

Future Bright Mining Holdings Limited

高鵬礦業控股有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code : 2212)

2025

Interim Report



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CORPORATE INFORMATION

DIRECTORS

Executive Directors

Sun Hailong

Xue Yunfei

(Chief Executive Officer)

Yang Jiantong ^{Note 1}

Zhou Dechuan ^{Note 1}

Non-Executive Directors

Chen Jin

Zhu Min

Independent Non-Executive Directors

Prof. Lau Chi Pang *J.P.*

Wang Xiaolong ^{Note 1}

Wong Wan Lung

COMPANY SECRETARY

Wu Ho Wai

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit 8101, Level 81

International Commerce Centre

1 Austin Road West

Kowloon, Hong Kong

HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN THE PRC

No. 207 Shuijing Avenue

Chengguan Town

Nanzhang County, Xiangyang City

Hubei Province, the PRC

REGISTERED OFFICE

Cricket Square

Hutchins Drive

P.O. Box 2681

Grand Cayman

KY1-1111

Cayman Islands

AUDIT COMMITTEE

Wong Wan Lung (*Chairperson*)

Prof. Lau Chi Pang *J.P.*

Wang Xiaolong ^{Note 2}

NOMINATION COMMITTEE

Wang Xiaolong (*Chairman*) ^{Note 2}

Prof. Lau Chi Pang *J.P.*

Wong Wan Lung

Yang Jiantong ^{Note 2}

REMUNERATION COMMITTEE

Wang Xiaolong (*Chairman*) ^{Note 2}

Prof. Lau Chi Pang *J.P.*

Wong Wan Lung

Yang Jiantong ^{Note 2}

AUTHORISED REPRESENTATIVES

Wu Ho Wai

Xue Yunfei

CORPORATE INFORMATION

PRINCIPAL BANKERS

The Hongkong and Shanghai
Banking Corporation Limited
Hang Seng Bank Limited
China Citic Bank International Limited

LEGAL ADVISER AS TO HONG KONG LAWS

Kwok Yih & Chan
Suite 1501, 15th Floor
Bank of America Tower
12 Harcourt Road
Central, Hong Kong

AUDITORS

Reanda HK CPA Limited
21st Floor, Tai Yau Building
181 Johnston Road
Wanchai, Hong Kong

CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Conyers Trust Company (Cayman)
Limited
Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman
KY1-1111
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

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

STOCK CODE

2212

WEBSITE

<http://www.futurebrightltd.com>
(information contained in this website
does not form part of this report)

Note 1 Retired on 30 June 2025

Note 2 Ceased to be the chairman or member, as appropriate, on 30 June 2025

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

Revenue

For the six months ended 30 June 2025 (the “**Period**”), the operating revenue of Future Bright Mining Holdings Limited (the “**Company**”) and its subsidiaries (collectively the “**Group**”) was approximately RMB9.93 million, which represented a decrease of approximately 77.88% as compared to the operating revenue of approximately RMB44.90 million for the six months ended 30 June 2024. During the Period, the Group was preparing for expansion works of Yiduoyan Project. Although no excavation work was conducted by the Group, some abandoned stones from expansion works were sold. As a result, revenue derived from the marble block segment was approximately RMB0.10 million for the Period (six months ended 30 June 2024: nil).

The Group has been actively sourcing suppliers in the market based on the types, quality, quantity and pricing of coals. Besides, we also considered the market reputation, reliability and credibility of potential suppliers to meet the demand of the customers. The Group recognises revenue when coals have been placed at or collected by customer at agreed location. Due to the weak market demand and the decline of selling price in the PRC, revenue generated from this segment decreased from approximately RMB44.90 million for the six months ended 30 June 2024 to approximately RMB9.82 million for the Period.

| | Six months ended 30 June 2025 | | | Six months ended 30 June 2024 | | |
|-------------------|-------------------------------|-----------------------------------|---------------------------|-------------------------------|-----------------------------------|---------------------------|
| | RMB'000 | Percentage to total revenue | Gross profit margin | RMB'000 | Percentage to total revenue | Gross profit margin |
| Marble block | 102 | 1.03% | 100.00% | – | 0.00% | 0.00% |
| Commodity trading | 9,824 | 98.97% | 5.83% | 44,895 | 100.00% | 2.43% |
| Total | 9,926 | 100.00% | 6.80% | 44,895 | 100.00% | 2.43% |

MANAGEMENT DISCUSSION AND ANALYSIS

Cost of Sales

The Group's cost of sales decreased from approximately RMB43.80 million for the six months ended 30 June 2024 to approximately RMB9.25 million for the Period, representing a decrease of approximately 78.88%, and such cost was solely attributable to our coal trading business under the commodity trading segment. Since there was no mining operation during the Period and abandoned stones sold during the Period were generated during the expansion work of the mining site, the cost of such abandoned stones was zero (six months ended 30 June 2024: nil). The decrease in cost of sales of the commodity trading segment was in line with the decrease in revenue derived from the same segment.

Gross Profit and Gross Profit Margin

The gross profit of the Group decreased to approximately RMB0.68 million for the Period when compared with the gross profit for the six months ended 30 June 2024 of approximately RMB1.09 million. On the other hand, the gross profit margin increased from approximately 2.43% to approximately 6.80%. The gross profit margin for the Period was attributable to both the marble block segment and the commodity trading segment while the gross profit margin for the six months ended 30 June 2024 was solely attributable to the commodity trading segment.

Since the Group sold some abandoned stones generated from expansion works with no cost during the Period, the gross profit margin of the segment of marble block increased to 100.00% (six months ended 30 June 2024: nil). Besides, the gross profit margin of the commodity trading segment also increased to approximately 5.83% (six months ended 30 June 2024: approximately 2.43%).

Other Income

Other income for the Period was approximately RMB119,000, which represented a slight decrease of approximately RMB4,000 as compared to the other income of approximately RMB123,000 for the six months ended 30 June 2024. Other income mainly comprised the bank interest income and sundry income.

Selling and Distribution Expenses

Selling and distribution expenses, which mainly consisted of sample charges of marble slab and related transportation fee, were approximately RMB33,000 for the Period (six months ended 30 June 2024: nil), representing approximately 0.33% of the revenue for the Period (six months ended 30 June 2024: nil).

MANAGEMENT DISCUSSION AND ANALYSIS

Administrative Expenses

Administrative expenses mainly included legal and professional fees, printing and announcement fee, depreciation, annual listing fee, directors' remuneration, salaries and benefits of staff and other general office expenses. During the Period, administrative expenses of the Group increased by approximately RMB0.60 million or 7.86% from approximately RMB7.63 million during the six months ended 30 June 2024 to approximately RMB8.23 million for the Period. The increase was mainly attributable to the increase of directors and staff costs for the Period.

Gains or Losses on Changes in Fair Value of Financial Assets at Fair Value Through Profit or Loss

As at 30 June 2025, the Group had current equity investments at fair value through profit or loss of approximately RMB14,000 (representing approximately 0.01% of the Group's total assets as at 30 June 2025) which comprised investments in various Hong Kong listed shares (as at 31 December 2024: approximately RMB12,000). The Group recorded net fair value gains of the equity investments of approximately RMB2,000 for the Period (six months ended 30 June 2024: net loss of approximately RMB3,000).

Other Operating Income

Other operating income of approximately RMB0.11 million for the six months ended 30 June 2024 increased to approximately RMB0.13 million for the Period as net foreign exchange gain of approximately RMB0.16 million was recorded (six months ended 30 June 2024: net foreign exchange loss of approximately RMB0.13 million). Other operating income also included gain on disposal of property, plant and equipment of approximately RMB0.27 million for the six months ended 30 June 2024.

Finance Costs

Finance costs decreased from approximately RMB3.58 million for the six months ended 30 June 2024 to approximately RMB2.40 million for the Period. The Group's finance costs represented interest on discounted provision for rehabilitation, interest on lease liabilities of office premises, interest on borrowings and interest on mining right payable. The change was mainly due to the significant decrease of interest on borrowings to approximately RMB0.69 million (six months ended 30 June 2024: approximately RMB2.15 million) for the Period. The Group has started to repay some of the loans and negotiate more favourable interest rates with lenders in the second quarter of 2024.

MANAGEMENT DISCUSSION AND ANALYSIS

Loss attributable to Owners of the Company

In view of the above factors, loss attributable to owners of the Company narrowed by approximately 10.06% to approximately RMB8.76 million (six months ended 30 June 2024: approximately RMB9.74 million) for the Period.

BUSINESS REVIEW

Marble and Marble-related Business

During the Period, we are continuously focusing on the development of the Yiduoyan Project, which is an open pit mine in the Hubei Province of the PRC. During the Period, the Group was undergoing expansion works of the Yiduoyan Project. Although no excavation work was conducted by the Group, some abandoned stones from expansion works were sold. As a result, revenue derived from this business segment was approximately RMB0.10 million for the Period (six months ended 30 June 2024: nil).

Trading of Commodities Business

The Company has been actively sourcing suppliers in the market based on the types, quality, quantity and pricing of coals. Besides, we also considered the market reputation, reliability and credibility of potential suppliers to meet the demand of the customers. We typically enter into framework procurement contracts with our suppliers, which is indicative of our commitment to secure reliable sources of coal and allows us to negotiate better terms and ensure consistent quality of coal supplied. The Group, as principal, has control and responsibility over the entire sale process and discretion over pricing through negotiations; and is engaged in the entire transaction process, from procurement to ensuring the taking of delivery by our customers. In fulfilling our orders, we take the primary responsibility in sourcing and understanding the particular specifications of coal required by our customers on an order-by-order basis. The Group recognises revenue when coals have been placed at or collected by customer at agreed location. Customers normally have to pay the Company directly in full before collecting the coal. Due to weak market demand and the decline of selling price in the PRC, revenue generated from this segment decreased from approximately RMB44.90 million for the six months ended 30 June 2024 to approximately RMB9.82 million for the Period.

THE YIDUOYAN PROJECT

The Yiduoyan Project is an open pit mine located in the Hubei Province of the PRC. On 12 July 2023, the Group has successfully renewed the mining permit of the Yiduoyan Project, for a term of 20 years, from 12 July 2023 to 12 July 2043.

MANAGEMENT DISCUSSION AND ANALYSIS

The renewed mining permit covers a mining area of 0.3973 km² and an annual production capacity of 540,000 tonnes (equivalent to approximately 200,000 m³, as compared to the permitted annual production capacity of 20,000 m³ under the original mining permit). With the increase in permitted annual production capacity, it is expected that the Group would be able to expand its mining production in the future.

MAJOR EXPLORATION, DEVELOPMENT AND PRODUCTION ACTIVITIES

Mineral Exploration

We have completed the mineral exploration works at the time of renewing the mining permit in 2022, and no further mineral exploration work was carried out for the Period. As a result, there was no expenditure on mineral exploration.

Development

Since the Group was undergoing expansion works of the Yiduoyan Project during the Period, mining operation was temporarily suspended during the Period. The Group recorded the payment of development expenditures of approximately RMB1.05 million with respect to the expansion of the Yiduoyan Project during the Period (six months ended 30 June 2024: approximately RMB2.56 million). A detailed breakdown of the development expenditures is set out below:

| | RMB'000 |
|---|----------------|
| Engineering survey and measurement fee | 200.0 |
| Environmental protection technology consulting service fee | 15.0 |
| Forest land status survey and consulting service fee | 178.0 |
| Payment for site leveling and step excavation | 433.1 |
| Production safety signs | 0.5 |
| Renovation of staff dormitory | 85.9 |
| Safety training fee | 3.3 |
| Service fee of soil and water conservation report | 35.0 |
| Social stability risk assessment service fee | 24.0 |
| Soil and water conservation compensation | 5.0 |
| Transaction service fee for public bidding of the land use rights | 68.0 |
| | <hr/> |
| Total | 1,047.8 |
| | <hr/> <hr/> |

MANAGEMENT DISCUSSION AND ANALYSIS

Mining Operation

Since the Group was undergoing expansion works of the Yiduoyan Project during the Period, no excavation work was conducted during the Period and hence no marble block was produced and sold. As a result, the expenditure of mining activities per m³ was nil (six months ended 30 June 2024: nil).

FUTURE PROSPECTS

Our objective is to become a well-known supplier of marble blocks in the PRC. We plan to accomplish this goal by pursuing the following strategies:

Business Outlook

Develop marble and marble-related business

The Group remained cautiously optimistic about its future prospects of the marble business. The Group is actively exploring new customers by different ways including through the network of the senior management. We expect the current decline in the marble business to be temporary and that our business will have a stable growth in the coming years.

The Group is undergoing the expansion of the road between the mining surface, which is subjected to the approval from the government authorities. Afterwards, the expansion of mining surface and construction of the mining facilities will be proceeded simultaneously. The constructions works are expected to be finished, and regular marble production will be resumed in second or third quarter of 2026. During the construction works in process, marbles will be produced, which can also be sold to our customers. Therefore, we expect there will be revenues generated from marble business in this year.

The Group has signed sales contracts of marble slab with some customers, of which partial deposit have been received. The Group expects that more sales contracts can be concluded after the completion of expansion works.

Besides, we will increase product varieties and recognition through industry exchanges. As part of our future plans for acquisitive growth, we continue to carefully identify and evaluate selective acquisition opportunities.

MANAGEMENT DISCUSSION AND ANALYSIS

Develop the commodities trading business

We believe that continued development of the commodities trading business will enable the Group to expand its business portfolio, diversify its income source and possibly enhance its financial performance. Other than trading of coals, we will look for other attractive opportunities whenever the same arises.

SIGNIFICANT INVESTMENTS

The Group had no material investments during the Period.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

Saved as disclosed in this interim report, the Group does not have other plans for material investments and capital assets as at 30 June 2025.

INTERIM DIVIDEND

The board (the “**Board**”) of directors (the “**Directors**”) of the Company has resolved not to declare an interim dividend for the six months ended 30 June 2025 (six months ended 30 June 2024: nil).

MAJOR ACQUISITIONS AND DISPOSALS DURING THE PERIOD

There were no material acquisitions and disposals of subsidiaries, associates or joint ventures by the Group during the Period.

LIQUIDITY, CAPITAL RESOURCES AND GEARING RATIO

During the Period, the Group’s liquidity funds were primarily used to invest in the development of the mine and for its operations and such funds were funded by a combination of capital contribution by shareholders, borrowings from independent third parties as well as cash generated from operation.

As at 30 June 2025, the Group had cash and cash equivalents of approximately RMB13.99 million which were denominated in Hong Kong dollars and Renminbi (as at 31 December 2024: approximately RMB20.29 million).

As at 30 June 2025, borrowings of the Group comprised the loan from third parties of approximately RMB42.71 million (as at 31 December 2024: approximately RMB46.71 million) which are interest bearing at 3% to 10% (as at 31 December 2024: 3% to 10%) per annum.

MANAGEMENT DISCUSSION AND ANALYSIS

The gearing ratio (defined as long-term debt divided by total shareholder's equity) as at 30 June 2025 was 1.13 (as at 31 December 2024: 0.99). The current ratio of the Group as at 30 June 2025 was about 0.84 times as compared to 1.10 times as at 31 December 2024, based on current assets of approximately RMB40.25 million (as at 31 December 2024: approximately RMB37.12 million) and current liabilities of approximately RMB48.19 million (as at 31 December 2024: approximately RMB33.85 million).

CHARGES OVER THE GROUP'S ASSETS

There were no charges over the Group's assets as at 30 June 2025.

CAPITAL STRUCTURE

There had been no material change in the capital structure of the Group since 31 December 2024.

EMPLOYEES AND REMUNERATION POLICY

As at 30 June 2025, the Group has a total of 28 full time employees (including Directors) who are located in Hong Kong and the PRC. Employees' remuneration packages have been reviewed periodically and determined with reference to the performance of the individual and prevailing market practices. Remuneration packages include basic salaries and other employees' benefits including contributions to statutory mandatory provident funds for our Hong Kong employees, and social insurance together with housing provident funds for our PRC employees. Besides, the Group also provides medical benefits and subsidies employees in various training and continuous education programmes.

USE OF PROCEEDS FROM THE PLACING OF NEW SHARES UNDER GENERAL MANDATE

Placing of New Shares on 19 January 2024

The net proceeds from the placing of new shares under general mandate on 19 January 2024, after deducting the commissions and other fees and expenses in relation to the placing, amounted to approximately HKD35.3 million (equivalent to approximately RMB32.1 million).

MANAGEMENT DISCUSSION AND ANALYSIS

Up to 30 June 2025, the Group had used the net proceeds as originally intended as follows:

| | Allocation of net proceeds | | | Utilisation up to 30 June 2025 | | Remaining balance of net proceeds as at 30 June 2025 | |
|---|----------------------------|------------------------|----------------------|-----------------------------------|------------------------|--|------------------------|
| | RMB | | % of Net Proceeds | RMB | | RMB | |
| | HKD'million | Equivalent 'million | | Equivalent 'million | Equivalent 'million | HKD'million | Equivalent 'million |
| Expansion and development of project facilities at the Yiduoyan Project | 24.7 | 22.5 | 69.97% | 15.4 | 14.1 | 9.3 | 8.4 |
| General working capital of the Group | 10.6 | 9.6 | 30.03% | 10.6 | 9.6 | - | - |
| Total | 35.3 | 32.1 | 100.00% | 26.0 | 23.7 | 9.3 | 8.4 |

Net proceeds utilised for the Period

| | HKD million (unaudited) | RMB Equivalent 'million (unaudited) |
|--|----------------------------|---|
|--|----------------------------|---|

| | | |
|---|------|------|
| Expansion and development of project facilities at the Yiduoyan Project | 1.04 | 0.96 |
|---|------|------|

The Group intends to use the remaining proceeds of approximately HKD9.3 million as originally intended for expansion and development of project facilities at the Yiduoyan Project respectively by 30 September 2026.

CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

The Group did not have any significant capital commitments and contingent liabilities as at 30 June 2025.

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES AND RELATED HEDGES

The Group's monetary assets and transactions are mainly denominated in Hong Kong dollars ("HKD") and Renminbi ("RMB"). During the Period, the Group did not use financial instruments for hedging purposes. The Group will continue to monitor the related foreign currency exposure and will take necessary procedures to reduce the currency risks arising from the fluctuations in exchange rates at reasonable costs.

MANAGEMENT DISCUSSION AND ANALYSIS

OTHER MATTERS

During the course of the audit for the year ended 31 December 2022, it has come to the Company's attention that the Beijing branch of Shengjing Bank Co., Ltd.* (盛京銀行股份有限公司北京分行) (the "**Bank**") has, on 20 May 2022, applied and obtained an order from the Security Bureau in Faku County, Shenyang, the PRC (瀋陽市法庫縣公安局) to freeze the registered capital in the amount of RMB10 million (the "**Subject Registered Capital**") of Xiangyang Future Bright Mining Limited* (襄陽高鵬礦業有限公司) ("**XYFB**") (representing approximately 50% of the registered capital of XYFB) held by Future Bright (H.K.) Investment Limited ("**FBHK**") (the "**Order**"). Both XYFB and FBHK are wholly-owned subsidiaries of the Company. Under the Order, no transfer of the Subject Registered Capital is allowed.

Based on subsequent enquiries made by the Company, the Order was made in relation to a loan dispute (the "**Loan Dispute**") involving Mr. Li Yuguo ("**Mr. Li**"), the then executive Director (resigned on 23 May 2024) and former controlling shareholder (ceased on 23 January 2024) of the Company, and the Bank.

As advised by the PRC legal advisers to the Company, there is currently nothing to indicate that XYFB or FBHK (i) is involved in or otherwise connected with the Loan Dispute; and (ii) has provided any form of guarantee, security or assets pledge to the Bank in relation to the Loan Dispute. Based on the information currently available, the PRC legal advisers are of the view that the Order does not have any direct impact on the normal business operations of the Group.

The Company has been closely following up with Mr. Li on the above and the Order expired in May 2025. The Directors confirm that, to the best of their knowledge and information having made all reasonable enquiries, the Group has not provided any form of guarantee, security or assets pledge to the Bank in relation to the Loan Dispute. As at the date of this report, the Directors are of the view that the Order did not have any material impact on the Group's operations. The Company will closely monitor any development and announce any updates once available.

* For identification purposes only

OTHER INFORMATION

CORPORATE GOVERNANCE PRACTICES

The Company is committed to maintaining a high standard of corporate governance to safeguard the interests of its shareholders and enhance the corporate value, accountability and transparency of the Company. The Company's corporate governance practices are based on the principles, code provisions and certain recommended best practices set out in Part 2 of the Corporate Governance Code (the "**CG Code**") in Appendix C1 to the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"). Except for the deviations of the CG Code as explained below, the Company had complied with the applicable code provisions of the CG Code during the Period. The Company will continue to enhance its corporate governance practices appropriate to the operation and growth of its business.

Under code provision C.1.7 of the CG Code, the Company should arrange appropriate insurance cover in respect of legal action which may be taken against the Directors. The directors' and officers' liability insurance maintained by the Company has expired on 8 January 2025. As the Company has not yet reached an agreement with an insurer regarding the terms and insurance premium of new insurance policy, the insurance cover in respect of legal action which may be taken against the Directors has not been in place since 9 January 2025. The Company had liaised with various insurance companies and brokers during the Period and will continue to liaise with them to arrange appropriate insurance cover for the Directors and officers.

Pursuant to Rule 3.10(1) of the Listing Rules, every board of directors of a listed issuer must include at least three independent non-executive directors ("**INED(s)**"). Pursuant to Rule 3.21 of the Listing Rules, every listed issuer must establish an audit committee comprising a minimum of three members. Pursuant to Rule 3.25 of the Listing Rules, an issuer must establish a remuneration committee chaired by an INED and comprising a majority of INEDs. Pursuant to Rule 3.27A of the Listing Rules, an issuer must establish a nomination committee chaired by an INED and comprising a majority of INEDs.

OTHER INFORMATION

Following the retirement of Mr. Wang Xiaolong with effect from the conclusion of the annual general meeting (the “**AGM**”) held on 30 June 2025, (a) the Board comprises six members, being two executive Directors, two non-executive Directors and two INEDs; (b) the audit committee (“**Audit Committee**”) comprises a chairman and a member, both being INEDs; and (c) each of the nomination committee and the remuneration committee comprises two members, both being INEDs. As such, the Company does not meet (i) the minimum number of INEDs as required under Rule 3.10(1) of the Listing Rules; (ii) the minimum number of members of the Audit Committee as required under Rule 3.21 of the Listing Rules; (iii) the requirement under Rule 3.25 of the Listing Rules that the remuneration committee must be chaired by an INED; and (iv) the requirement under Rule 3.27A of the Listing Rules that the nomination committee must be chaired by an INED.

The Company is endeavoring to identify a suitable candidate to meet the abovementioned requirements as soon as practicable, and in any event within the three months from the date of the non-compliance, and will ensure compliance by the Company with the relevant Listing Rules. The Company will make further announcement(s) as and when appropriate.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Group has adopted the code of conduct with respect to the dealings in securities of the Company by the Directors as set out in Appendix C3 to the Listing Rules (the “**Model Code**”).

Having made specific enquiry with the Directors, all the Directors confirmed that they had complied with the required standard set out in the Model Code during the Period.

PURCHASE, SALE OR REDEMPTION OF SHARES

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company’s listed securities during the Period.

OTHER INFORMATION

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITION IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY

As at 30 June 2025, none of the Directors and chief executive of the Company had any interests or short positions in the shares (the “**Shares**”), underlying Shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance, Chapter 571 of the Law of Hong Kong (the “**SFO**”), which would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have taken under such provisions of the SFO), or which were required, pursuant to Section 352 of SFO, to be entered in the register referred to therein, or which were required, pursuant to the Model Code as set out in Appendix C3 to the Listing Rules, to be notified to the Company and the Stock Exchange.

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

So far as the Directors are aware, as at 30 June 2025, the following persons or corporations, other than the Directors or chief executives of the Company, had or were deemed or taken to have interests or short positions in the Shares and underlying Shares which were required to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the SFO:

| Name | Long/short position | Capacity and nature of interest | Number of ordinary shares | Approximate % shareholding (Note 2) |
|---|---------------------|------------------------------------|---------------------------|--|
| Wu Yan Nancy | Long position | Interest in controlled corporation | 258,647,000 (Note 1) | 24.56 |
| Golden Convergence Investment Limited | Long position | Interest in controlled corporation | 258,647,000 (Note 1) | 24.56 |
| Golden Convergence Holdings Group Limited | Long position | Beneficial owner | 258,647,000 (Note 1) | 24.56 |

OTHER INFORMATION

Notes:

1. These 258,647,000 Shares are registered in the name of Golden Convergence Holdings Group Limited, which is directly wholly-owned by Golden Convergence Investment Limited. Ms. Wu Yan Nancy is the beneficial owner of the entire issued share capital of Golden Convergence Investment Limited. Ms. Wu Yan Nancy is deemed to be interested in all the Shares held by Golden Convergence Holdings Group Limited under the SFO.
2. This is calculated based on a total number of 1,053,259,200 issued shares as at 30 June 2025.

Save as disclosed above, the Company has not been notified by any persons or corporations, other than the Directors or chief executives of the Company, who had or were deemed or taken to have interests or short positions in the Shares or underlying Shares of the Company which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO or as recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO as at 30 June 2025.

EVENTS AFTER THE REPORTING PERIOD

The Directors are not aware of any significant event requiring disclosure that has taken place subsequent to 30 June 2025 and up to the date of this report.

UPDATE ON DIRECTORS' INFORMATION

The change in the information of the Directors since the publication of the 2024 Annual Report required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules is set out below:

- Mr. Zhou Dechuan has retired as an executive Director with effect from the conclusion of the AGM held on 30 June 2025.
- Mr. Yang Jiantong (“**Mr. Yang**”) has retired as an executive Director with effect from the conclusion of the AGM held on 30 June 2025. Following the retirement of Mr. Yang, he has ceased to be a member of the remuneration committee and nomination committee of the Company.

OTHER INFORMATION

- Mr. Wang Xiaolong (“**Mr. Wang**”) has retired as an INED with effect from the conclusion of the AGM held on 30 June 2025. Following the retirement of Mr. Wang, he has ceased to be the chairman of the remuneration committee and nomination committee, and a member of the Audit Committee of the Company.

For further details, please refer to the announcement of the Company dated 30 June 2025.

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

REVIEW OF ACCOUNTS BY THE AUDIT COMMITTEE

The Audit Committee of the Board consists of all INEDs, namely Ms. Wong Wan Lung and Prof. Lau Chi Pang *J.P.*. The major functions of the Audit Committee are, among other things, to review and supervise the financial reporting process and internal control of the Group. The Audit Committee had reviewed this report and the unaudited financial results of the Group for the Period and considered that they were prepared in compliance with the relevant accounting standards, and that the Company has made appropriate disclosure thereof under the requirement of the Listing Rules.

By Order of the Board
Future Bright Mining Holdings Limited
Xue Yunfei
Executive Director

Hong Kong, 28 August 2025

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2025

| | | 2025 (unaudited) RMB'000 | 2024 (unaudited) RMB'000 |
|--|-------|--------------------------------|--------------------------------|
| | Notes | | |
| REVENUE | 4 | 9,926 | 44,895 |
| Cost of sales | | <u>(9,251)</u> | <u>(43,804)</u> |
| Gross profit | | 675 | 1,091 |
| Other income | 5 | 119 | 123 |
| Selling and distribution expenses | | (33) | – |
| Administrative expenses | | (8,225) | (7,626) |
| Gains/(losses) on changes in fair value of financial assets at fair value through profit or loss | | 2 | (3) |
| Other operating income | | 134 | 109 |
| Finance costs | 6 | <u>(2,397)</u> | <u>(3,577)</u> |
| LOSS BEFORE TAX | 7 | (9,725) | (9,883) |
| Income tax credit | 8 | <u>965</u> | <u>172</u> |
| LOSS FOR THE PERIOD | | <u>(8,760)</u> | <u>(9,711)</u> |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (CONTINUED)

For the six months ended 30 June 2025

| | | 2025 | 2024 |
|--|------|-----------------------|-----------------------|
| | | (unaudited) | (unaudited) |
| | Note | RMB'000 | RMB'000 |
| (Loss)/profit attributable to: | | | |
| Owners of the Company | | (8,760) | (9,742) |
| Non-controlling interests | | <u>—</u> | <u>31</u> |
| | | <u>(8,760)</u> | <u>(9,711)</u> |
| LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY | | | |
| Basic and diluted (RMB cents) | 9 | <u>0.83</u> | <u>0.94</u> |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2025

| | 2025 (unaudited) RMB'000 | 2024 (unaudited) RMB'000 |
|--|---|--------------------------------|
| LOSS FOR THE PERIOD | <u>(8,760)</u> | <u>(9,711)</u> |
| OTHER COMPREHENSIVE INCOME | | |
| Other comprehensive income that may be reclassified to profit or loss in subsequent periods: | | |
| Exchange differences on translation of foreign operations | (330) | 105 |
| Realisation of exchange reserve upon deregistration of a subsidiary | <u>-</u> | <u>1</u> |
| OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX | <u>(330)</u> | <u>106</u> |
| TOTAL COMPREHENSIVE INCOME FOR THE PERIOD | <u>(9,090)</u> | <u>(9,605)</u> |
| Attributable to: | | |
| Owners of the Company | (9,090) | (9,636) |
| Non-controlling interests | <u>-</u> | <u>31</u> |
| | <u>(9,090)</u> | <u>(9,605)</u> |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2025

| | | 30 June 2025 (unaudited) RMB'000 | 31 December 2024 (audited) RMB'000 |
|--|-------|---|---|
| | Notes | | |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | 11 | 15,241 | 15,816 |
| Right-of-use assets | 11 | 4,048 | 5,468 |
| Deferred tax assets | | 969 | – |
| Other intangible assets | 11 | 100,255 | 100,255 |
| Total non-current assets | | 120,513 | 121,539 |
| CURRENT ASSETS | | | |
| Inventories | | 447 | 476 |
| Trade receivables | 12 | 11,103 | 1,619 |
| Prepayments, deposits and other receivables | 13 | 14,699 | 14,723 |
| Financial assets at fair value through profit or loss | | 14 | 12 |
| Cash and cash equivalents | | 13,986 | 20,293 |
| Total current assets | | 40,249 | 37,123 |
| CURRENT LIABILITIES | | | |
| Trade payables | 14 | 10,949 | 503 |
| Other payables and accruals | | 34,455 | 30,578 |
| Tax payable | | 4 | 61 |
| Lease liabilities | 15 | 2,779 | 2,710 |
| Total current liabilities | | 48,187 | 33,852 |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

30 June 2025

| | | 30 June 2025 (unaudited) RMB'000 | 31 December 2024 (audited) RMB'000 |
|--|-------|---|---|
| | Notes | | |
| NET CURRENT (LIABILITIES)/ ASSETS | | <u>(7,938)</u> | <u>3,271</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>112,575</u> | <u>124,810</u> |
| NON-CURRENT LIABILITIES | | | |
| Lease liabilities | 15 | 105 | 1,502 |
| Long-term borrowings | 16 | 42,708 | 46,708 |
| Other payables and accruals | | 4,199 | 3,506 |
| Mining right payable | | 25,880 | 24,380 |
| Provision for rehabilitation | 17 | <u>1,804</u> | <u>1,745</u> |
| Total non-current liabilities | | <u>74,696</u> | <u>77,841</u> |
| Net assets | | <u><u>37,879</u></u> | <u><u>46,969</u></u> |
| EQUITY | | | |
| Equity attributable to owners of the Company | | | |
| Share capital | 18 | 4,323 | 4,323 |
| Reserves | | <u>33,556</u> | <u>42,646</u> |
| Total equity | | <u><u>37,879</u></u> | <u><u>46,969</u></u> |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2025

| | Attributable to owners of the Company | | | | | | | | Total equity RMB'000 |
|---|---------------------------------------|--------------------------|----------------------------|--------------------------------|---|--------------------------------------|--|-------------------------------|-------------------------|
| | Share capital RMB'000 (Note 18) | Share premium RMB'000 | Capital reserve RMB'000 | Contributed reserve RMB'000 | Safety fund surplus reserve RMB'000 | Statutory reserve fund RMB'000 | Foreign currency translation reserve RMB'000 | Accumulated losses RMB'000 | |
| | At 1 January 2025 (audited) | 4,323 | 162,228 | 24,216 | 34,152 | 14 | 238 | 5,244 | |
| Loss for the Period | - | - | - | - | - | - | - | (8,760) | (8,760) |
| Other comprehensive income for the Period: | | | | | | | | | |
| Exchange differences on translation of foreign operations | - | - | - | - | - | - | (330) | - | (330) |
| Total comprehensive loss for the Period | - | - | - | - | - | - | (330) | (8,760) | (9,090) |
| At 30 June 2025 (unaudited) | 4,323 | 162,228 | 24,216 | 34,152 | 14 | 238 | 4,914 | (192,206) | 37,879 |

| | Attributable to owners of the Company | | | | | | | | | | |
|---|---------------------------------------|--------------------------|----------------------------|--------------------------------|---|--------------------------------------|--|-------------------------------|------------------|--------------------------------------|-------------------------|
| | Share capital RMB'000 (Note 18) | Share premium RMB'000 | Capital reserve RMB'000 | Contributed reserve RMB'000 | Safety fund surplus reserve RMB'000 | Statutory reserve fund RMB'000 | Foreign currency translation reserve RMB'000 | Accumulated losses RMB'000 | Total RMB'000 | Non-controlling interests RMB'000 | Total equity RMB'000 |
| | At 1 January 2024 (audited) | 3,524 | 130,899 | 24,216 | 34,152 | 47 | 238 | 4,715 | (164,598) | 33,193 | (31) |
| (Loss)/Profit for the Period | - | - | - | - | - | - | - | (9,742) | (9,742) | 31 | (9,711) |
| Other comprehensive income for the Period: | | | | | | | | | | | |
| Exchange differences on translation of foreign operations | - | - | - | - | - | - | 105 | - | 105 | - | 105 |
| Realisation of exchange reserve upon deregistration of a subsidiary | - | - | - | - | - | - | 1 | - | 1 | - | 1 |
| Total comprehensive loss for the Period | - | - | - | - | - | - | 106 | (9,742) | (9,636) | 31 | (9,605) |
| Share placing (Note 18) | 799 | 31,951 | - | - | - | - | - | - | 32,750 | - | 32,750 |
| Share issue expenses (Note 18) | - | (622) | - | - | - | - | - | - | (622) | - | (622) |
| At 30 June 2024 (unaudited) | 4,323 | 162,228 | 24,216 | 34,152 | 47 | 238 | 4,821 | (174,340) | 55,685 | - | 55,685 |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2025

| | | 2025 (unaudited) RMB'000 | 2024 (unaudited) RMB'000 |
|---|-------|--------------------------------|--------------------------------|
| | Notes | | |
| Cash flows from operating activities | | | |
| Loss before tax | | (9,725) | (9,883) |
| Adjustments for: | | | |
| Finance costs | 6 | 2,397 | 3,577 |
| Interest income | 5 | (53) | (120) |
| Unrealised fair value (gains)/losses of financial assets at fair value through profit or loss | 7 | (2) | 3 |
| Loss on deregistration of a subsidiary | 7 | - | 1 |
| Depreciation of property, plant and equipment | 7, 11 | 729 | 711 |
| Depreciation of right-of-use assets | 7, 11 | 1,364 | 1,478 |
| Gain on disposal of property, plant and equipment | 7 | - | (271) |
| Written off of property, plant and equipment | 7 | - | 6 |
| | | (5,290) | (4,498) |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 June 2025

| | Notes | 2025 (unaudited) RMB'000 | 2024 (unaudited) RMB'000 |
|--|-------|--------------------------------|--------------------------------|
| Decrease in inventories | | 29 | – |
| Increase in trade receivables | | (9,484) | – |
| (Increase)/decrease in prepayments, deposits and other receivables | | (8) | 163 |
| Increase in trade payables | | 10,454 | – |
| Increase in other payables and accruals and amount due to related parties | | 3,729 | 6,005 |
| | | <hr/> | <hr/> |
| Cash (used in)/from operations | | (570) | 1,670 |
| Cash payments for the interest portion of the lease liabilities | 6 | (146) | (44) |
| Income taxes paid | | (61) | (46) |
| | | <hr/> | <hr/> |
| Net cash flows (used in)/from operating activities | | (777) | 1,580 |
| | | <hr/> | <hr/> |
| Cash flows from investing activities | | | |
| Interest received | 5 | 53 | 120 |
| Purchase of items of property, plant and equipment | 11 | (186) | (18) |
| Proceeds from disposal of property, plant and equipment | | – | 271 |
| | | <hr/> | <hr/> |
| Net cash flows (used in)/from investing activities | | (133) | 373 |
| | | <hr/> | <hr/> |

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 June 2025

| | 2025 (unaudited) RMB'000 | 2024 (unaudited) RMB'000 |
|--|--------------------------------|--------------------------------|
| Notes | | |
| Cash flows from financing activities | | |
| Net proceeds from placing of shares | – | 32,128 |
| Proceeds from borrowings | – | 15,860 |
| Repayment of borrowings | (4,000) | (14,905) |
| Loan interest paid | – | (1,897) |
| Principal portion of lease payments | (1,274) | (1,739) |
| | <hr/> | <hr/> |
| Net cash flows (used in)/from financing activities | (5,274) | 29,447 |
| | <hr/> | <hr/> |
| Net (decrease)/increase in cash and cash equivalents | (6,184) | 31,400 |
| Cash and cash equivalents at beginning of Period | 20,293 | 13,092 |
| Effect of foreign exchange rate changes, net | (123) | 91 |
| | <hr/> | <hr/> |
| Cash and cash equivalents at end of Period | 13,986 | 44,583 |
| | <hr/> <hr/> | <hr/> <hr/> |
| Analysis of balances of cash and cash equivalents | | |
| Cash and cash equivalents as stated in the statement of financial position and statement of cash flows | 13,986 | 44,583 |
| | <hr/> <hr/> | <hr/> <hr/> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2025

1. CORPORATE INFORMATION

The Company was incorporated as an exempted company with limited liability in the Cayman Islands on 23 August 2013 under the Companies Law, Chapter 22 of the Cayman Islands. The registered office address of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands.

The Company is an investment holding company. During the six months ended 30 June 2025 (the “**Period**”), the Group was principally engaged in the following activities:

- excavation and sale of marble blocks;
- production and sale of marble related products;
- trading of mineral commodities; and
- trading of coals.

In the opinion of the Directors, for the period from 1 January 2024 to 22 January 2024, the holding company of the Company was Zhong Ke Jiu Tai Technology Group Limited, a private company incorporated in Hong Kong, and the ultimate controlling shareholder of the Company was Mr. Li Yuguo. On 23 January 2024, Zhong Ke Jiu Tai Technology Group Limited and Mr. Li Yuguo ceased to be the holding company and the ultimate controlling shareholder of the Company respectively. There is no controlling shareholder of the Company subsequently and up to the date of this report.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

1. CORPORATE INFORMATION (CONTINUED)

Information about subsidiaries

Particulars of the Company's principal subsidiaries at the end of the Period are as follows:

| Name | Place of incorporation/ registration and business | Issued ordinary/ registered share capital | Percentage of equity attributable to the Company | | Principal activities |
|---|---|--|--|----------|--|
| | | | Direct | Indirect | |
| Gold Title Investments Limited | British Virgin Islands | USD50,000 | 100 | – | Investment holding |
| Huichuan Investment Limited | British Virgin Islands | USD1 | 100 | – | Investment holding |
| World Harvest Group Limited | British Virgin Islands | USD1 | 100 | – | Investment holding |
| Future Bright (H.K.) Investment Limited | Hong Kong | HKD10,000 | – | 100 | Commodity trading |
| Main Pacific Investment Limited | Hong Kong | HKD1 | – | 100 | Investment holding |
| Xiangyang Future Bright Mining Limited* | PRC/Mainland China | RMB20,000,000 | – | 100 | Mining, ore processing and sale of marble products |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

1. CORPORATE INFORMATION (CONTINUED)

Information about subsidiaries (continued)

| Name | Place of incorporation/ registration and business | Issued ordinary/ registered share capital | Percentage of equity attributable to the Company | | Principal activities |
|---|---|--|--|----------|---|
| | | | Direct | Indirect | |
| Main Pacific (Shenzhen) Technology Limited* | PRC/Mainland China | RMB1,000,000 | – | 100 | New energy technology and mineral products technology development, technology transfer, service and consulting |
| Inner Mongolia Main Pacific Energy Company Ltd.** | PRC/Mainland China | RMB10,000,000 | – | 100 | Sales of coals and coals products |

* Registered as a wholly-foreign-owned enterprise under PRC law.

** Limited liability company wholly owned by a PRC subsidiary under PRC law.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The interim condensed consolidated financial information for the six months ended 30 June 2025 has been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting (“IAS 34”). The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2024.

2.2 New standards, interpretations and amendment adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of new and revised International Financial Reporting Standards (“IFRSs”) effective for the annual period beginning on or after 1 January 2025:

Amendments to IAS 21

Lack of Exchangeability

The adoption of these amendments to IFRSs does not have a material impact on the interim condensed consolidated financial statements of the Group. The Group has not early adopted any other standards, interpretation or amendments that have been issued but are not yet effective.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

3. OPERATING SEGMENT INFORMATION

Six months ended 30 June 2025

| | Marble block (unaudited) RMB'000 | Commodity trading (unaudited) RMB'000 | Total (unaudited) RMB'000 |
|---|---|--|---------------------------------|
| Segment revenue: | | | |
| Sales to external customers | 102 | 9,824 | <u>9,926</u> |
| Revenue | | | <u><u>9,926</u></u> |
| Segment results | (1,634) | 152 | (1,482) |
| <i>Reconciliation:</i> | | | |
| Interest income | | | 53 |
| Finance costs (Other than interest on lease liabilities) | | | (2,251) |
| Corporate and other unallocated expenses | | | <u>(6,045)</u> |
| Loss before tax | | | <u><u>(9,725)</u></u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

3. OPERATING SEGMENT INFORMATION (CONTINUED)

Six months ended 30 June 2024

| | Marble block (unaudited) RMB'000 | Commodity trading (unaudited) RMB'000 | Total (unaudited) RMB'000 |
|---|---|--|---------------------------------|
| Segment revenue: | | | |
| Sales to external customers | – | 44,895 | <u>44,895</u> |
| Revenue | | | <u><u>44,895</u></u> |
| Segment results | (1,480) | 616 | (864) |
| <i>Reconciliation:</i> | | | |
| Interest income | | | 120 |
| Finance costs (Other than interest on lease liabilities) | | | (3,534) |
| Corporate and other unallocated expenses | | | <u>(5,605)</u> |
| Loss before tax | | | <u><u>(9,883)</u></u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

3. OPERATING SEGMENT INFORMATION (CONTINUED)

The following table presents the asset and liability information of the Group's operating segments as at 30 June 2025 and 31 December 2024, respectively.

30 June 2025

| | Marble block (unaudited) RMB'000 | Commodity trading (unaudited) RMB'000 | Total (unaudited) RMB'000 |
|--|---|--|---------------------------------|
| Segment assets: | 127,502 | 32,034 | 159,536 |
| <i>Reconciliation:</i> | | | |
| Elimination of intersegment receivables | | | (17,987) |
| Corporate and other unallocated assets | | | <u>19,213</u> |
| Total assets | | | <u><u>160,762</u></u> |
| Segment liabilities: | 115,408 | 11,119 | 126,527 |
| <i>Reconciliation:</i> | | | |
| Elimination of intersegment payables | | | (17,987) |
| Corporate and other unallocated liabilities | | | <u>14,343</u> |
| Total liabilities | | | <u><u>122,883</u></u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

3. OPERATING SEGMENT INFORMATION (CONTINUED)

31 December 2024

| | Marble block (audited) RMB'000 | Commodity trading (audited) RMB'000 | Total (audited) RMB'000 |
|--|---|--|-------------------------------|
| Segment assets: | 127,299 | 22,928 | 150,227 |
| <i>Reconciliation:</i> | | | |
| Elimination of intersegment receivables | | | (18,036) |
| Corporate and other unallocated assets | | | <u>26,471</u> |
| Total assets | | | <u><u>158,662</u></u> |
| Segment liabilities: | 108,575 | 745 | 109,320 |
| <i>Reconciliation:</i> | | | |
| Elimination of intersegment payables | | | (18,036) |
| Corporate and other unallocated liabilities | | | <u>20,409</u> |
| Total liabilities | | | <u><u>111,693</u></u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)
30 June 2025

4. REVENUE

An analysis of revenue is as follows:

| | For the six months ended 30 June | |
|--|---|---------------|
| | 2025 | 2024 |
| | (unaudited) | (unaudited) |
| | RMB'000 | RMB'000 |
| Revenue from contracts with customers | | |
| Sale of goods | <u>9,926</u> | <u>44,895</u> |

Disaggregated revenue information for revenue from contracts with customers

For the six months ended 30 June 2025

| Segments | Marble block (unaudited) RMB'000 | Commodity trading (unaudited) RMB'000 | Total (unaudited) RMB'000 |
|---|---|--|--|
| Type of goods | | | |
| Sale of abandoned stones | 102 | – | 102 |
| Sale of coals | <u>–</u> | <u>9,824</u> | <u>9,824</u> |
| | <u>102</u> | <u>9,824</u> | <u>9,926</u> |
| Geographical markets | | | |
| Mainland China | <u>102</u> | <u>9,824</u> | <u>9,926</u> |
| Timing of revenue recognition | | | |
| Goods transferred at a point in time | <u>102</u> | <u>9,824</u> | <u>9,926</u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

4. REVENUE (CONTINUED)**Disaggregated revenue information for revenue from contracts with customers** (continued)

For the six months ended 30 June 2024

| Segments | Marble block (unaudited) RMB'000 | Commodity trading (unaudited) RMB'000 | Total (unaudited) RMB'000 |
|---|---|--|---------------------------------|
| Type of goods | | | |
| Sale of coals | — | 44,895 | 44,895 |
| | <u>—</u> | <u>44,895</u> | <u>44,895</u> |
| Geographical markets | | | |
| Mainland China | — | 44,895 | 44,895 |
| | <u>—</u> | <u>44,895</u> | <u>44,895</u> |
| Timing of revenue recognition | | | |
| Goods transferred at a point in time | — | 44,895 | 44,895 |
| | <u>—</u> | <u>44,895</u> | <u>44,895</u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

4. REVENUE (CONTINUED)

Disaggregated revenue information for revenue from contracts with customers (continued)

Set out below is the reconciliation of the revenue from contracts with customers to the amounts disclosed in the segment information:

For the six months ended 30 June 2025

| Segments | Marble block (unaudited) RMB'000 | Commodity trading (unaudited) RMB'000 | Total (unaudited) RMB'000 |
|--|---|--|---------------------------------|
| Revenue from contracts with customers | | | |
| External customers | <u>102</u> | <u>9,824</u> | <u>9,926</u> |

For the six months ended 30 June 2024

| Segments | Marble block (unaudited) RMB'000 | Commodity trading (unaudited) RMB'000 | Total (unaudited) RMB'000 |
|--|---|--|---------------------------------|
| Revenue from contracts with customers | | | |
| External customers | <u>–</u> | <u>44,895</u> | <u>44,895</u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

5. OTHER INCOME

An analysis of other income is as follows:

| | For the six months ended 30 June | |
|----------------------|-------------------------------------|--------------------------------|
| | 2025 (unaudited) RMB'000 | 2024 (unaudited) RMB'000 |
| Bank interest income | 53 | 120 |
| Others | 66 | 3 |
| | <u>119</u> | <u>123</u> |

6. FINANCE COSTS

| | For the six months ended 30 June | |
|--|-------------------------------------|--------------------------------|
| | 2025 (unaudited) RMB'000 | 2024 (unaudited) RMB'000 |
| Interest on lease liabilities | 146 | 44 |
| Interest on discounted provision for rehabilitation (Note 17) | 59 | 55 |
| Interest on borrowings | 692 | 2,147 |
| Interest on mining right payable | 1,500 | 1,331 |
| | <u>2,397</u> | <u>3,577</u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

7. LOSS BEFORE TAX

The Group's loss before tax is arrived at after charging/(crediting):

| | For the six months ended 30 June | |
|---|-------------------------------------|--------------------------------|
| | 2025 (unaudited) RMB'000 | 2024 (unaudited) RMB'000 |
| Cost of inventories sold | 9,251 | 43,804 |
| Staff costs (including directors' remuneration) | | |
| Wages and salaries | 3,918 | 3,098 |
| Pension scheme contributions | 261 | 219 |
| | 4,179 | 3,317 |
| Depreciation of property, plant and equipment (Note 11) | 729 | 711 |
| Depreciation of right-of-use assets (Note 11) | 1,364 | 1,478 |
| Foreign exchange difference, net | (159) | 134 |
| Gain on disposal of property, plant and equipment | — | (271) |
| (Gains)/losses on changes in fair value of financial assets at fair value through profit or loss: | | |
| — Unrealised fair value (gains)/losses of financial assets at fair value through profit or loss | (2) | 3 |
| Loss on deregistration of a subsidiary | — | 1 |
| Lease payments not included in the measurement of lease liabilities | 2 | 7 |
| Written off of property, plant and equipment | — | 6 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

8. INCOME TAX

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operate. Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands, the Group is not subject to any income tax in the Cayman Islands and the British Virgin Islands.

No provision for Hong Kong profits tax has been made as the Group had no assessable profits derived from Hong Kong during the Period (six months ended 30 June 2024: nil).

Provision for the PRC corporate income tax ("CIT") is based on the CIT rate applicable to the subsidiaries located in Mainland China as determined in accordance with the relevant income tax rules and regulations of the PRC for the Period. The Group's subsidiaries located in Mainland China were generally subject to the PRC CIT at the rate of 25% (six months ended 30 June 2024: 25%), except for subsidiaries which are eligible as Small Low-profit Enterprise* (小型微利企業). From 1 January 2023, a Small Low-profit Enterprise is subject to CIT calculated at 25% (six months ended 30 June 2024: 25%) of its taxable profit at a tax rate of 20%. During the Period, one subsidiary (six months ended 30 June 2024: one) is subject to the relevant preferential tax treatments.

| | For the six months ended 30 June | |
|---------------------------------|-------------------------------------|--------------------------------|
| | 2025 (unaudited) RMB'000 | 2024 (unaudited) RMB'000 |
| Current — Mainland China | | |
| Provision for the Period | 4 | 25 |
| Deferred | | |
| Tax credit for the Period | (969) | (197) |
| Total tax credit for the Period | <u>(965)</u> | <u>(172)</u> |

* For identification purposes only

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

9. LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

The calculation of the basic loss per share is based on the loss for the Period attributable to ordinary equity holders of the Company, and the weighted average number of ordinary shares of 1,053,259,200 (six months ended 30 June 2024: 1,035,897,785) in issue during the Period.

The basic and diluted loss per share are the same as there is no potentially dilutive ordinary shares in issue for the six months ended 30 June 2025 and 2024.

The calculations of basic and diluted loss per share are based on:

| | For the six months ended 30 June | |
|--|---|----------------------|
| | 2025 | 2024 |
| | (unaudited) | (unaudited) |
| | RMB'000 | RMB'000 |
| Loss | | |
| Loss attributable to ordinary equity holders of the Company | <u>(8,760)</u> | <u>(9,742)</u> |
| | | |
| | Number of shares | |
| | For the six months | |
| | ended 30 June | |
| | 2025 | 2024 |
| | (unaudited) | (unaudited) |
| Shares | | |
| Weighted average number of ordinary shares in issue during the Period used in the basic loss per share calculation | <u>1,053,259,200</u> | <u>1,035,897,785</u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

10. DIVIDEND

The Board did not declare or recommend the payment of an interim dividend for the six months ended 30 June 2025 (six months ended 30 June 2024: nil).

11. PROPERTY, PLANT AND EQUIPMENT, RIGHT-OF-USE ASSETS AND OTHER INTANGIBLE ASSETS

Movements in property, plant and equipment, right-of-use assets and other intangible assets during the six months ended 30 June 2025 are as follows:

| | Property, plant and equipment RMB'000 | Right- of-use assets RMB'000 | Other intangible assets RMB'000 |
|---|--|---------------------------------------|--|
| Carrying amount at | | | |
| 1 January 2025 (audited) | 15,816 | 5,468 | 100,255 |
| Additions | 186 | - | - |
| Depreciation/amortisation charged for the Period | (729) | (1,364) | - |
| Exchange realignment | (32) | (56) | - |
| | <u>15,241</u> | <u>4,048</u> | <u>100,255</u> |
| Carrying amount at | | | |
| 30 June 2025 (unaudited) | <u>15,241</u> | <u>4,048</u> | <u>100,255</u> |

12. TRADE RECEIVABLES

The ageing analysis of trade receivables, based on the revenue recognition date, is as follows:

| | 30 June 2025 (unaudited) RMB'000 | 31 December 2024 (audited) RMB'000 |
|------------------|---|---|
| Within one month | <u>11,103</u> | <u>1,619</u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

13. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

| | 30 June 2025 (unaudited) RMB'000 | 31 December 2024 (audited) RMB'000 |
|---|---|---|
| Prepayments | 963 | 725 |
| Deposits paid for acquisition of land use rights | 11,505 | 11,437 |
| Other deposits and receivables | 2,231 | 2,561 |
| | 14,699 | 14,723 |

As at 30 June 2025, the loss allowance of the financial assets included in the above balances relating to receivables was assessed to be minimal (31 December 2024: nil).

14. TRADE PAYABLES

| | 30 June 2025 (unaudited) RMB'000 | 31 December 2024 (audited) RMB'000 |
|----------------|---|---|
| Within 1 month | 10,454 | – |
| Over 3 months | 495 | 503 |
| | 10,949 | 503 |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

15. LEASE LIABILITIES

| | 30 June 2025 (unaudited) RMB'000 | 31 December 2024 (audited) RMB'000 |
|-------------|---|---|
| Current | 2,779 | 2,710 |
| Non-current | 105 | 1,502 |
| | <u>2,884</u> | <u>4,212</u> |

16. BORROWINGS

| | 30 June 2025 (unaudited) RMB'000 | 31 December 2024 (audited) RMB'000 |
|----------------------------------|---|---|
| Long-term borrowings — unsecured | <u>42,708</u> | <u>46,708</u> |

As at 30 June 2025, borrowings from third parties were unsecured, without guarantee, interest bearing at 3% to 10% (31 December 2024: 3% to 10%) per annum and repayable between 25 January 2027 and 9 July 2028.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

17. PROVISION FOR REHABILITATION

| | 30 June 2025 (unaudited) RMB'000 | 31 December 2024 (audited) RMB'000 |
|--------------------------------|---|---|
| At the beginning of Period | 1,745 | 1,635 |
| Unwinding of discount (Note 6) | 59 | 110 |
| | <u>1,804</u> | <u>1,745</u> |
| At the end of Period | <u>1,804</u> | <u>1,745</u> |

A provision for rehabilitation is mainly recognised for the present value of estimated costs to be incurred for the restoration of tailing ponds and the removal of the processing plants in complying with the Group's obligations for the closure and environmental restoration and clean-up on completion of the Group's mining activities. These costs are expected to be incurred on mine closure, based on the estimated rehabilitation expenditures at the mine when the mining permit expires, and are discounted at a discount rate of 6.55%. Changes in assumptions could significantly affect these estimates. Over the time, the discounted provision is increased for the change in present value based on the discount rate that reflects current market assessments and risks specific to the provision. The periodic unwinding of the discount is recognised in profit or loss as part of the interest expenses.

18. SHARE CAPITAL

| | 30 June 2025 (unaudited) RMB'000 | 31 December 2024 (audited) RMB'000 |
|--|---|---|
| Issued and fully paid: | | |
| 1,053,259,200 (31 December 2024: 1,053,259,200) ordinary shares of HKD0.005 each | <u>4,323</u> | <u>4,323</u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

18. SHARE CAPITAL (CONTINUED)

A summary of the Company's share capital is as follows:

| | Number of shares in issue | Share capital RMB'000 | Share premium RMB'000 | Total RMB'000 |
|---|---------------------------------|-----------------------------|-----------------------------|------------------|
| At 1 January 2024 (audited) | 877,716,000 | 3,524 | 130,899 | 134,423 |
| Share placing (a) | 175,543,200 | 799 | 31,951 | 32,750 |
| Share issue expenses (b) | - | - | (622) | (622) |
| At 31 December 2024 and 30 June 2025 (unaudited) | <u>1,053,259,200</u> | <u>4,323</u> | <u>162,228</u> | <u>166,551</u> |

- (a) On 19 January 2024, the Company completed the share placing of the year. A total of 175,543,200 placing shares have been placed at the placing price of HKD0.205 per placing share, for a cash consideration of approximately HKD35,986,000 (equivalent to approximately RMB32,750,000) before share issue expenses. The proceeds of approximately HKD878,000 (equivalent to approximately RMB799,000) representing the par value have been credited to the Company's share capital and the remaining proceeds of approximately HKD35,108,000 (equivalent to approximately RMB31,951,000) have been credited to the share premium.
- (b) The share issue expenses related to the share placing of the year were approximately HKD682,000 (equivalent to approximately RMB622,000).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)
30 June 2025

19. RELATED PARTY TRANSACTIONS

Compensation of key management personnel of the Group:

| | For the six months ended 30 June | |
|---|---|--------------|
| | 2025 | 2024 |
| | (unaudited) | (unaudited) |
| | RMB'000 | RMB'000 |
| Salaries, allowances and benefits in kind | 2,241 | 1,879 |
| Pension scheme contributions | 59 | 50 |
| | <u>2,300</u> | <u>1,929</u> |

20. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

The carrying amounts and fair values of the Group's financial instruments, other than those with carrying amounts that reasonably approximate to fair values, are as follows:

| | Carrying Amounts | | Fair values | |
|---|-------------------------|-------------|--------------------|-------------|
| | 30 June | 31 December | 30 June | 31 December |
| | 2025 | 2024 | 2025 | 2024 |
| | (unaudited) | (audited) | (unaudited) | (audited) |
| | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| Financial assets | | | | |
| Financial assets at fair value through profit or loss | <u>14</u> | <u>12</u> | <u>14</u> | <u>12</u> |

Management has assessed that the fair values of current financial assets including cash and cash equivalents, trade receivables, deposits and other receivables, and current financial liabilities including trade payables and other payables and accruals approximate to their carrying amounts largely due to the short-term maturities of these instruments.

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The fair values of listed equity investments are based on quoted market prices.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

20. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (CONTINUED)

Fair value hierarchy

The following table illustrates the fair value measurement hierarchy of the Group's financial instruments:

Assets measured at fair value:

As at 30 June 2025

| | Fair value measurement using | | | Total (unaudited) RMB'000 |
|--|---|--|--|---------------------------------|
| | Quoted prices in active markets (Level 1) (unaudited) RMB'000 | Significant observable inputs (Level 2) (unaudited) RMB'000 | Significant unobservable inputs (Level 3) (unaudited) RMB'000 | |
| Financial assets at fair value through profit or loss | <u>14</u> | <u>-</u> | <u>-</u> | <u>14</u> |

As at 31 December 2024

| | Fair value measurement using | | | Total (audited) RMB'000 |
|--|---|--|--|-------------------------------|
| | Quoted prices in active markets (Level 1) (audited) RMB'000 | Significant observable inputs (Level 2) (audited) RMB'000 | Significant unobservable inputs (Level 3) (audited) RMB'000 | |
| Financial assets at fair value through profit or loss | <u>12</u> | <u>-</u> | <u>-</u> | <u>12</u> |

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2025

21. EVENTS AFTER THE REPORTING PERIOD

The Directors are not aware of any significant event requiring disclosure that has taken place subsequent to 30 June 2025 and up to the date of this report.

22. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements were approved and authorised for issue by the Board on 28 August 2025.