$	US\$
Net gain (loss) on financial assets at FVTPL	78,694,748	(2,126,400)	112,003,648	188,571,996	181,528	188,753,524
Dividend income on financial assets at FVTPL	—	1,426,666	—	1,426,666	—	1,426,666
Other gains	—	1,587,021	—	1,587,021	—	1,587,021
Segment profit	<u>78,694,748</u>	<u>887,287</u>	<u>112,003,648</u>	<u>191,585,683</u>	<u>181,528</u>	<u>191,767,211</u>
Unallocated:						
– Administrative expenses						(1,094,013)
– Interest income on bank deposits						266,516
– Other losses						<u>(100,747)</u>
Profit before taxation						<u>190,838,967</u>

6. SEGMENTAL INFORMATION (CONTINUED)

For the six months ended 30 June 2024

	Reportable segments				Others US\$	Total US\$
	Financial services US\$	Culture, media and consumption US\$	Information technology US\$	Total reportable segments US\$		
Net gain (loss) on financial assets at FVTPL	60,430,924	5,357,508	12,437,976	78,226,408	(3,073,463)	75,152,945
Dividend income on financial assets at FVTPL	—	1,627,298	—	1,627,298	—	1,627,298
Other gains	—	1,290,176	—	1,290,176	—	1,290,176
Segment profit (loss)	<u>60,430,924</u>	<u>8,274,982</u>	<u>12,437,976</u>	<u>81,143,882</u>	<u>(3,073,463)</u>	78,070,419
Unallocated:						
– Administrative expenses						(5,493,400)
– Interest income on bank deposits						304,361
– Other losses						(571,040)
Profit before taxation						<u>72,310,340</u>

Segment profit (loss) represents the net gain (loss) on financial assets at FVTPL, the corresponding dividend income and other gains earned by each segment without allocation of central administrative expenses (including fees to China Merchants China Investment Management Limited (the “**Investment Manager**”)), interest income on bank deposits and certain other losses. This is the measure reported to the chief operating decision maker for the purposes of resources allocation and performance assessment. No separate segment revenue (i.e. investment income) is disclosed as it had been presented in the computation of segment profit (loss).

6. SEGMENTAL INFORMATION (CONTINUED)

The following is an analysis of the Group's assets and liabilities by reportable and operating segments:

	30 June 2025 (unaudited) US\$	31 December 2024 (audited) US\$
Segment assets		
Financial services	549,645,729	473,715,575
Culture, media and consumption	47,600,668	51,369,555
Information technology	356,316,030	239,344,269
Total assets for reportable segments	953,562,427	764,429,399
Others	11,420,601	11,223,270
Unallocated	27,687,982	31,141,512
Consolidated assets	992,671,010	806,794,181
Segment liabilities		
Financial services	48,634	70,971
Culture, media and consumption	21,716	60,916
Information technology	1,689,142	951,004
Total liabilities for reportable segments	1,759,492	1,082,891
Others	69,248	70,235
Unallocated	207,125,385	158,263,150
Consolidated liabilities	208,954,125	159,416,276

For the purposes of monitoring segment performance and allocating resources between segments, all assets are allocated to reportable segments other than assets of non-reportable segments, certain other receivables and prepayments, cash and cash equivalents; and all liabilities are allocated to reportable segments other than liabilities of non-reportable segments, certain other payables, dividend payable, current and deferred tax liabilities.

During the period, the Group was principally involved in investing in companies with significant business involvement in the PRC, and hence no geographical information in relation to the investing activities is presented.

7. PROFIT BEFORE TAXATION

	Six months ended 30 June	
	2025	2024
	(unaudited)	(unaudited)
	US\$	US\$
Profit before taxation has been arrived at after charging:		
Investment Manager's management fee (note 17(a))	637,680	5,090,487
Net foreign exchange loss	100,747	571,066

8. TAXATION

	Six months ended 30 June	
	2025	2024
	(unaudited)	(unaudited)
	US\$	US\$
The tax charge for the period comprises:		
Current tax:		
PRC Enterprise Income Tax	(286,653)	(774,230)
Deferred taxation (note 13)		
Current period	(50,099,628)	(12,032,618)
Total	(50,386,281)	(12,806,848)

No provision for taxation in Hong Kong has been made as the Company and its subsidiaries do not have assessable profits for both periods. PRC Enterprise Income Tax in the PRC is calculated at the rates prevailing in the relevant regions.

Under the Law of the PRC on Enterprise Income Tax, withholding tax is imposed on dividends declared in respect of profits earned by PRC subsidiaries from 1 January 2008 onwards. Deferred taxation has been provided for in the condensed consolidated financial statements in respect of temporary differences attributable to retained profits of the PRC subsidiaries.

9. BASIC EARNINGS PER SHARE

The calculation of the basic earnings per share is based on the following data:

	Six months ended 30 June 2025 (unaudited)	2024 (unaudited)
Profit for the purpose of basic earnings per share (US\$)	140,452,686	59,503,492
Number of ordinary shares for the purpose of basic earnings per share	152,333,013	152,333,013
Basic earnings per share (US\$)	0.922	0.391

No diluted earnings per share for both periods were presented as there were no potential ordinary shares outstanding at the both period ends.

10. OTHER RECEIVABLES AND PREPAYMENTS

	30 June 2025 (unaudited) US\$	31 December 2024 (audited) US\$
Interest receivable	22,033	—
Other receivables and prepayments	1,056,734	194,801
Total	1,078,767	194,801

11. OTHER PAYABLES

	30 June 2025 (unaudited) US\$	31 December 2024 (audited) US\$
Management fee payable	6,267,358	6,897,939
Other tax payable	18,960,388	18,960,388
Other payables	338,934	682,771
Total	25,566,680	26,541,098

12. DIVIDEND PAYABLE

The Directors have resolved to declare an interim dividend of US\$0.04 per share (six months ended 30 June 2024: US\$0.04 per share) and a special interim dividend of US\$0.04 per share (six months ended 30 June 2024: Nil), totaling US\$0.08 per share (six months ended 30 June 2024: US\$0.04 per share), for the six months ended 30 June 2025. The interim and special interim dividends will be paid in cash on 7 November 2025 to shareholders whose names appear on the register of members of the Company on 25 September 2025. Total dividends for the six months ended 30 June 2025 are amounted to US\$12,186,641 (six months ended 30 June 2024: US\$6,093,321). The interim and special interim dividends have not been recognised as a liability at the end of the reporting period.

A dividend payment of US\$6,093,321 (2023: US\$12,186,641), being a final dividend of US\$0.04 per share (2023: a final dividend of US\$0.07 per share and a special dividend of US\$0.01 per share, totaling US\$0.08 per share), for the year ended 31 December 2024 was approved by the shareholders on 28 May 2025 and was subsequently paid by the Company in cash on 25 July 2025.

13. DEFERRED TAXATION

The following is the deferred tax liability recognised by the Group and movements thereon during the current and prior periods:

	Unrealised capital gains for investments (Note) US\$	Undistributed earnings of PRC subsidiaries US\$	Total US\$
Balance at 1 January 2024 (audited)	88,491,559	17,332,931	105,824,490
Charged to profit or loss for the period	11,394,417	638,201	12,032,618
Exchange differences	(510,291)	(96,854)	(607,145)
Balance at 30 June 2024 (unaudited)	99,375,685	17,874,278	117,249,963
Charged/(credited) to profit or loss for the period	8,920,781	(606,487)	8,314,294
Exchange differences	(956,611)	(158,013)	(1,114,624)
Balance at 31 December 2024 (audited)	107,339,855	17,109,778	124,449,633
Charged to profit or loss for the period	43,494,256	6,605,372	50,099,628
Exchange differences	431,452	51,567	483,019
Balance at 30 June 2025 (unaudited)	<u>151,265,563</u>	<u>23,766,717</u>	<u>175,032,280</u>

Note: Deferred taxation has been provided for in the condensed consolidated financial statements in respect of the unrealised capital gains for investments based on the tax rate of capital gain tax in the PRC or local income tax rate in Hong Kong or the PRC, whichever is applicable.

13. DEFERRED TAXATION (CONTINUED)

At the end of the reporting period, the Group has unused tax losses of US\$29.97 million (31 December 2024: US\$26.74 million) available for offsetting against future profits. Included in unrecognised tax losses are losses of US\$2.37 million (31 December 2024: US\$2.37 million) that will expire in 2028 and losses of US\$0.32 million (2024: US\$0.32 million) that will expire in 2029. Other losses may be carried forward indefinitely.

No deferred tax asset has been recognised in relation to tax losses due to the unpredictability of future relevant taxable profit against which the tax losses can be utilised and deductible temporary difference is nil (31 December 2024: Nil).

14. SHARE CAPITAL OF THE COMPANY

	Number of shares	US\$
Issued and fully paid:		
At 31 December 2024, 1 January and 30 June 2025		
– Ordinary shares with no par value	<u><u>152,333,013</u></u>	<u><u>139,348,785</u></u>

15. NET ASSET VALUE PER SHARE

The calculation of the net asset value per share is based on the following data:

	30 June 2025 (<i>unaudited</i>)	31 December 2024 (<i>audited</i>)
Net asset value (US\$)	<u><u>783,716,885</u></u>	<u><u>647,377,905</u></u>
Number of ordinary shares in issue	<u><u>152,333,013</u></u>	<u><u>152,333,013</u></u>
Net asset value per share (US\$)	<u><u>5.145</u></u>	<u><u>4.250</u></u>

16. FINANCIAL LIABILITIES DESIGNATED AT FAIR VALUE THROUGH PROFIT OR LOSS

The financial liabilities designated at FVTPL as at 30 June 2025 were related to the sub-participation agreements (the “**Sub-participation Agreements**”) entered into between the Company and the participants in respect of certain of the Group’s investments which are classified as financial assets at FVTPL categorised in Level 1, Level 2 or Level 3. The classification and fair value of the Sub-participation Agreements are associated directly with these underlying investments and their valuation details are set out in note 3. As at 30 June 2025 and 31 December 2024, the financial liabilities designated at FVTPL are classified as non-current liabilities and presented in the condensed consolidated statement of financial position.

Pursuant to the Sub-participation Agreements, the participants will receive a portion of the return (in the form of dividends, interest, or other distributions or proceeds from realisation) from the Group’s investment in the project companies that is proportional to the amount provided by the participants to the Group as a percentage of the total Group’s investment in the project companies. If the Group suffers a loss from its investment in the project companies, the participants will correspondingly share a loss in the amount they provided to the Group on a pro rata basis. In general, the Sub-participation Agreements would be terminated upon the realisation of the Group’s investment in the project companies. Details of the Sub-participation Agreements are disclosed in the section of Investment Manager’s Discussion and Analysis and under the heading of Sub-participation Scheme.

17. RELATED PARTY TRANSACTIONS

The Company has appointed the Investment Manager for managing both listed and unlisted investments. Certain Directors of the Company are also Directors and/or shareholders of the Investment Manager.

During the six months ended 30 June 2025, the Group has incurred the following related party transactions:

- (a) Management fee of US\$637,680 (six months ended 30 June 2024: US\$5,090,487) was paid or accrued to the Investment Manager. The fee is a fixed amount as agreed under the temporary investment management agreement dated 17 December 2024 and the supplemental agreement dated 20 June 2025 and is amortised over the agreed management period (Note).
- (b) The amount due to the Investment Manager included in other payables in the condensed consolidated statement of financial position as at 30 June 2025 was US\$6,292,722 (31 December 2024: US\$6,993,848). Amount due to the Investment Manager is unsecured, interest free and is repayable on demand.

17. RELATED PARTY TRANSACTIONS (CONTINUED)

- (c) Securities brokerage commission fee and portfolio fee, totaling US\$5,565 (six months ended 30 June 2024: Nil), were paid to a subsidiary of a substantial shareholder of the Company who has significant influence over the Company.
- (d) Pursuant to the Sub-participation Agreements, as at 30 June 2025, the financial liability of the Group with Mr. WANG Xiaoding, a Director of both the Company and the Investment Manager, was US\$328,583 (31 December 2024: US\$222,235). The financial liability of the Group with Mr. TSE Yue Kit, a Director of both the Company and the Investment Manager and who resigned as a Director of the Investment Manager on 20 June 2025, was US\$66,107 (31 December 2024: US\$37,141). The financial liability of the Group with Mr. ZHOU Xing, a Director of the Company, was US\$15,475 (31 December 2024: US\$16,757). The financial liability of the Group with Mr. ZHANG Rizhong, a Director of the Company and who resigned on 20 June 2025, was US\$78,752 (31 December 2024: US\$45,298). Moreover, the financial liabilities of the Group with Mr. YANG Baiqian and Mr. KANG Dong, who are Directors of the Investment Manager, were US\$25,756 and US\$9,864, respectively (31 December 2024: US\$25,516 and US\$10,492, respectively).

Note: This related party transaction also constitutes a connected transaction and is disclosed in accordance with Chapter 14A of the Listing Rules.

18. COMPENSATION TO KEY MANAGEMENT PERSONNEL

Other than management fees paid or accrued to the Investment Manager, there is no compensation to key management personnel for both interim periods.

REVIEW REPORT TO THE BOARD OF DIRECTORS OF CHINA MERCHANTS CHINA DIRECT INVESTMENTS LIMITED

(Incorporated in Hong Kong with limited liability)

Introduction

We have reviewed the interim financial report set out on pages 2 to 21 which comprises the condensed consolidated statement of financial position of China Merchants China Direct Investments Limited (“**the Company**”) and its subsidiaries (together “**the Group**”) as of 30 June 2025 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 explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of an interim financial report to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34, *Interim financial reporting*, issued by the Hong Kong Institute of Certified Public Accountants. The directors are responsible for the preparation and presentation of the interim financial report in accordance with Hong Kong Accounting Standard 34.

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

Scope of Review

We conducted our review in accordance with 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 the interim financial report consists of making enquiries, 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 financial report as at 30 June 2025 is not prepared, in all material respects, in accordance with Hong Kong Accounting Standard 34, *Interim financial reporting*.

KPMG

Certified Public Accountants

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

28 August 2025

INVESTMENT MANAGER'S DISCUSSION AND ANALYSIS

OVERALL PERFORMANCE

China Merchants China Direct Investments Limited and its subsidiaries (the "**Fund**") recorded a profit attributable to equity shareholders of US\$140.45 million for the six months ended 30 June 2025, compared to a profit attributable to equity shareholders of US\$59.50 million for the same period last year, representing an increase of US\$80.95 million or 136.05%, with the increased profit largely attributable to a significant rise in the overall value of the financial assets at FVTPL (the "**Financial Assets**"), and to the increase in value resulting from the listing of Arashi Vision Inc. in particular. As of 30 June 2025, the net assets of the Fund (net of the final dividend of US\$6.09 million for 2024, paid in July 2025) were US\$783.72 million (31 December 2024: US\$647.38 million), with a net asset value per share of US\$5.145 (31 December 2024: US\$4.250).

The net gain on the Financial Assets for the period was US\$188.75 million, compared to a net gain of US\$75.15 million for the same period last year, representing a significant increase of 151.16%. Looking deeper, the Fund's listed and unlisted investments recorded net gains of US\$151.12 million and US\$37.63 million, respectively.

Total investment income for the period decreased by 12.44% to US\$1.69 million (six months ended 30 June 2024: US\$1.93 million) as compared to the same period last year, due mainly to a decrease in dividend income from investments.

ACQUISITIONS AND EXITS OF INVESTMENTS

In the first half of 2025, the Fund continued to seek out and rigorously evaluate investment opportunities. During the period, the Fund completed an investment in the information technology industry.

On 31 March 2025, the Fund entered into a capital increase agreement and other relevant agreements in relation to Jade Bird Display (Shanghai) Limited ("**JBD**"), pursuant to which the Fund agreed to contribute capital of RMB30 million to JBD in order to acquire a 0.449% equity interest. The Fund paid the investment amount of RMB30 million (equivalent to US\$4.18 million) to JBD on 26 May 2025 to complete the transaction. JBD is a company engaging in the research, development and manufacture of micro light-emitting diodes (MicroLED), specialising in the development of MicroLED display technology. It is currently the world's leading company in achieving mass production and delivery of MicroLED chips and optical engines for augmented reality (AR) glasses. Its products are known for their industry-leading performance across key attributes such as high brightness, low power consumption, and compact size. Its leading technologies have been recognised by many leading domestic and overseas customers.

In addition, the Fund completed a full exit from two listed investments, as well as from one unlisted investment, during the period.

In February 2025, the Fund completed the sale of its entire holding of 4.81 million A shares of Oriental Pearl Media Co., Ltd. ("**Oriental Pearl**") for net proceeds of RMB44.66 million (equivalent to US\$6.69 million). The pre-tax internal rate of return to the Fund from Oriental Pearl was negative 14.33%.

In February 2025, the Fund sold its entire holding of 2.12 million H shares of China International Capital Corporation Limited ("**CICC**") for net proceeds of HK\$33.98 million (equivalent to US\$4.37 million). The pre-tax internal rate of return to the Fund from CICC was 101.69%.

In May 2025, the Fund completed a transfer of its entire 20% equity interest in Yunnan Jinlanmei International Travel Investment Development Co., Ltd. ("**Jinlanmei Travel**") to another shareholder of Jinlanmei Travel, and has received the consideration of RMB2.79 million (equivalent to US\$0.39 million) in full. The pre-tax internal rate of return to the Fund from Jinlanmei Travel was negative 13.91%.

LIQUIDITY, FINANCIAL RESOURCES, GEARING AND COMMITMENTS

The Fund's cash and cash equivalents decreased by 14.02%, from US\$30.95 million at the end of last year to US\$26.61 million (representing 2.68% of the Fund's total assets) as of 30 June 2025, due mainly to the investment payment made to the project of JBD by the Fund during the period.

As of 30 June 2025, the Fund had no outstanding bank loans (31 December 2024: Nil).

As of 30 June 2025, the Fund had no commitments (31 December 2024: Nil).

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES AND RELATED HEDGES

Most of the Fund's investments are located in China where the official currency is the Renminbi ("**RMB**"). The conversion rate of RMB against the US dollar recorded a slight increase of 0.30% in the first half of 2025, which had a favourable impact on the Fund since it holds a considerable amount of assets denominated in RMB. The Fund currently does not have any foreign currency hedging policy. However, the Fund continues to monitor foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

EMPLOYEES

Other than a qualified accountant whose remuneration package is determined and borne by the Investment Manager, the Fund has no employees. The Investment Manager handles the portfolio and day-to-day administration of the Fund.

THE PORTFOLIO

As of 30 June 2025, the Fund's total investments amounted to US\$964.98 million. The sector distribution of investments was US\$549.64 million in financial services (representing 55.38% of the Fund's total assets), US\$47.60 million in culture, media and consumption (4.80%), US\$356.32 million in information technology (35.90%), and US\$11.42 million in other ventures (including manufacturing, energy and resources, and medical, etc.) (1.15%). In addition, cash and cash equivalents were US\$26.61 million, representing 2.68% of the Fund's total assets as of 30 June 2025.

REVIEW OF INVESTMENTS

The following table shows the major investment projects held by the Fund as at 30 June 2025:

Name of projects	Location of headquarters	Main business	Listed (Stock Exchange)/ unlisted	Carrying value <i>US\$ million</i>	Percentage of total assets %	Percentage of net assets %
Financial Services:						
*1. China Merchants Bank Co., Ltd.	Shenzhen, Guangdong	Banking	Shanghai Stock Exchange	354	35.65	45.16
*2. China Credit Trust Co., Ltd.	Beijing	Trust management	Unlisted	170	17.15	21.72
*3. JIC Leasing Co., Ltd.	Beijing	Finance leasing	Unlisted	25	2.47	3.12
4. China Media (Tianjin) Investment Management Co., Ltd.	Tianjin	Fund management	Unlisted	1	0.11	0.13
Sub-total:				550	55.38	70.13
Culture, Media & Consumption:						
5. China Media Creative Industry Private Equity (Shanghai) Centre (Limited Partnership)	Shanghai	Media investment	Unlisted	3	0.25	0.32
*6. NBA China, L.P.	Beijing	Sports marketing	Unlisted	40	4.01	5.07
7. Qinghai Provincial Qinghai Lake Tourism Group Co., Ltd.	Xining, Qinghai	Travel	Unlisted	5	0.54	0.68
Sub-total:				48	4.80	6.07

Name of projects	Location of headquarters	Main business	Listed (Stock Exchange)/unlisted	Carrying value US\$ million	Percentage of total assets %	Percentage of net assets %
Information Technology:						
8. Xi'an Jinpower Electrical Co., Ltd.	Xi'an, Shaanxi	Power grid monitoring system	Unlisted	0	0.05	0.06
*9. Anhui Iflytek Information Technology LLP	Hefei, Anhui	Information technology investment	Unlisted	20	2.01	2.54
*10. iFLYTEK Co., Ltd.	Hefei, Anhui	Intelligent speech technology	Shenzhen Stock Exchange	46	4.58	5.80
11. Ningbo Meishan Free Trade Port Area Jiangmen Venture Capital LLP	Beijing	Information technology investment	Unlisted	6	0.65	0.83
*12. Pony AI Inc.	Guangzhou, Guangdong	Autonomous driving	NASDAQ	30	3.02	3.83
*13. Arashi Vision Inc.	Shenzhen, Guangdong	360-degree video products	Shanghai Stock Exchange	125	12.60	15.96
*14. Xunfei Healthcare Technology Co., Ltd.	Hefei, Anhui	Artificial intelligence medical	Hong Kong Stock Exchange	51	5.09	6.44
*15. China UnionPay Co., Ltd.	Shanghai	Financial payment	Unlisted	29	2.88	3.65
16. CASREV FUND III-RMB L.P.	Beijing	Technology & medical investment	Unlisted	9	0.94	1.20
17. Flexiv Ltd.	Shanghai	Adaptive robots	Unlisted	10	1.06	1.34
18. Beijing Huashun Xin'an Technology Co., Ltd.	Beijing	Cyber security	Unlisted	2	0.16	0.21
19. Xinyi Information Technology Ltd.	Shanghai	System on a chip for Internet of Things	Unlisted	2	0.24	0.30
20. Rizhao Azuri Technologies Co., Ltd.	Rizhao, Shandong	Direct modulated lasers	Unlisted	2	0.14	0.18
21. Beijing Hanwei Innovation Technology Co., Ltd.	Beijing	Ultra-wideband chip	Unlisted	5	0.52	0.66
22. Moonshot AI Ltd.	Beijing	Large multimodal model	Unlisted	15	1.54	1.95
23. Jade Bird Display (Shanghai) Limited	Shanghai	MicroLED technology	Unlisted	4	0.42	0.53
Sub-total:				356	35.90	45.48
Others:						
(i) Manufacturing:						
24. Hwagain Group Co., Ltd.	Nanning, Guangxi	Printing paper & tissue paper	Unlisted	3	0.27	0.35
(ii) Energy & Resources:						
25. Wuhan Rixin Technology Co., Ltd.	Wuhan, Hubei	Solar energy	New Third Board ^{Note}	1	0.11	0.13
(iii) Medical:						
26. Nanning Huiyou Xingyao Equity Investment Fund L.P.	Nanning, Guangxi	Biopharmaceutical investment	Unlisted	1	0.14	0.17
27. Immvira Bioscience Inc.	Shenzhen, Guangdong	Biotech research & development	Unlisted	6	0.63	0.80
Sub-total:				11	1.15	1.45
Total:				965	97.23	123.13

Ten largest investments of the Fund as of 30 June 2025

Note: New Third Board means National Equities Exchange and Quotations

China Merchants Bank Co., Ltd. (“CMB”) is China’s first joint-stock commercial bank, with its headquarters in Shenzhen, Guangdong and with its shares listed on the Shanghai Stock Exchange since 2002 and on the Hong Kong Stock Exchange since 2006. As of 30 June 2025, the Fund held 55.20 million A shares of CMB, accounting for 0.219% of the total issued share capital of CMB, with a corresponding investment cost of RMB154.61 million (equivalent to US\$19.79 million). In July 2025, the Fund received a cash dividend of RMB110 million from CMB for 2024.

On 30 April 2025, CMB announced that its unaudited net profit for the first quarter of 2025 was RMB37.3 billion, down 2.08% year-over-year.

In May 2025, CMB announced a proposal to establish a wholly-owned financial asset investment subsidiary, with an initial registered capital of RMB15 billion. The goals of the proposal are primarily to expand the bank’s comprehensive business license portfolio, advance the integration of investment and commercial banking operations, and enhance its capability to serve the real economy.

In June 2025, CMB released its “Enhance Quality and Efficiency, Drive Value Creation” action plan, as a proactive response to a dedicated initiative launched by the Shanghai Stock Exchange. The plan aims to improve the bank’s investment value and shareholder returns, further driving CMB’s high-quality development.

In June 2025, “The Banker” of the UK announced the list of the “Top 1,000 World Banks 2025” in which CMB ranked 8th, two positions above last year, demonstrating the bank’s outstanding performance.

In the first half of 2025, the Fund did not dispose of any A shares of CMB.

China Credit Trust Co., Ltd. (“CCT”) was established in 1995, with its headquarters in Beijing. The principal activities of CCT are trust management, fund management, investments and loan financing. It is the first trust company with a full range of licenses for international business in the Chinese trust industry. As of 30 June 2025, the Fund held a 6.94% equity interest in CCT, with a total investment cost of US\$50.49 million. In July 2025, the Fund received total cash dividends (pre-tax) of US\$1.50 million from CCT for 2024.

For the first half of 2025, CCT recorded an unaudited net profit of RMB477 million, down 17.76% year-over-year. During the period, the company recorded a significant drop in interest income, while income from handling fees and commissions also saw a decrease, compared to the same period last year. In addition, the sum of investment income and the gain on change in fair value also saw a decrease, compared to the same period last year. However, the loss due to credit impairment for the period decreased, compared to the same period last year.

CCT has achieved solid progress across several business segments: 1) The standardised trust business continues to see rapid growth through enhanced cooperation with the wealth management subsidiaries of many banks and through improvements in its service capabilities. It has also seen accelerating growth in its proprietary investment capabilities, an expansion of its product offerings, and a broadening of external funding sources. 2) The inclusive (micro and small enterprise) business continues to deepen collaboration with leading Internet platforms, while enriching its business models and enhancing its independent risk control capabilities. 3) The wealth management segment has prioritised deeper collaboration with banks and insurers, while efforts have also been made to streamline its business management systems and internal management processes, as well as to drive product and service innovation. 4) Other innovative asset service trusts continue to be explored, including the establishment of three bankruptcy service trusts, and one data trust in collaboration with the Shenzhen Data Exchange.

In May 2025, the Shanghai Stock Exchange published its 2024 bond trading rankings, with CCT again listed among the “2024 Top 100 SSE Bond Market Traders and Top 10 in Specific Category,” reflecting strong recognition of CCT’s bond trading performance by the Shanghai Stock Exchange.

JIC Leasing Co., Ltd. (“JIC Leasing”) was established in Beijing in 1989 and is a leading independent finance leasing firm in China, principally engaged in finance leasing for businesses in a wide range of industries, including information technology; high-end equipment manufacturing; and healthcare, environmental protection and new energy. The Fund invested RMB246 million (equivalent to US\$38.78 million) in October 2015 and held a 4.98% equity interest in JIC Leasing as of 30 June 2025.

In the first half of 2025, JIC Leasing continued to focus on its main business, while seeking to adhere to a prudent and steady business management style. At all times, JIC Leasing has sought to develop its businesses in alignment with the national strategic direction as well. During the period, JIC Leasing was honoured with the 2024 “Golden Spring Award,” in recognition of its contributions to green finance. It also received the “Pioneer Award” at the 9th China Maritime Finance “Star Navigation Awards.” For the first half of 2025, JIC Leasing recorded an unaudited net profit of RMB217 million, up 11.12% year-over-year.

China Media (Tianjin) Investment Management Co., Ltd. (“China Media Management”) was established in Tianjin, with registered capital of RMB60 million. The Fund invested RMB4.62 million (equivalent to US\$0.68 million) in April 2010 for a 7.70% equity interest in China Media Management. As the general partner and investment manager of China Media Investment (see the section on China Media Investment below), China Media Management is responsible for defining and executing the investment strategy for China Media Investment, as well as for managing their operations.

During the investment period, China Media Management helped China Media Investment to invest in an aggregate of seven projects, and also completed the disposal of five projects, namely OCJ (東方購物), Shanghai Jade East Propagation Co., Ltd., Renren Inc., IMAX China Holding, Inc. and Beijing Weiyang Technology Co., Ltd. Presently, China Media Management is still actively assisting with exit arrangements for the remaining two projects, namely Star China and Shanghai Oriental DreamWorks Co., Ltd. ("**Oriental DreamWorks**").

China Media Creative Industry Private Equity (Shanghai) Centre (Limited Partnership) ("China Media Investment") was established in Shanghai, and is the first fund in the culture and media sector approved for registration by the National Development and Reform Commission. Its total capitalisation is RMB2 billion. China Media Investment has an investment horizon of 10 years (Note: With the consent of all limited partners, the investment horizon has been extended three times for a total of six years in order to meet the exit requirements of the projects held). The scope of investment for China Media Investment includes major projects in broadcasting and media publishing, animation and creative media. China Media Management, in which the Fund has an interest, is the general partner and investment manager of China Media Investment. In April 2010, the Fund agreed to make a capital investment of RMB200 million by installment in China Media Investment, representing 10% of the total capitalisation of China Media Investment. Since June 2010, the Fund had made successive capital injections into China Media Investment for an aggregate amount of RMB158.66 million (equivalent to US\$24.76 million), representing 79.33% of the total investment of RMB200 million committed by the Fund. China Media Investment is currently in the late stages of its investment exit period, and the Fund has received confirmation that no further capital contribution shall be required. In addition, through the end of June 2025, the Fund actually received a total cash distributions of RMB239 million from China Media Investment, representing approximately 151% of the cumulative actual amount invested by the Fund.

Through the end of June 2025, China Media Investment completed a full exit from five projects, while continuing to hold two projects, namely Star China (the listing vehicle of which, namely Star CM Holdings Limited, was listed on the Hong Kong Stock Exchange in December 2022) and Oriental DreamWorks.

NBA China, L.P. ("NBA China") is a limited liability partnership incorporated in the Cayman Islands in 2007. NBA China conducts all of the NBA's businesses in the Greater China Region, including television broadcasting rights, advertising, sponsorships, events, digital media, and merchandising, among other new businesses. The original investment by the Fund in 2008 was US\$23 million, representing a 1% partnership interest in NBA China. The Fund subsequently received returns of capital from NBA China for a cumulative amount of US\$23 million in 2017, representing a full recovery of the capital invested in NBA China by the Fund. As of 30 June 2025, the Fund held a 1% partnership interest in NBA China. The Fund received a cash distribution from NBA China of US\$3.01 million in the first quarter of 2025.

On 24 March 2025, NBA China and Kuaishou jointly announced the renewal of their strategic partnership. Kuaishou will continue to serve as the “Official Short Video Platform of NBA China” and “Video Content Creation Community of NBA China,” bringing exciting online interactions and content to fans.

On 5 April 2025, NBA ATELIER, a sport aesthetic brand that explores a wide range of lifestyles through the NBA genes, made its entry into the Guangdong-Hong Kong-Macao Greater Bay Area. The Harbour City Store marked its first presence in Hong Kong, with a second store located at K11 MUSEA. To celebrate the opening, NBA ATELIER partnered with NBA player, Kyle KUZMA, to a launch co-branded series.

Qinghai Provincial Qinghai Lake Tourism Group Co., Ltd. (“Qinghai Lake Tourism”) was established in Xining, Qinghai in 2008. It is a tourism operator with a focus on Qinghai Lake, a national 5A-class scenic spot, and is principally engaged in product development, business operations and provision of services related to tourism in Qinghai Lake and the surrounding regions. The Fund agreed to advance cash of RMB200 million in total to Qinghai Lake Tourism for a period of 3 years, with the right to convert the loan into an equity interest in Qinghai Lake Tourism during the term of the loan, subject to the fulfillment of certain precedent conditions. In August and September 2017, the Fund disbursed RMB50 million (equivalent to US\$7.50 million) and RMB150 million (equivalent to US\$22.93 million), respectively, amounting to RMB200 million (equivalent to US\$30.43 million) in aggregate.

Pursuant to a supplemental agreement to the convertible loan agreement entered into between the Fund and Qinghai Lake Tourism dated 9 May 2019, the Fund had received aggregate loan repayments of RMB200 million from Qinghai Lake Tourism before the end of 2020, representing a full recovery of the loan made by the Fund. The Fund entered into a letter of confirmation with Qinghai Lake Tourism with respect to an extension of interest payments on 22 January 2021, pursuant to which Qinghai Lake Tourism might postpone the payment of interest due for the loan of RMB200 million to 30 June 2022. In addition, if Qinghai Lake Tourism underwent a shareholding restructuring during the period, the Fund reserved the right to convert an amount up to RMB200 million into shareholding under the above supplemental agreement, at its sole discretion. Given that the coronavirus pandemic has affected the normal development of Qinghai Lake Tourism for an extended period of time, the Fund is considering a further extension of interest payments by Qinghai Lake Tourism. The Fund is still in discussion with Qinghai Lake Tourism about the specific terms of the extension, which will be formalised by a new letter of confirmation.

In the first half of 2025, the number of tourists visiting the scenic destination of Qinghai Lake has been steadily increasing and has gradually returned to the pre-coronavirus pandemic level. In addition, the majority shareholder of Qinghai Lake Tourism has changed from a government management agency to a state-owned enterprise. The Fund will keep in close contact with the new management and the majority shareholder of Qinghai Lake Tourism and will closely monitor its future development plans.

Xi'an Jinpower Electrical Co., Ltd. ("Jinpower Electrical") was established in Xi'an, Shaanxi in 2001 and is a high technology enterprise principally engaged in the research and development, and production, of intelligent online monitoring systems for transmission lines and substation equipment for the power grid. The Fund invested RMB20 million (equivalent to US\$3.03 million) in January 2011 and held 2.89 million shares in Jinpower Electrical as of 30 June 2025, accounting for 4.825% of the issued share capital of Jinpower Electrical.

Despite proactive efforts to explore the application of its new products, Jinpower Electrical's operational performance was still lower than expected in the first half of 2025 and it continued to incur loss. Jinpower Electrical recorded an unaudited net loss of RMB3.86 million for the first half of 2025, compared to a net loss of RMB5.77 million for the same period last year.

Anhui Iflytek Information Technology LLP ("Iflytek IT") is a new limited partnership of a non-fund nature, with a license period of 5 years. It was formerly Anhui Iflytek Venture Capital LLP ("**Iflytek Venture Capital**"), established in Hefei, Anhui in December 2015, with an investment horizon of 7 to 9 years and with a fund size of RMB602 million. As the business license of Iflytek Venture Capital expired on 29 January 2025, Iflytek Venture Capital was subsequently restructured as Iflytek IT. Its major investment targets are industries related to the Internet and applications of artificial intelligence (AI) in China, primarily to areas including education, healthcare, tourism, motor vehicles, Internet of Things (IoT), smart hardware, information security, e-commerce, interactive entertainment, smart toys, robotics and Internet advertising. Presently, the general partner and investment manager of Iflytek IT is Hefei Iflytek Ruijin Enterprise Management LLP, which is responsible for defining and executing the investment strategy for Iflytek IT, as well as for managing their operations. The Fund has committed to subscribe to an aggregate amount of RMB90 million by installment, for a 14.95% interest in Iflytek Venture Capital. Since December 2016, the Fund had made successive capital contributions to Iflytek Venture Capital for an aggregate amount of RMB90 million (equivalent to US\$13.28 million), representing 100% of the subscription amount committed by the Fund. In addition, through the end of June 2025, the Fund received cash distributions from Iflytek IT in a cumulative amount of RMB71.47 million.

Through the end of June 2025, Iflytek IT made investments in twenty-seven projects. Currently, Iflytek IT has entered into the investment exit period. Of these projects, eleven projects have been fully exited and two projects (including below mentioned Xunfei Healthcare) have been partially exited.

iFLYTEK Co., Ltd. ("iFLYTEK") was established in 1999 and is headquartered in Hefei, Anhui. It was listed on the SME Board of the Shenzhen Stock Exchange in May 2008. It is a national key software enterprise dedicated to the research of intelligent speech, language technologies, and AI technologies; the development of software and chip products; the provision of speech information services; and the integration of e-government systems. During the period of November to December 2016, the Fund acquired 4.54 million A shares of iFLYTEK at an average price of RMB19.09 (adjusted) per share on the secondary stock market with an aggregate invested amount of RMB130 million (equivalent to US\$18.83 million). As of 30 June 2025, the Fund held a total of 6.81 million A shares of iFLYTEK, as a result of the receipt of 2.27 million new shares via a capitalisation issue from iFLYTEK in 2018, accounting for 0.295% of the issued share capital of iFLYTEK. In July 2025, the Fund received a cash dividend (net of tax) of RMB0.65 million from iFLYTEK for 2024.

On 22 August 2025, iFLYTEK announced that its unaudited net loss for the first half of 2025 was RMB239 million, compared to a net loss of RMB401 million for the same period last year. The change in performance was primarily due to the company's proactive effort to seize the historic opportunities presented by artificial general intelligence (AGI) and continue to make forward-looking strategic investments to capture future AI returns. During the period, the iFLYTEK Spark maintained its industry leadership and remained the only general-purpose large model in China trained on a fully domestic computing platform that is openly available for public download. On 20 April, the Spark Deep Reasoning Model X1 (70B) was again upgraded, achieving results comparable to top international models such as DeepSeek-R1 671B, despite the model's parameters having an order of magnitude smaller than comparable industry models. This significantly lowers the barriers to AI's privatised deployment and customisation for enterprises. The company has established a unique, independently controllable advantage in the field of AGI, with over 1.52 million developers using the iFLYTEK Spark, forming a robust industrial ecosystem.

Ningbo Meishan Free Trade Port Area Jiangmen Venture Capital LLP (the “Jiangmen Ventures Fund”) was established in Ningbo, Zhejiang in September 2016, with an investment horizon of 5 to 7 years (Note: With the consent of all limited partners, the investment horizon has been extended twice for a total of two years in order to meet the exit requirements of the projects held) and with a paid-in capital amounting to RMB262 million. Its major investment targets are chiefly early-stage business ventures related to machine intelligence, Internet of Things (IoT), natural user interface, and enterprise computing. The general partner and investment manager of the Jiangmen Ventures Fund is Jiangmen Capital Management (Beijing) Co., Ltd., which is responsible for defining and executing the investment strategy for the Jiangmen Ventures Fund, as well as for managing their operations. The Fund completed a capital contribution of RMB30 million (equivalent to US\$4.74 million) in January 2018, representing 11.45% of the paid-in capital of the Jiangmen Ventures Fund as of 30 June 2025. In addition, through the end of June 2025, the Fund received cash distributions from the Jiangmen Ventures Fund in a cumulative amount of RMB11.34 million.

Through the end of June 2025, the Jiangmen Ventures Fund made investments in nineteen projects for a total of RMB233 million. Currently, the Jiangmen Ventures Fund has entered into the investment exit period. Of these projects, four projects have been fully exited and three projects have been partially exited. In addition, one project completed a new round of equity financing during the first half of 2025.

Pony AI Inc. (“Pony AI”) was established in the Cayman Islands in November 2016, with its headquarters in Guangzhou, Guangdong. It is a research and development company in China that focuses on technology solutions for autonomous driving, and now has become a global leader in achieving large-scale commercialisation of autonomous mobility. In July 2018 and in April 2019, the Fund invested a total of US\$8.61 million and then held a 0.889% equity interest in Pony AI. Pony AI completed several rounds of equity financing in January 2021, March 2022 and October 2023, respectively. The Fund's equity interest in Pony AI was diluted from 0.889% to 0.649%, accordingly. In September 2024, in order to balance the interests of investors in disparate rounds of equity financing, Pony AI passed a resolution at the extraordinary general meeting to adjust the shareholding percentage of certain investors, thereby expediting the initial public offering (IPO) process. As a result, the Fund's equity interest in Pony AI was further diluted from 0.649% to 0.609%. Upon the listing of Pony AI in November 2024, the Fund held 2,274,605 ordinary shares of Pony AI, accounting for 0.560% of the issued share capital of Pony AI. In addition, the shares of Pony AI held by the Fund are subject to a lock-up period of 180 days, which expired in May 2025.

On 12 August 2025, Pony AI announced that its unaudited net loss for the first half of 2025 was US\$96.09 million, compared to a net loss of US\$51.32 million for the same period last year.

In the first half of 2025, Pony AI's Robotruck business generated unaudited revenue of US\$17.30 million, down 4.1% year-over-year. The fleet has expanded to over 190 trucks, covering various autonomous driving levels, including L2+ and L4. Robotaxi's unaudited revenue reached US\$3.26 million, up 178.8% year-over-year, with more than 270 vehicles deployed across four super Tier-1 cities in China — Beijing, Guangzhou, Shenzhen, and Shanghai — covering over 2,000 square kilometres of commercial operation area, including key transportation hubs such as central business districts (CBDs), airports, and high-speed rail stations. In addition, operations have expanded to Korea, Luxembourg, Singapore, and Saudi Arabia. Pony AI's total accumulated autonomous driving distance has exceeded 39.20 million kilometres. In addition, at Auto Shanghai 2025, Pony AI officially unveiled its 7th-generation autonomous driving system, Gen 7. Pony AI also announced partnerships with Beijing Automotive (BAIC), Guangzhou Automobile (GAC), and Toyota to equip their three vehicle models with the new system. Compared to its predecessor Gen 6, Gen 7 adopts Pony AI's internally developed autonomous driving domain controller, which is the world's first product to achieve full-scenario L4 autonomous driving using automotive-grade chips. The new system has a longer product lifecycle and a driving lifespan of 600,000 kilometres, while reducing material costs by 70%. It also benefits from a guaranteed production capacity and secure supply for all relevant components.

Arashi Vision Inc. ("Arashi Vision") was established in Shenzhen, Guangdong in July 2015 and is striving to become a global leader engaged in the research, development and manufacture of 360-degree video products. The Fund invested RMB20 million (equivalent to US\$2.83 million) and RMB10 million (equivalent to US\$1.44 million) in September and November 2019, respectively, bringing the Fund's total investment in Arashi Vision to RMB30 million (equivalent to US\$4.27 million), for a 1.625% equity interest in the company. Upon the listing of Arashi Vision in June 2025, the Fund held 5,849,989 shares of Arashi Vision, accounting for 1.459% of the issued share capital of Arashi Vision. In addition, the shares of Arashi Vision held by the Fund are subject to a lock-up period of 12 months.

Arashi Vision submitted an application for listing on the SSE STAR Market on 23 October 2020, which was then reviewed and approved by the listing committee on 16 September 2021. The company subsequently applied for registration with the China Securities Regulatory Commission ("**CSRC**") on 28 January 2022 and obtained the CSRC's approval on 26 February 2025. On 11 June 2025, Arashi Vision was successfully listed on the SSE STAR Market.

According to the listing documents, Arashi Vision recorded a net profit of RMB407 million, RMB830 million, RMB995 million and RMB176 million for 2022, 2023, 2024 and the three months ended 31 March 2025, respectively.

Arashi Vision launched two new products in the first half of 2025. In January 2025, it released the Flow 2 Pro smartphone gimbal, featuring active zoom tracking and intelligent multi-person tracking by a gimbal stabiliser to enhance the creative filming experience. In April 2025, the X5 Flagship 8K 360° Camera was launched, equipped with a 1/1.28-inch sensor, a 5nm AI chip, and two professional imaging chips. The comprehensive hardware upgrades have enhanced image quality, computing power, and battery life over the previous generation.

Xunfei Healthcare Technology Co., Ltd. (“Xunfei Healthcare”) was established in the High-tech Development Zone, Hefei, Anhui in 2016 and is an AI-empowered healthcare solution provider, offering products and solutions that support a range of healthcare services, ranging from health risk warnings, early screening, auxiliary diagnosis and treatment as well as treatment effect evaluation to post-discharge management and chronic disease management. Xunfei Healthcare has independently developed AI technologies that underpin its products and solutions. The Fund invested RMB60 million (equivalent to US\$8.60 million) in February 2020 and RMB50 million (equivalent to US\$7.80 million) in November 2021, for an aggregate investment of RMB110 million (equivalent to US\$16.40 million) in Xunfei Healthcare. In December 2024, the Fund subscribed to the 338,150 H shares of Xunfei Healthcare through the global offering of Xunfei Healthcare at an offer price of HK\$82.80, in the amount of HK\$28 million (equivalent to US\$3.61 million). After the completion of the global offering and listing of Xunfei Healthcare, together with the existing investment, the Fund has cumulatively invested an equivalent amount of RMB136 million (equivalent to US\$20.01 million) in Xunfei Healthcare, and holds 4,238,150 H shares, accounting for 3.506% of the issued share capital of Xunfei Healthcare. In addition, of the 4,238,150 H shares of Xunfei Healthcare held by the Fund, 3,900,000 shares are subject to a lock-up period of 12 months, and 338,150 shares are subject to a lock-up period of 6 months (Note: The lock-up period of these offer shares expired in June 2025).

On 20 August 2025, Xunfei Healthcare announced that its unaudited net loss for the first half of 2025 was RMB74.09 million, compared to a net loss of RMB130 million for the same period last year.

In June 2025, Xunfei Healthcare launched the Hong Kong version of Xunfei Xiaoyi, based on the international version of the iFlytek Spark Medical Large Model V2.5. This marked the brand's first expansion of services to the Hong Kong market. The Hong Kong version has retained core functions and added health and pharmaceutical consultations in both Cantonese and English. It has also introduced online features tailored to daily local needs, such as a symptom checker, drug inquiries, Traditional Chinese medicine (TCM) syndrome differentiation, and health history management, thereby significantly improving the accessibility to professional and personalised health consultation services for Hong Kong residents.

China UnionPay Co., Ltd. (“China UnionPay”) was established in March 2002, with its headquarters in Shanghai. It is a leading enterprise in the financial payment industry and is responsible for the construction and operation of a nationwide unified inter-bank information exchange network for bank cards, the provision of professional services related to inter-bank information exchange for bank cards, the management and operation of the “UnionPay” brand name, and the formulation of business specifications and technical standards for inter-bank transactions for bank cards. The Fund invested RMB220 million (equivalent to US\$31.12 million) in June 2020 for a 0.17% equity interest in China UnionPay. In November 2023, the Fund signed an equity transaction contract with an independent third party, pursuant to which the Fund agreed to sell a 0.12% equity interest in China UnionPay to the independent third party, thereby realising investment gains from this partial disposal and obtaining funds of RMB275 million (equivalent to US\$38.7 million) for working capital. The equity transfer was completed in the first quarter of 2024. As of 30 June 2025, the Fund held a 0.05% equity interest in China UnionPay, with a corresponding investment cost of RMB66.00 million (equivalent to US\$9.33 million).

In June 2025, in order to meet consumers’ diverse payment needs, particularly in transportation and travel, which are closely related to the lives of ordinary people, under the guidance of the State Council’s “Opinions on Further Optimising Payment Services and Enhancing Payment Convenience,” China UnionPay has joined with various parties in the industry to collectively promote the “Operation Brilliance 2025” programme. With a goal of “all-area, all-scene, all-solution,” China UnionPay provides various payment options such as UnionPay IC card payments, UnionPay mobile flash payments and QR code payments that comply with the financial technology standards, to help support smart urban transportation. This will enhance payment convenience for the daily commute of residents in Mainland China and for travel by foreign visitors, realising the vision of inclusive finance that can benefit livelihoods. To date, UnionPay’s “Card and Code Pay” payment methods have covered metro systems in 46 cities across the country, including Guangzhou and Shenzhen, as well as public transportation in 1,760 cities and counties nationwide.

CASREV FUND III-RMB L.P. (“CASREV Fund III”) was established in Shenzhen, Guangdong in February 2020, with an investment horizon of 8 to 10 years and with a total fund subscription amount of RMB6 billion (presently, the paid-in capital amounts to RMB4.5 billion). The major investment targets of CASREV Fund III include enterprises related to smart manufacturing, smart products and services, big data and cloud computing, AI, Internet of Things (IoT), blockchain, biological engineering, chips and sensors, operating system, kernel modules, communication networks, materials and other emerging technologies. The general partner and investment manager of CASREV Fund III is CAS Investment Management Co., Ltd., which is responsible for defining and executing the investment strategy for CASREV Fund III, as well as for managing their operations. The Fund holds a beneficial interest in CASREV Fund III via CASRF Fund L.P. The Fund has committed to subscribe to an aggregate amount of RMB50 million by installment, representing 1.11% of the paid-in capital of CASREV Fund III. Since September 2020, the Fund had made successive capital contributions to CASREV Fund III for an aggregate amount of RMB50 million (equivalent to US\$7.50 million), representing 100% of the subscription amount committed by the Fund. In addition, through the end of June 2025, the Fund received cash distributions from CASREV Fund III in a cumulative amount of RMB18.04 million.

Through the end of June 2025, the investment committee of CASREV Fund III approved a total of sixty-nine investment projects, for a total approved investment amount of RMB4.27 billion, which has also been fully paid. At present, among the companies invested in by CASREV Fund III, six have been listed, of which the stocks of three companies have been completely sold for a full exit. Furthermore, one additional company plans to submit an IPO application and list in the United States.

Flexiv Ltd. (“Flexiv”) was established in Silicon Valley, the United States, in June 2016 and is a technology company in China that focuses on the development and application of adaptive robots. It, based on Flexiv robotic systems, provides innovative turnkey solutions and services for its customers in a range of industries. The Fund invested US\$5 million in Flexiv in December 2020. Flexiv completed a new round of equity financing in June 2025, and the equity interest held by the Fund in Flexiv was diluted from 1.58% to 1.42%, accordingly.

In the first half of 2025, Flexiv's unaudited revenue increased by 35% year-over-year. The existing products, Rizon and Grav, continue to be delivered. The new product, Moonlight (a parallel self-adjusting robot), continues to be sold in volume.

In April 2025, Noematrix, the embodied intelligence subsidiary strategically incubated by Flexiv, announced the completion of the Pre-A++ round of equity financing for several hundred million yuan RMB, which will further accelerate the application and implementation of embodied intelligence large models in a wide range of commercial scenarios.

In June 2025, Flexiv officially reached a strategic partnership agreement with Mirka, a global expert in abrasives technology and innovation, to jointly develop a new ecosystem in sanding. In the same month, Flexiv showcased its adaptive robots at the Huawei Developer Conference (HDC) 2025.

Flexiv was honoured with the “Shanghai Innovative Enterprise Headquarters” by the Shanghai Municipal Government in March 2025. In May 2025, Flexiv was once again recognised in the “2025 Forbes China AI Tech Enterprises Top 50,” after having achieved the same feat in 2024.

Beijing Huashun Xin'an Technology Co., Ltd. (“Huashun Xin'an”) was established in Beijing in 2018 and is a cyber security company with a search engine for cyberspace resources. It is focused on the fields of big data security and cyberspace resources for surveying and mapping, and is primarily engaged in the research and development of technologies and products in the field of cyber information security. The Fund completed capital contributions of RMB24 million (equivalent to US\$3.67 million) and RMB6 million (equivalent to US\$0.93 million) in April and July 2021, respectively, for an aggregate investment of RMB30 million (equivalent to US\$4.60 million). In April 2022, in a new round of equity financing carried out by Huashun Xin'an, the Fund increased its investment in Huashun Xin'an by RMB6.50 million (equivalent to US\$1.02 million), for an aggregate investment of RMB36.50 million (equivalent to US\$5.62 million), amounting to a 4.295% equity interest in Huashun Xin'an as of 30 June 2025.

The cybersecurity industry is currently facing a challenging environment, with market's overall revenue seeing a decline. However, by adhering to the national security and enterprise security strategy, insisting on technological innovation as a guide, and aiming to enhance the efficiency of clients' management and operations of assets while creating value for clients, the financial indicators at Huashun Xin'an have been improving.

In June 2025, China's authoritative digital industry research institute, Digital World Consulting, released a report entitled "New Quality•China's Digital Security Enterprises Top 100 (2025)." The expert-assessed list aims to recognise enterprises with forward-looking technologies, with a certain scale and outstanding market performance, in the emerging cybersecurity subsector. Among them, Huashun Xin'an was successfully recognised as a "Pioneer" in the professional field.

Xinyi Information Technology Ltd. ("Xinyi") was established in Zhang Jiang District, Shanghai in March 2017. It is a company that focuses on the research and development of SoC (system on a chip) for Internet of Things (IoT) for low-power wide-area network (LPWAN), and is committed to becoming a world-class manufacturer of Internet of Things intelligent terminal SoCs for the 5th generation mobile communications (5G), with applications mainly covering smart meters, smart security, smart transportation, smart cities, the sharing economy and other scenarios. The Fund invested RMB35 million (equivalent to US\$5.42 million) in September 2021 and held a 1.28% equity interest in Xinyi as of 30 June 2025.

In the first half of 2025, Xinyi achieved an unaudited revenue of over a hundred million yuan RMB, while its NB-IoT chip overseas shipments gradually increased. The SoC of XY1200S/XY2100S, a second-generation product specifically developed for smart meters, has been steadily shipping and is gradually expanding into overseas markets. The CAT-1 chip for medium-speed IoT, XY4100 and XY4100L, continued to ship in batches to customers. The XY7100 chip, developed specifically for the Non-Terrestrial Network (NTN) project, has completed customer sampling.

Rizhao Azuri Technologies Co., Ltd. ("Azuri") was established in Rizhao, Shandong in August 2016. It is a company that develops and manufactures laser diode chips, optical devices and optical module products for high-speed optical communications, mainly targeting the fiber to the home (FTTH), 5th generation mobile communications (5G), enterprise networking and data centre markets. The Fund invested RMB30 million (equivalent to US\$4.72 million) in December 2021 for a 2.50% equity interest in Azuri.

In the first half of 2025, Azuri's 10G-EPON modules and BOSA components continued to ship both domestically and to North America, and its business with leading domestic and overseas customers continued to advance. The low-power consumption modules of DML XGS have now been provided to certain customers for test use and are expected to commence mass production in the second half of the year. The high-power CW-DFB laser with a novel waveguide structure, targeting silicon photonics-based applications, has completed tape-out and is now engaging with downstream customers. The company's self-built epitaxial production line, which can further reduce chip costs while accelerating the speed of research and development, has now begun full-scale tape-out.

Beijing Hanwei Innovation Technology Co., Ltd. ("Hanwei") was established in Shanghai in June 2019. It is a fabless IC (Integrated Circuit) design company focusing on ultra-wideband (UWB) technology, and its high-precision positioning products developed primarily for consumer goods such as automobiles, smartphones and wearables. The Fund invested RMB50 million (equivalent to US\$7.02 million) in July 2023 for a 6.42% equity interest in Hanwei. Hanwei completed a new round of equity financing in February 2025. As this round of equity financing has triggered the anti-dilution protection clause as stipulated in the investment agreement, the Fund is then compensated with some shareholding and the equity interest held by the Fund in Hanwei has increased from 6.42% to 8.85%, accordingly.

In the first half of 2025, Hanwei continued to advance the downstream applications of its second-generation UWB product, MK8080 chip. The Industrial Internet of Things (IoT) was further promoted and has begun downhole application deployment for key customers. In terms of automotive applications, the company has conducted further cooperation with a first-tier automotive company to develop and explore the application of UWB in car keys and radar. In terms of Consumer IoT applications, the company has tried to promote collaboration in the products' research and development.

Moonshot AI Ltd. (“Moonshot AI”) was established in the Cayman Islands in May 2023. It is a startup company that is focused on the research and development of general-purpose large multimodal model and end-customer applications. The Fund invested US\$10 million in December 2023 for a 1.29% equity interest in Moonshot AI. Moonshot AI completed four new rounds of equity financing in February, March and June 2024, and March 2025, respectively, and the equity interest held by the Fund in Moonshot AI was diluted from 1.29% to 0.66%, accordingly.

In the first half of 2025, Moonshot AI continued to advance its self-developed models. In January 2025, Moonshot AI released the Multimodal Thinking Model, k1.5, which has surpassed certain global benchmark models on test sets covering mathematics, coding, vision-based multimodal tasks, and general ability. In February 2025, Moonshot AI introduced its Mixture of Block Attention (MoBA) and its technical report, which further optimised the model's long-context understanding ability and its overall performance. In April 2025, Moonshot AI successively open-sourced the Kimi-VL and Kimina-Prover models, which demonstrated leading performance in terms of basic function, long context, and multimodal reasoning capabilities. The open-source initiative is expected to enhance the company's technological influence. In June 2025, Moonshot AI launched Kimi-Researcher, a foundational pre-trained model, which it tested within a limited scope. Kimi-Researcher is an Agent model trained through end-to-end reinforcement learning, capable of generating in-depth research reports through integrated retrieval and autonomous reasoning and analysis.

Jade Bird Display (Shanghai) Limited (“JBD”) was established in Shanghai in October 2015. It is a company engaging in the research, development and manufacture of micro light-emitting diodes (MicroLED), specialising in the development of MicroLED display technology. Its products are known currently for their industry-leading performance across key attributes such as high brightness, low power consumption, and compact size. The Fund invested RMB30 million (equivalent to US\$4.18 million) in May 2025 for a 0.449% equity interest in JBD. JBD further completed an equity financing in August 2025, and the equity interest held by the Fund in JBD was diluted from 0.449% to 0.443%, accordingly.

In the first half of 2025, JBD's augmented reality (AR) display business continued to thrive. The performance metrics of its AR optical engines continued to maintain an industry-leading position, and collaborations with leading domestic and overseas customers continued to advance. Several customers launched consumer-grade AR glasses powered by JBD's optical engines in the first half of 2025. In other business areas, JBD unveiled its MicroLED printhead module in February 2025, featuring compact size, high speed, high precision, low power consumption, ultra-quiet operation, and greater reliability, offering printer manufacturers more commercially viable solutions.

Hwagain Group Co., Ltd. (“Hwagain”) was formed by the merger of two paper manufacturers located in Nanning, Guangxi in 1998. It is principally engaged in the research and development, production, and sale of high quality printing paper and tissue paper. The Fund invested RMB119.99 million (equivalent to US\$19.00 million) in January 2012 for a 7.10% equity interest in Hwagain.

In the first half of 2025, due to an extended maintenance shutdown at its Ganzhou facility, Hwagain recorded an unaudited net loss of RMB10.92 million, compared to a net loss of RMB6.90 million for the same period last year.

Wuhan Rixin Technology Co., Ltd. (“Wuhan Rixin”) was established in Wuhan, Hubei in 2001 and is a state-accredited high technology enterprise engaged in the design, production and installation of solar modules and Building Integrated Photovoltaic (BIPV) products, as well as in the operation, maintenance and management of solar powered electric systems. The stock of Wuhan Rixin was listed for trading on the New Third Board in February 2016. The Fund invested RMB15 million (equivalent to US\$2.20 million) in Wuhan Rixin in July 2009. As of 30 June 2025, the Fund held a total of 4.95 million shares in Wuhan Rixin, as a result of the receipt of 1.65 million new shares via a capitalisation issue from Wuhan Rixin in May 2019, accounting for 3.90% of the issued share capital of Wuhan Rixin.

On 25 August 2025, Wuhan Rixin announced that its unaudited net loss for the first half of 2025 was RMB21.65 million, compared to a net loss of RMB16.37 million for the same period last year.

On 20 May 2025, Wuhan Rixin announced updates regarding the arbitration case involving the company’s controlling shareholder and de-facto controller. On 16 May 2025, the company’s controlling shareholder and de-facto controller received an arbitration award. Beyond this, the arbitration case had already adversely affected the company’s financing ability, resulting in relatively tight liquidity conditions. While this may potentially have an adverse impact on the company’s operations, Wuhan Rixin plans to mitigate the financial pressure by strengthening its accounts receivable management, accelerating cash recovery and revitalising its assets. The Fund will closely monitor subsequent developments and the potential impact on the Fund, and will take appropriate measures to protect the interests of the Fund when necessary.

Nanning Huiyou Xingyao Equity Investment Fund L.P. (“Huiyou Xingyao Fund”) was established in Nanning, Guangxi in September 2020, with an investment horizon of 5 to 7 years and with a total fund subscription amount of RMB113 million. Huiyou Xingyao Fund is a single-project equity investment fund, making equity investments solely in Wuhan YZY Biopharma Co., Ltd. (“**YZY Biopharma**”). YZY Biopharma is a pharmaceutical company with a bispecific antibody platform and related biopharmaceutical research and development capabilities. The fund manager of Huiyou Xingyao Fund is Tongde Qian yuan (Beijing) Investment Management Co., Ltd., which is responsible for providing consultation and advice on investment matters, as well as providing daily operations and investment management services. The Fund has committed to subscribe to an aggregate amount of RMB24 million by installment, representing 21.24% of the total fund subscription amount of Huiyou Xingyao Fund. The Fund made capital contributions to Huiyou Xingyao Fund in November 2020 and July 2021 for an aggregate amount of RMB24 million (equivalent to US\$3.66 million), representing 100% of the subscription amount committed by the Fund.

On 26 August 2025, YZY Biopharma announced that its unaudited net loss for the first half of 2025 was RMB58.83 million, compared to a net loss of RMB78.40 million for the same period last year.

On 12 May 2025, YZY Biopharma announced a proposal to implement full circulation of 68,010,299 domestic shares and unlisted foreign shares, representing approximately 35.08% of issued share capital of YZY Biopharma. Such domestic shares and unlisted foreign shares will be converted into H shares of YZY Biopharma, and an application has been made by YZY Biopharma to the Hong Kong Stock Exchange for the listing of, and permission to deal in, such H shares on the Main Board.

Immvira Bioscience Inc. (“Immvira”) was established in the Cayman Islands in May 2018 and is a biotech research and development company, principally engaged in clinical research and the development of vector technologies as potential cancer therapeutics. Leveraging intrinsic mechanisms of action and tumor microenvironment modifications, Immvira is focused on developing a new generation of novel anti-cancer drug vectors, including replicating and non-replicating herpes simplex virus vectors, drug delivery exosomes and tumor vaccines. The Fund invested US\$8 million in October 2022 and eventually held a 1.65% equity interest in Immvira.

On 10 January 2025, EonVeLab, an exosome subsidiary of Immvira, announced that it had reached a partnership agreement with Merz Aesthetics, a global leader in medical aesthetics. Both parties will seek to expand their presence in the United States and Canada markets with the engineered exosome anti-wrinkle products of EonVeLab.

On 25 June 2025, Immvira submitted an application proof of prospectus to the Hong Kong Stock Exchange. According to the prospectus, the company strives to discover, develop, produce and commercialise novel oncolytic immunotherapy and engineered exosome therapy, through its bioengineering technology and independent intellectual property rights. In addition, according to the prospectus, Immvira recorded a net loss of RMB482 million, RMB524 million and RMB204 million for 2023, 2024 and the three months ended 31 March 2025, respectively.

PROSPECTS

In the first half of 2025, China's economy faced certain challenges, but also maintained steady growth with good momentum. According to data released by the National Bureau of Statistics, Gross Domestic Product (GDP) in the first half of the year was RMB66 trillion, up 5.3% year-on-year, calculated in constant prices. In terms of industries, the added value of the primary industry in the first half of the year was RMB3 trillion, with a year-on-year increase of 3.7%; the added value of the secondary industry was RMB24 trillion, with an increase of 5.3%; the added value of the tertiary industry was RMB39 trillion, with an increase of 5.5%. In terms of quarters, GDP grew by 5.4% year-on-year in the first quarter, and by 5.2% year-on-year in the second quarter. Furthermore, the Consumer Price Index (CPI) of China for the first half of the year decreased by 0.1% year-on-year, representing a still low level of inflation.

Looking ahead to the second half of the year, the World Bank stated in its June 2025 Global Economic Outlook Report that following a sharp rise in trade barriers and heightened policy uncertainty, global growth is seen to be slowing. Growth is expected to weaken to 2.3% in 2025, a significant downgrade from previous forecasts. Growth could be even lower if trade restrictions escalate or if policy uncertainty persists. Other downside risks include weaker-than-expected growth in major economies, escalating geopolitical conflicts, and extreme weather events. This may require a multilateral policy efforts in order to foster a more predictable and transparent environment for resolving trade tensions. In China, as more proactive macro policies took effect in the first half of the year, the economy continued to grow steadily with good momentum, showcasing strong resilience and vitality. However, amid an unsteady external environment and various uncertainties, coupled with insufficient domestic effective demand, the foundation of economic improvement still needs to be further solidified. Presently, China's economy is facing stable output volume with falling prices. To overcome downward pricing pressure and achieve reflation, China may need to take steps to resolve the imbalance between supply and demand. On 1 July, the Central Financial and Economic Affairs Commission convened its sixth meeting, emphasising the need to "regulate disorderly low-price competition among enterprises according to laws and regulations" and "promote orderly exit of outdated production capacity," signalling potential advancement in Supply-Side Reform 2.0. With a focus on the "15th Five-Year" medium- to long-term planning, macro policies are now shifting towards a more balanced supply and demand framework, and economic rebalancing and reflation require stronger demand-side coordination. In addition, China's low household consumption rate is expected to gradually improve in the future. In the short term, a "trade-in" programme and fiscal stimulus is supporting domestic demand and offsetting external demand fluctuations. In the medium- to long-term, increasing the consumption rate will require systematic reforms across various dimensions, including adjustments to the income distribution and social security systems, alongside a focus on expanding services consumption. Looking ahead to the second half of the year, there is still room for fiscal policy to expand. In May, the People's Bank of China further cut interest rates, lowering both the open market operation rate and the loan prime rate (LPR) by 0.1 percentage points. However, the Producer Price Index (PPI) has seen accelerating declines in recent months, likely indicating that enterprises continue to face relatively high real interest rates without much relief. In terms of exports, the United States tariff hikes imposed in April have negatively impacted the global economy. While China's exports to the United States have suffered, shipments to other regions maintained relatively strong growth. China-United States trade talks remain ongoing, and while many uncertainties remain, the worst-case scenario may have been averted. Exports are expected to maintain positive growth in the second half of the year. In conclusion, it is expected that China's economy can achieve a target growth rate of around 5.0% in 2025. 2025 is the final year for implementation of the "14th Five-Year" plan, and China's overall economic growth is expected to stabilise and to show continued progress in 2025 as well. It is expected that the operating results of the investment projects (mainly operating in China) held by the Fund may continue to improve.

In this environment, where challenges and opportunities co-exist, the Fund will continue to make every effort to identify new investment projects, and our investment focus will be on the financial industry with an emphasis on the digital finance, on emerging technology industries featuring AI, on great cultural industry with an emphasis on culture and tourism, and on great healthcare industry with an emphasis on medicine and healthcare, as we seek to optimise our mix of investments in order to create greater shareholder value.

SUB-PARTICIPATION SCHEME

In order to strengthen the investment management process, and to align the interests of management and staff with the interests of the Fund in entering new investment projects, the Investment Manager, with the consent of the Fund, has administered the sub-participation scheme (the **"Scheme"**) since 2009.

Under the Scheme, the Fund has entered into sub-participation agreements (the **"Agreements"**) with certain Directors of the Fund, certain Directors and employees of the Investment Manager, and persons nominated by shareholders of the Investment Manager (collectively the **"Participants"**), with respect to new investments made by the Fund beginning in 2009. Pursuant to the Agreements, the Participants will receive a portion of the return (in the form of dividends, interest, or other distributions or proceeds from realisation) from the Fund's investment in the project company that is proportional to the amount provided by the Participants to the Fund as a percentage of the total Fund's investment in the project company. If the Fund suffers a loss from its investment in the project company, the Participants will correspondingly share a loss in the amount they provided to the Fund on a pro rata basis. The Agreements will terminate upon either the realisation of the investment in the project company by the Fund, or upon the Investment Manager, who provides a guarantee to the Participants for the performance of the Fund's obligations under the Agreements, ceasing to be investment manager of the Fund. In the former case, the Participants shall receive a pro rata portion of the proceeds from disposal of the Fund's interest in the project company. In the latter case, the Participants will receive a pro rata portion of the value of the equity interest in the project company held by the Fund as of 90 days prior to the termination date of the Agreements. The value of the equity interest in the project company will be assessed by an independent valuer appointed jointly by the Fund and the Investment Manager. In addition, the costs and expenses incurred for the preparation and execution of the Agreements, the costs incidental to the implementation of the Scheme, and the relevant portion of the identifiable costs related to the Fund's investment in the project company that corresponds to the amount provided by the Participants to the Fund under the Agreements will be borne by the Investment Manager.

Under the Scheme, it was originally determined that the aggregate amount provided by the Participants in each of the Fund's new investment projects should not exceed 2% of the Fund's investment in each project (the **"Ceiling of Relative Proportion"**). In order to further strengthen the investment management process, with the consent of the Fund and starting from 26 August 2011, the Ceiling of Relative Proportion for each of the Fund's new investment projects is revised as follows: 1) for projects with an investment amount of RMB30 million or less, the Ceiling of Relative Proportion will be 5%; 2) for projects with an investment amount of more than RMB30 million and up to RMB100 million, the Ceiling of Relative Proportion will be RMB1.50 million or 2%, whichever is higher; and 3) for projects with an investment amount of more than RMB100 million, the Ceiling of Relative Proportion will be 2%.

Given that the investment management agreement, which commenced 1 January 2025, is of temporary nature, any new investment projects completed during this period are not applicable to the Scheme for the time being, as requested by the Investment Manager.

As of 30 June 2025, details of aggregate amounts actually provided by the Participants and their relative proportion to the investment amounts actually paid by the Fund were as follows:

Name of projects	Original investment amount of the Fund <i>US\$*</i>	Original amounts actually paid by the Participants <i>US\$*</i>	Relative proportion
Wuhan Rixin	2,195,500	43,900	2.000%
China Media Management	676,100	4,500	0.666%
China Media Investment (1st installment capital contribution)	5,858,300	38,800	0.662%
Jinpower Electrical	3,033,500	60,300	1.988%
China Media Investment (2nd installment capital contribution)	953,500	6,100	0.638%
Hwagain	19,004,900	161,100	0.847%
China Media Investment (3rd installment capital contribution)	1,075,300	6,200	0.575%
China Media Investment (4th installment capital contribution)	4,566,600	26,300	0.577%
China Media Investment (5th installment capital contribution)	484,900	2,800	0.580%
China Media Investment (6th installment capital contribution)	5,555,100	32,200	0.579%
China Media Investment (7th installment capital contribution)	3,352,500	18,900	0.562%
China Media Investment (8th installment capital contribution)	2,055,100	11,500	0.559%
China Media Investment (9th installment capital contribution)	859,600	4,830	0.562%
JIC Leasing	38,781,800	65,810	0.170%
iFLYTEK	18,827,500	33,500	0.178%
Iflytek Venture Capital (1st installment capital contribution)	5,193,900	9,270	0.178%
Iflytek Venture Capital (2nd installment capital contribution)	2,008,800	3,480	0.178%
Qinghai Lake Tourism (1st installment capital contribution)	7,502,800	9,590	0.128%
Qinghai Lake Tourism (2nd installment capital contribution)	22,927,700	28,800	0.126%
Iflytek Venture Capital (3rd installment capital contribution)	2,146,800	3,480	0.178%
The Jiangmen Ventures Fund	4,741,800	20,470	0.432%
Pony AI (1st round capital injection)	8,000,000	35,680	0.446%

Name of projects	Original investment amount of the Fund US\$*	Original amounts actually paid by the Participants US\$*	Relative proportion
Iflytek Venture Capital (4th installment capital contribution)	1,991,910	3,480	0.178%
Pony AI (2nd round capital injection)	607,270	10,200	1.680%
Arashi Vision	4,268,200	26,820	0.632%
Xunfei Healthcare (1st round capital injection)	8,600,700	48,790	0.567%
Iflytek Venture Capital (5th installment capital contribution)	646,170	1,160	0.178%
China UnionPay	31,116,080	51,610	0.166%
Iflytek Venture Capital (6th installment capital contribution)	1,286,760	2,320	0.178%
CASREV Fund III (1st installment capital contribution)	1,849,360	2,580	0.140%
CASREV Fund III (2nd installment capital contribution)	1,896,900	2,580	0.140%
Huiyou Xingyao Fund (1st installment capital contribution)	2,469,420	14,900	0.603%
Flexiv	5,000,000	95,450	1.909%
Huashun Xin'an (1st installment capital contribution for 1st round capital injection)	3,669,220	18,510	0.504%
Huashun Xin'an (2nd installment capital contribution for 1st round capital injection)	927,190	4,630	0.504%
Huiyou Xingyao Fund (2nd installment capital contribution)	1,187,000	7,030	0.603%
CASREV Fund III (3rd installment capital contribution)	1,931,490	2,580	0.140%
Xinyi	5,416,700	23,150	0.427%
Xunfei Healthcare (2nd round capital injection)	7,804,570	19,250	0.247%
Azuri	4,724,560	24,370	0.516%
Huashun Xin'an (2nd round capital injection)	1,020,090	11,470	1.125%
CASREV Fund III (4th installment capital contribution)	1,816,810	2,580	0.140%
Immvera	8,000,000	21,660	0.271%
Hanwei	7,016,070	30,780	0.439%
Moonshot AI	10,000,000	38,430	0.384%
Xunfei Healthcare (3rd round capital injection)	3,605,900	19,320	0.536%

* Calculated with prevalent exchange rates at the time of the amounts paid

In addition, as of 30 June 2025, details of the amounts actually paid by some of the Directors of the Fund as well as two Directors of the Investment Manager for the Scheme were as follows:

Name of projects	Mr. ZHOU Xing (Note 1) US\$	Mr. ZHANG Rizhong (Note 2) US\$	Mr. WANG Xiaoding (Note 3) US\$	Mr. TSE Yue Kit (Note 4) US\$	Mr. YANG Baigian (Note 5) US\$	Mr. KANG Dong (Note 6) US\$
Wuhan Rixin	4,390	N/A	3,510	1,290	N/A	N/A
China Media Management	300	N/A	1,160	30	N/A	N/A
China Media Investment (1st installment capital contribution)	2,510	N/A	10,040	250	N/A	N/A
Jinpower Electrical	6,030	N/A	6,030	1,280	N/A	N/A
China Media Investment (2nd installment capital contribution)	390	N/A	1,570	40	N/A	N/A
Hwagain	19,330	N/A	12,880	1,290	N/A	N/A
China Media Investment (3rd installment capital contribution)	430	N/A	1,710	40	N/A	N/A
China Media Investment (4th installment capital contribution)	1,820	N/A	7,260	180	N/A	N/A
China Media Investment (5th installment capital contribution)	190	N/A	780	20	N/A	N/A
China Media Investment (6th installment capital contribution)	2,220	N/A	8,880	220	N/A	N/A
China Media Investment (7th installment capital contribution)	1,300	N/A	5,200	130	N/A	N/A
China Media Investment (8th installment capital contribution)	790	N/A	3,170	80	N/A	N/A
China Media Investment (9th installment capital contribution)	330	N/A	1,330	30	N/A	N/A
JIC Leasing	12,900	N/A	12,900	1,290	N/A	N/A
iFLYTEK	N/A	N/A	12,890	1,290	N/A	N/A
Iflytek Venture Capital (1st installment capital contribution)	N/A	N/A	2,580	520	N/A	N/A
Iflytek Venture Capital (2nd installment capital contribution)	N/A	N/A	970	190	N/A	N/A
Qinghai Lake Tourism (1st installment capital contribution)	N/A	640	3,200	320	N/A	N/A
Qinghai Lake Tourism (2nd installment capital contribution)	N/A	1,920	9,600	960	N/A	N/A
Iflytek Venture Capital (3rd installment capital contribution)	N/A	N/A	970	190	N/A	N/A
The Jiangmen Ventures Fund	N/A	1,280	3,840	1,280	N/A	N/A
Pony AI (1st round capital injection)	N/A	1,270	6,370	1,270	N/A	N/A
Iflytek Venture Capital (4th installment capital contribution)	N/A	N/A	970	190	N/A	N/A
Pony AI (2nd round capital injection)	N/A	1,280	1,280	1,280	N/A	N/A
Arashi Vision	N/A	1,280	3,830	1,280	N/A	N/A
Xunfei Healthcare (1st round capital injection)	N/A	6,420	19,260	1,280	N/A	N/A
Iflytek Venture Capital (5th installment capital contribution)	N/A	N/A	320	60	N/A	N/A

Name of projects	Mr. ZHOU Xing (Note 1) US\$	Mr. ZHANG Rizhong (Note 2) US\$	Mr. WANG Xiaoding (Note 3) US\$	Mr. TSE Yue Kit (Note 4) US\$	Mr. YANG Baiqian (Note 5) US\$	Mr. KANG Dong (Note 6) US\$
China UnionPay	N/A	3,870	12,900	1,290	N/A	N/A
Iflytek Venture Capital (6th installment capital contribution)	N/A	N/A	640	130	N/A	N/A
CASREV Fund III (1st installment capital contribution)	N/A	320	320	320	N/A	N/A
CASREV Fund III (2nd installment capital contribution)	N/A	320	320	320	N/A	N/A
Huiyou Xingyao Fund (1st installment capital contribution)	N/A	1,750	880	880	N/A	N/A
Flexiv	N/A	1,290	20,640	1,290	N/A	N/A
Huashun Xin'an (1st installment capital contribution for 1st round capital injection)	N/A	1,030	1,030	1,030	N/A	N/A
Huashun Xin'an (2nd installment capital contribution for 1st round capital injection)	N/A	260	260	260	N/A	N/A
Huiyou Xingyao Fund (2nd installment capital contribution)	N/A	830	410	410	N/A	N/A
CASREV Fund III (3rd installment capital contribution)	N/A	320	320	320	N/A	N/A
Xinyi	N/A	6,430	1,290	1,290	N/A	N/A
Xunfei Healthcare (2nd round capital injection)	N/A	N/A	1,280	N/A	3,850	1,280
Azuri	N/A	N/A	1,280	N/A	3,850	1,280
Huashun Xin'an (2nd round capital injection)	N/A	N/A	1,270	N/A	3,820	1,270
CASREV Fund III (4th installment capital contribution)	N/A	320	320	320	N/A	N/A
Immvira	N/A	N/A	1,270	N/A	3,820	1,270
Hanwei	N/A	N/A	1,280	N/A	1,280	1,280
Moonshot AI	N/A	N/A	1,280	N/A	2,560	1,280
Xunfei Healthcare (3rd round capital injection)	N/A	N/A	1,290	N/A	3,860	1,290

Note 1: The Chairman of the Fund

Note 2: Director of the Fund (resigned on 20 June 2025)

Note 3: Director of the Fund and Director & General Manager of the Investment Manager

Note 4: Director of the Fund and Director of the Investment Manager (resigned as Director of the Investment Manager on 20 June 2025)

Note 5: Director and Chairman of the Investment Manager

Note 6: Director of the Investment Manager

Mr. WANG Xiaoding

Director & General Manager

China Merchants China Investment Management Limited

Hong Kong, 28 August 2025

INTERIM AND SPECIAL INTERIM DIVIDENDS

The Directors have resolved to declare an interim dividend of US\$0.04 (or HK\$0.312) per share (six months ended 30 June 2024: US\$0.04 per share) and a special interim dividend of US\$0.04 (or HK\$0.312) per share (six months ended 30 June 2024: Nil), totaling US\$0.08 (or HK\$0.624) (six months ended 30 June 2024: US\$0.04 per share), for the six months ended 30 June 2025. The interim and special interim dividends will be paid in cash on 7 November 2025 to shareholders whose names appear on the register of members of the Company on 25 September 2025. Total dividends for the six months ended 30 June 2025 are amounted to US\$12,186,641 (six months ended 30 June 2024: US\$6,093,321). The interim and special interim dividends have not been recognised as a liability at the end of the reporting period. Shareholders who wish to receive the dividends in Hong Kong Dollars have to complete a Hong Kong Dollar dividend election form and return the same to the Company's Share Registrar on or before 24 October 2025. Shareholders who have submitted the dividend election form previously do not need to re-submit this form.

A dividend payment of US\$6,093,321 (2023: US\$12,186,641), being a final dividend of US\$0.04 per share (2023: a final dividend of US\$0.07 per share and a special dividend of US\$0.01 per share, totaling US\$0.08 per share), for the year ended 31 December 2024 was approved by the shareholders on 28 May 2025 and was subsequently paid by the Company in cash on 25 July 2025.

BOOK CLOSURE

The register of members of the Company will be closed from 22 September 2025 to 25 September 2025, both days inclusive, during which period no transfer of shares will be effected. In order to qualify for the interim dividend and special interim dividend, shareholders must ensure that all transfer documents accompanied by the relevant share certificates must be lodged with the Company's Share Registrar, Computershare Hong Kong Investor Services Limited, Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong not later than 4:30 p.m. on 19 September 2025.

PURCHASE, SALE OR REDEMPTION OF SHARES OF THE COMPANY

During the six months ended 30 June 2025, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's shares.

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN SHARES

As at 30 June 2025, the interests of the Directors and their associates in the shares of the Company as recorded in the register maintained by the Company pursuant to Section 352 of the Securities and Futures Ordinance (the "SFO") or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers were as follows:

Name of Director	Number of ordinary shares interested	Capacity	Percentage of total issued shares
Mr. WANG Xiaoding	212,000	Beneficial owner	0.14%

Save as disclosed above, none of the Directors or chief executives, or their associates, had any interests or short positions in any shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of the SFO) as recorded in the register required to be kept under Section 352 of the SFO as at 30 June 2025, and none of the Directors or chief executives, or their spouses or children under the age of 18, had any right to subscribe for the securities of the Company or its associated corporations, or had exercised any such right during the six months ended 30 June 2025.

SUBSTANTIAL SHAREHOLDERS

As at 30 June 2025, the following persons, other than a Director or chief executives of the Company, had interests in the shares of the Company as recorded in the register of the Company required to be kept under Section 336 of the SFO:

Name of shareholder	Long/ short position	Capacity	Number of ordinary shares interested	Percentage of total issued shares
China Merchants Group Limited (Note 1)	Long position	Interest of controlled corporation	42,022,041	27.59%
China Merchants Steam Navigation Company Limited (Note 1)	Long position	Interest of controlled corporation	42,022,041	27.59%
China Merchants Financial Holdings Co., Ltd. (Note 1)	Long position	Interest of controlled corporation	42,022,041	27.59%
China Merchants Financial Holdings (Hong Kong) Company Limited (Note 1)	Long position	Interest of controlled corporation	42,022,041	27.59%
Good Image Limited	Long position	Beneficial owner	42,022,041	27.59%

Name of shareholder	Long/ short position	Capacity	Number of ordinary shares interested	Percentage of total issued shares
Lazard Asset Management LLC	Long position	Investment manager	29,032,819	19.06%
CHAN Kin (Note 2)	Long position	Interest of controlled corporation	14,032,000	9.21%
Argyle Street Management Holdings Limited (Note 3)	Long position	Interest of controlled corporation	14,032,000	9.21%
Argyle Street Management Limited (Note 3)	Long position	Investment manager	14,032,000	9.21%
ASM Co-Investment Term Trust I	Long position	Beneficial owner	22,000	0.01%
ASMH (Cayman) Limited (Note 4)	Long position	Investment manager	14,010,000	9.20%
ASM Connaught House (Master) Fund V LP (Note 3)	Long position	Interest of controlled corporation	12,720,000	9.01%
		Beneficial owner	1,010,000	
Cochrane Street Limited (Note 4)	Long position	Interest of controlled corporation	12,720,000	8.35%
ASM Connaught House General Partner V Limited (Note 4)	Long position	Investment manager	13,730,000	9.01%
ASM Connaught House (Master) Fund III LP (Note 3)	Long position	Interest of controlled corporation	12,720,000	8.53%
		Beneficial owner	280,000	
Cantonment Road Limited (Note 4)	Long position	Interest of controlled corporation	12,720,000	8.35%
ASM Connaught House General Partner III Limited (Note 4)	Long position	Investment manager	13,000,000	8.53%
Meyer Road Limited (Note 5)	Long position	Interest of controlled corporation	12,720,000	8.35%
Loyang Street Limited	Long position	Beneficial owner	12,720,000	8.35%

Note 1: China Merchants Group Limited, China Merchants Steam Navigation Company Limited, China Merchants Financial Holdings Co., Ltd. and China Merchants Financial Holdings (Hong Kong) Company Limited are deemed to have corporate interests in the shares by virtue of its entire shareholding in the company whose name is set out immediately under it.

Note 2: According to the notice filed by CHAN Kin on 19 June 2024, CHAN Kin is deemed to have corporate interests in the shares by virtue of his controlling shareholding (i.e. 50.13%) in Argyle Street Management Holdings Limited and ASMH (Cayman) Limited.

- Note 3: According to the notices filed by Argyle Street Management Holdings Limited and Argyle Street Management Limited on 19 June 2024, each of Argyle Street Management Holdings Limited, ASM Connaught House (Master) Fund V LP and ASM Connaught House (Master) Fund III LP is deemed to have corporate interests in the shares by virtue of its entire shareholding in the company whose name is set out immediately under it. Besides, Argyle Street Management Limited held the shares in the capacity of investment manager through its entire shareholding in ASM Co-Investment Term Trust I, ASM Connaught House (Master) Fund V LP and ASM Connaught House (Master) Fund III LP.
- Note 4: According to the notice filed by ASMH (Cayman) Limited on 19 June 2024, ASMH (Cayman) Limited held the shares in the capacity of investment manager through its controlling shareholding (i.e. 70%) in ASM Connaught House General Partner V Limited and ASM Connaught House General Partner III Limited. Besides, each of Cochrane Street Limited and Cantonment Road Limited is deemed to have corporate interests in the shares by virtue of its controlling shareholding (i.e. 62.52% and 37.48% respectively) in Meyer Road Limited.
- Note 5: According to the notices filed by ASM Connaught House (Master) Fund V LP and ASM Connaught House General Partner V Limited on 2 July 2024, Meyer Road Limited is deemed to have corporate interests in the shares by virtue of its controlling shareholding (i.e. 85.71%) in the company whose name is set out immediately under it.

Save as disclosed above, there was no person, other than a Director or chief executives of the Company, who had an interest or short position in the shares and underlying shares of the Company as recorded in the register required to be kept under Section 336 of the SFO.

IMPORTANT EVENTS AFTER THE END OF THE FINANCIAL PERIOD

There are no important events affecting the Group which have occurred after the end of the financial period ended 30 June 2025 and up to the date of this interim report.

CORPORATE GOVERNANCE

The condensed consolidated financial statements for the six months ended 30 June 2025 are unaudited, but have been reviewed by KPMG, 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 HKICPA, whose unmodified review report is included in this interim report. The interim report has been reviewed by the Company's Audit Committee.

The Company has complied with all applicable code provisions of Corporate Governance Code contained in Appendix C1 to the Listing Rules throughout the reporting period except as stated below.

The Stock Exchange of Hong Kong Limited has granted a waiver to the Company for establishment of remuneration committee on condition that the Executive Directors and senior management of the Company will not receive any Directors' fee or emolument from the Company. Thus, no remuneration committee has been established by the Company.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted codes of conduct regarding securities transactions by Directors set out in the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") contained in Appendix C3 to the Listing Rules. On specific enquiries made, all Directors have confirmed that, in respect of the reporting period, they have complied with the required standard set out in the Model Code.

UPDATE ON DIRECTORS' BIOGRAPHICAL DETAILS

Mr. TSE Yue Kit, Non-executive Director of the Company, resigned as a Director of the Investment Manager on 20 June 2025.

Save as disclosed above, there is no other information that required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

By Order of the Board

Mr. ZHOU Xing

Chairman

Hong Kong, 28 August 2025