G-RESOURCES
國際資源

G-Resources Group Limited
國際資源集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 1051)

INTERIM RESULTS
FOR THE SIX MONTHS ENDED 30 JUNE 2026

GROUP RESULTS

The board (the "Board") of directors (the "Director(s)") of G-Resources Group Limited (the "Company") is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (collectively, the "Group") for the six months ended 30 June 2026, together with the comparative figures for the six months ended 30 June 2025 (the "Corresponding Period") as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2026

		For the six months ended 30 June	
	NOTES	**2026 USD'000 (Unaudited)**	2025 USD'000 (Unaudited)
Revenue			
Interest income	*4*	**11,643**	12,268
Dividend and distribution income	*4*	**13,748**	892
Fee and commission income	*4*	**691**	780
Rental income	*4*	**3**	3
		26,085	13,943
Other income		**6,054**	9,996
Administrative expenses		**(5,005)**	(4,285)
Share of profit of associates		**58**	23
Decrease in fair value of investment properties		**–**	(2,834)
Fair value changes of financial assets at fair value through profit or loss ("FVTPL")		**(38,136)**	36,318
Net gain on disposal of investments in debt instruments measured at amortised cost		**8**	3
Provision for expected credit losses on financial assets, net		**(476)**	(448)
Other gain, net		**6,280**	6,608
(Loss)/profit before taxation		**(5,132)**	59,324
Taxation	*5*	**(454)**	(45)
(Loss)/profit for the period	*6*	**(5,586)**	59,279
(Loss)/profit for the period attributable to:			
Owners of the Company		**(5,586)**	59,277
Non-controlling interests		**–**	2
		(5,586)	59,279
(Loss)/profit per share			
– Basic and diluted (US cent)	*8*	**(1.24)**	13.15

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026

	For the six months ended 30 June	
	2026	2025
	USD'000	USD'000
	(Unaudited)	(Unaudited)
(Loss)/profit for the period	**(5,586)**	59,279
Other comprehensive (expenses)/income:		
Items that will not be reclassified subsequently to profit or loss:		
Exchange differences on translation from functional currency to presentation currency	**(10,464)**	(15,352)
Changes in fair value of investments in perpetual notes designated as at fair value through other comprehensive income ("FVTOCI")	**(15)**	(11)
Items that may be reclassified subsequently to profit or loss:		
Exchange differences arising on translation of foreign operations	**488**	5,166
Other comprehensive expenses for the period	**(9,991)**	(10,197)
Total comprehensive (expenses)/income for the period	**(15,577)**	49,082
Total comprehensive (expenses)/income for the period attributable to:		
Owners of the Company	**(15,577)**	49,080
Non-controlling interests	**–**	2
	(15,577)	49,082

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2026

	NOTES	**30 June 2026 USD'000 (Unaudited)**	31 December 2025 USD'000 (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment		**27,002**	27,537
Investment properties		**48,032**	48,400
Financial assets at FVTPL	*9*	**594,209**	635,847
Investments in associates		**171**	114
Investments in debt instruments measured at amortised cost	*9*	**235,478**	208,990
Investments in perpetual notes designated as at FVTOCI	*9*	**3,172**	3,187
Other receivables and deposits	*10*	**538**	576
Intangible assets		**1,746**	1,746
Goodwill		**572**	572
Deferred tax assets		**189**	189
		911,109	927,158
CURRENT ASSETS			
Accounts and other receivables	*10*	**15,456**	18,592
Loans receivable		**13,000**	13,000
Investments in debt instruments measured at amortised cost	*9*	**31,902**	37,050
Financial assets at FVTPL	*9*	**34,468**	27,945
Time deposits with original maturities over three months		**50,000**	152,000
Bank trust accounts balances		**33,235**	32,974
Cash and cash equivalents		**604,130**	498,422
		782,191	779,983
CURRENT LIABILITIES			
Accounts and other payables	*11*	**38,842**	36,840
Dividend payable		**10,347**	–
Tax payable		**–**	256
		49,189	37,096
NET CURRENT ASSETS		**733,002**	742,887
TOTAL ASSETS LESS CURRENT LIABILITIES		**1,644,111**	1,670,045
NON-CURRENT LIABILITIES			
Deferred tax liabilities		**288**	288
Accrued expenses	*11*	**57**	51
		345	339
		1,643,766	1,669,706
CAPITAL AND RESERVES			
Share capital	*12*	**598**	598
Reserves		**1,643,168**	1,669,108
TOTAL EQUITY		**1,643,766**	1,669,706

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	For the six months ended 30 June	
	2026	2025
	USD'000	USD'000
	(Unaudited)	(Unaudited)
OPERATING ACTIVITIES		
Cash generated from operations	**8,980**	338
Interest received	**12,324**	13,242
Dividend received	**51**	69
Tax payments	**(255)**	–
Net cash generated from Operating Activities	**21,100**	13,649
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(5)**	(1)
Purchase of financial assets at FVTPL	**(18,941)**	(25,501)
Purchase of investments in debt instruments measured at amortised cost	**(45,461)**	(47,338)
Proceeds from disposal and redemption of investments in debt instruments measured at amortised cost	**24,739**	20,878
Proceeds from disposal and redemption of investments in perpetual notes at FVTPL	**–**	3,500
Net purchase of unlisted hedge funds	**(2,229)**	(68,909)
Proceeds from disposal of listed equity investments	**15,076**	–
Proceeds from return of capital of financial assets at FVTPL	**481**	–
Interest received	**18,233**	17,810
Net withdrawal of time deposits with original maturities over three months and long-term time deposits	**102,000**	206,700
Net cash generated from Investing Activities	**93,893**	107,139
Net increase in cash and cash equivalents	**114,993**	120,788
Cash and cash equivalents at beginning of the period	**498,422**	263,618
Effect of foreign exchange rate changes	**(9,285)**	(8,650)
Cash and cash equivalents at end of the period	**604,130**	375,756

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2026

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 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 ("Hong Kong Stock Exchange").

The condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025.

The accounting policies and methods of computation used in the preparation of these condensed consolidated financial statements are consistent with those applied in the Group's annual consolidated financial statements for the year ended 31 December 2025.

2. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

New and amended standards adopted by the Group

The Group has applied the amendments to HKFRS 9 and HKFRS 7 – Classification and Measurement of Financial Instruments and Annual Improvements to HKFRS Accounting Standards – Volume 11 for the first time from 1 January 2026. The Group did not change its accounting policies or make retrospective adjustments as a result of adopting the abovementioned amendments.

3. SEGMENT INFORMATION

Information reported to the executive directors of the Company, being the chief operating decision makers, for the purpose of resource allocation and assessment of segment performance focuses on the nature of their operations and types of products and services provided. Each of the Group's business segments represents a strategic business unit that offers products and services which are subject to risks and returns that are different from those of the other business segments.

The Group has three (six months ended 30 June 2025: three) operating business units which represent three (six months ended 30 June 2025: three) operating segments, namely:

(i) financial services business – engaging in securities trading and brokerage, margin financing, money lending, and asset management;

(ii) principal investment business – managing a portfolio of investments in listed shares, listed senior notes, listed perpetual notes, unlisted investment funds, unlisted equity investments, unlisted hedge funds and exchangeable notes; and

(iii) real property business – leasing of office units as well as car parks, and managing a portfolio of foreign investment properties and unlisted real estate as well as senior housing investment funds.

(a) Segment revenue and results

An analysis of the Group's revenue and results by operating and reportable segment is as follows:

For the six months ended 30 June 2026 (Unaudited)

	Financial services business USD'000	**Principal investment business USD'000**	**Real property business USD'000**	**Eliminations USD'000**	**Total USD'000**
External revenue					
Interest income	**845**	**10,798**	**–**	**–**	**11,643**
Dividend and distribution income	**–**	**13,136**	**612**	**–**	**13,748**
Fee and commission income	**691**	**–**	**–**	**–**	**691**
Rental income	**–**	**–**	**3**	**–**	**3**
Segment revenue from external parties	**1,536**	**23,934**	**615**	**–**	**26,085**
Inter-segment revenue	**992**	**–**	**–**	**(992)**	**–**
Segment revenue	**2,528**	**23,934**	**615**	**(992)**	**26, 085**
Segment profit/(loss)	**4,466**	**(14,288)**	**483**	**–**	**(9,339)**
Unallocated corporate expenses					**(2,524)**
Unallocated exchange gain					**6,731**
Loss before taxation					**(5,132)**

For the six months ended 30 June 2025 (Unaudited)

	Financial services business USD'000	Principal investment business USD'000	Real property business USD'000	Eliminations USD'000	Total USD'000
External revenue					
Interest income	293	11,975	–	–	12,268
Dividend and distribution income	–	723	169	–	892
Fee and commission income	780	–	–	–	780
Rental income	–	–	3	–	3
Segment revenue from external parties	1,073	12,698	172	–	13,943
Inter-segment revenue	466	–	–	(466)	–
Segment revenue	1,539	12,698	172	(466)	13,943
Segment profit	5,489	49,046	446	–	54,981
Unallocated corporate expenses					(2,602)
Unallocated exchange gain					9,779
Decrease in fair value of investment properties					(2,834)
Profit before taxation					59,324

Inter-segment sales are charged at prevailing market rates.

(b) Segment assets and liabilities

An analysis of the Group's assets and liabilities by operating and reportable segment is as follows:

At 30 June 2026 (Unaudited)

	Financial services business USD'000	**Principal investment business USD'000**	**Real property business USD'000**	**Total USD'000**
ASSETS				
Segment assets	**338,274**	**1,156,687**	**171,097**	**1,666,058**
Unallocated corporate assets				**27,242**
Total assets				**1,693,300**
LIABILITIES				
Segment liabilities	**38,179**	**695**	**71**	**38,945**
Dividend payable				**10,347**
Unallocated corporate liabilities				**242**
Total liabilities				**49,534**

At 31 December 2025 (Audited)

	Financial services business USD'000	Principal investment business USD'000	Real property business USD'000	Total USD'000
ASSETS				
Segment assets	333,338	1,174,020	172,109	1,679,467
Unallocated corporate assets				27,674
Total assets				1,707,141
LIABILITIES				
Segment liabilities	35,750	539	258	36,547
Unallocated corporate liabilities				888
Total liabilities				37,435

4. REVENUE

The following is an analysis of the Group's revenue from its major products and services:

	For the six months ended 30 June	
	2026	2025
	USD'000	USD'000
	(Unaudited)	(Unaudited)
Interest income from financial products	**6,651**	3,999
Interest income from money lending business	**793**	234
Interest income from margin financing	**52**	59
Interest income from financial institutions' deposits	**4,147**	7,976
Interest income	**11,643**	12,268
Dividend and distribution income from financial products	**13,748**	892
Commission income and handling charges from financial services	**620**	728
Asset management fee income	**71**	52
Fee and commission income	**691**	780
Rental income	**3**	3
	26,085	13,943

5. TAXATION

The Group's US subsidiary is subject to corporate income tax at the statutory rate of 21% for the periods ended 30 June 2025 and 2026. The Group's Canadian subsidiary is subject to corporate income tax at the statutory combined federal and provincial rate of 26.5% for those periods. Corporate income taxes in the US and Canada amounting to approximately USD326,000 and USD128,000, respectively (six months ended 30 June 2025: nil), were recognised as income tax expense in the current period. No provision for Hong Kong profits tax has been made as the Group has no estimated assessable profit for both periods.

Pursuant to applicable Canadian tax laws and regulations, withholding tax is levied on interest income received by entities that are residents of tax treaty jurisdictions at rates of 10%. For the period ended six months ended 30 June 2025, interest withholding taxes of approximately USD45,000 were recognised as income tax expense.

6. (LOSS)/PROFIT FOR THE PERIOD

	For the six months ended 30 June	
	2026	2025
	USD'000	USD'000
	(Unaudited)	(Unaudited)
(Loss)/profit for the period has been arrived at after charging/(crediting):		
Depreciation of property, plant and equipment	**329**	330
Exchange gain, net, included in other gain	**(6,280)**	(6,607)
Interest income from bank deposits, included in other income	**(5,904)**	(9,977)

7. DIVIDEND

During the six months ended 30 June 2026, a final dividend of HKD0.18 per share for the year ended 31 December 2025 (six months ended 30 June 2025: a final dividend of HKD0.12 per share for the year ended 31 December 2024) was declared to be payable to the owners of the Company. The amount of the final dividend declared to be payable in the current interim period amounted to approximately USD10,363,000 (equivalent to approximately HKD81,147,000) (six months ended 30 June 2025: USD6,936,000 (equivalent to approximately HKD54,098,000)).

8. (LOSS)/PROFIT PER SHARE

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

	For the six months ended 30 June	
	2026	2025
	USD'000	USD'000
	(Unaudited)	(Unaudited)
(Loss)/profit for the period attributable to owners of the Company, for the purposes of basic and diluted earnings per share	**(5,586)**	59,277

	Number of shares	
	2026	2025
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share	**450,814,079**	450,814,079

Diluted (loss)/earnings per share is the same as basic (loss)/earnings per share as there were no potential ordinary shares which would be issued during either period.

9. INVESTMENTS IN DEBT INSTRUMENTS MEASURED AT AMORTISED COST/FINANCIAL ASSETS AT FVTPL/INVESTMENTS IN PERPETUAL NOTES DESIGNATED AS AT FVTOCI

	30 June 2026 USD'000 (Unaudited)	31 December 2025 USD'000 (Audited)
Investments in debt instruments measured at amortised cost		
Debt securities listed in Hong Kong		
Fixed Rate Senior Notes *(Notes a, b, c)*	**10,659**	5,976
Floating Rate Senior Notes *(Notes a, b, e)*	**–**	1,530
Debt securities listed outside Hong Kong		
Fixed Rate Senior Notes *(Notes a, b, c)*	**191,194**	190,359
Floating Rate Senior Notes *(Notes a, b, e)*	**67,368**	49,544
Less: Expected credit losses	**(1,841)**	(1,369)
	267,380	246,040
Less: Investments in debt instruments measured at amortised cost classified as current assets	**(31,902)**	(37,050)
Investments in debt instruments measured at amortised cost classified as non-current assets	**235,478**	208,990
Investments in perpetual notes designated as at FVTOCI		
Perpetual Notes, listed outside Hong Kong *(Note d)*	**3,172**	3,187
Financial assets at FVTPL		
Unlisted investments		
Unlisted investment funds *(Note f)*	**530,544**	550,750
Unlisted equity investments *(Note g)*	**34,470**	26,100
Unlisted exchangeable notes *(Note h)*	**2,380**	3,400
Listed equity investments *(Note i)*		
Listed in Hong Kong	**25,891**	38,594
Listed outside Hong Kong	**35,392**	44,948
	628,677	663,792
Less: Financial assets at FVTPL classified as current assets	**(34,468)**	(27,945)
Financial assets at FVTPL classified as non-current assets	**594,209**	635,847

Notes:

(a) The Group's investments in debt instruments measured at amortised cost mainly comprise instruments that have a low risk of default or the issuers have a strong capacity to repay (e.g. financial instruments that are of investment grade or issuer with good credit history or capacity to repay, etc.).

(b) During the six months ended 30 June 2026, twenty-four of the Fixed Rate Senior Notes matured, one of the Fixed Rate Senior Notes was sold, and four of the Floating Rate Senior Notes were being called. For the six months ended 30 June 2026, the net profit on disposal including redemption of investments in debt instruments measured at amortised cost was USD8,000. During the six months ended 30 June 2025, twenty-one of the Fixed Rate Senior Notes matured, one of the Fixed Rate Senior Notes was partially sold, and three of the Fixed Rate Senior Notes were being called. For the six months ended 30 June 2025, the net profit on disposal including redemption of investments in debt instruments measured at amortised cost was USD3,000.

(c) Senior Notes held by the Group bear fixed coupon interest at the rates ranging from 1.5% to 11.0% (31 December 2025: from 1.5% to 11.0%) per annum and with maturity dates from 28 October 2026 to 6 October 2040 (31 December 2025: from 12 January 2026 to 21 December 2040).

(d) Perpetual Notes designated as at FVTOCI held by the Group as at 30 June 2026 bear a discretionary interest at the rate of 8.0% plus the prevailing yield for U.S. Treasury Securities per annum and are callable on 26 October 2027. The distribution of perpetual notes is at the discretion of the issuer and the issuer has the right to defer the payments of the distribution. The redemption rights of the perpetual notes are at the option of the issuers. Management of the Group made an initial irrevocable election to designate the perpetual notes to be measured at FVTOCI because the perpetual notes are equity instruments of the issuers and are held by the Group for long-term investment purposes. The interest rates are subject to change at reset day with reset rate of 8.0% plus the prevailing yield for U.S. Treasury Securities at a constant maturity having a designated maturity of 5 years.

(e) Senior Notes held by the Group bear a floating rate ranging from 1.92% to 8.0% (31 December 2025: from 2.6% to 6.8%) per annum and with maturity dates from 14 April 2027 to 10 November 2032 (31 December 2025: from 2 March 2027 to 22 October 2036). The interest rate is subject to change at reset day with reset rate ranging from 2.0% to 3.0% (31 December 2025: from 2.0% to 3.0%) plus 3 months secured overnight financing rate index or change in prevailing yield for U.S. Treasury Securities at a constant maturity having a designated maturity of 5 years.

(f) As at 30 June 2026, the unlisted investment funds classified as financial assets at FVTPL include unlisted private equity funds and unlisted hedge funds with carrying value of USD399,994,000 and USD130,550,000 (31 December 2025: USD429,440,000 and USD121,310,000), respectively.

In accounting for the fair value measurement of the investment in unlisted private equity funds, the management of the Group has determined that the reported net asset value of the unlisted private equity funds provided by the general partners represented the fair value of the unlisted private equity funds. The general partners used methodology based on relevant comparable data wherever possible to quantify the adjustment from cost or latest financing price when adjustment is necessary, or to justify that cost or latest financing price is still a proper approximation of fair value of the underlying investments held by the unlisted private equity funds in determining the net asset value. The factors to be considered in general partners' assessment may require the exercise of judgment. For the unrestricted actively traded public equity and debt instruments in the unlisted private equity funds, the fair value is determined based on closing price or bid price as of measurement date.

As at 30 June 2026, six (31 December 2025: six) out of these fifteen (31 December 2025: sixteen) unlisted private equity funds accounted for approximately 73% (31 December 2025: approximately 76%) of the aggregate carrying value, with the investment portfolios of these six funds being focused on listed and unlisted equity investments in technology, media and telecommunications, commercial property, senior housing, healthcare, and environmental industries.

In accounting for the fair value measurement of the investment in unlisted hedge funds, the management of the Group has determined that the reported net asset values of the unlisted hedge funds provided by fund managers represented the fair value of the unlisted hedge funds. Securities held by these funds which are listed or quoted on a national or regional securities or commodities exchange or market, are valued at their last sales price on the day of determination. The fair values of securities held by these funds which are not listed or quoted are valued at the price of any recent transaction in issue with adjustments or observable prices in the open market or measured using techniques in which significant inputs are based on observable market data. The fair value of government bonds, corporate bonds, and convertible bonds is generally based on quoted prices or last reported sales prices when traded in active/observable markets. The fair value of options, futures and swap contracts is generally based on the last settlement price or quoted market prices on the date of determination. The factors to be considered in fund managers' assessments may require the exercise of judgment.

During the six months ended 30 June 2026, a decrease in fair value of USD40,482,000 (six months ended 30 June 2025: an increase in fair value of USD39,325,000) was recognised in the condensed consolidated statement of profit or loss. During the six months ended 30 June 2026, the Group received returns of capital of USD481,000 (six months ended 30 June 2025: nil) plus distributions of USD13,576,000 (six months ended 30 June 2025: USD600,000), and received funds from redemption of unlisted hedge funds of USD349,000 (six months ended 30 June 2025: USD1,091,000).

(g) The Group invested in four (31 December 2025: four) unlisted equity investments with the carrying amount of USD34,470,000 (31 December 2025: USD26,100,000), of which one of them engaged in financial technology, two engaged in information technology, and one engaged in the business of electric motor system innovations.

As at 30 June 2026, two (31 December 2025: two) unlisted equity investments had the carrying amount of USD14,290,000 (31 December 2025: USD14,400,000). The valuation technique adopted is the market approach (i.e. comparable company approach). The valuation method used was the Guideline Public Company Method under Market approach with Option-Pricing Method ("OPM") to allocate the enterprise value among different classes of shares (31 December 2025: same). The significant unobservable inputs are enterprise multiple and price-to-sales multiples of 3.5x and 5.2x (31 December 2025: 3.6x and 4.2x), risk-free rate of 4.4% and 3.4% (31 December 2025: 4.2% and 3.5%), expected volatility of 36.8% and 51.8% (31 December 2025: 36.8% and 51.8%), expected initial public offering probability of 5% and 70% (31 December 2025: 10% and 70%), expected liquidation probability of 95% and 15% (31 December 2025: 90% and 15%), and expected redemption probability of nil and 15% (31 December 2025: nil and 15%), respectively.

As at 30 June 2026, two (31 December 2025: two) unlisted equity investments had the carrying amount of USD20,180,000 (31 December 2025: USD11,700,000). The valuation technique adopted is the market approach (i.e. comparable company approach). The valuation method used was the Guideline Public Company Method under Market approach. The significant unobservable inputs are price-to-sales multiple of 20.2x and 7.5x (31 December 2025: 14.6x and 6.0x).

During the six months ended 30 June 2026, an increase in fair value of unlisted equity investments of USD8,370,000 was recognised in the condensed consolidated statement of profit or loss (six months ended 30 June 2025: a decrease in fair value of unlisted equity investments of USD9,816,000).

(h) As at 30 June 2026, the unlisted exchangeable notes issued by an independent third party, with a carrying amount and principal value of USD2,380,000 (31 December 2025: USD3,400,000). The underlying asset of the unlisted exchangeable notes engages in the business of information technology. These notes have a maturity date of 30 December 2029. The unlisted exchangeable notes do not carry interest from the issuance date of the unlisted exchangeable notes. The unlisted exchangeable notes will be exchanged if there is an automatic conversion triggering event or is fully redeemed at maturity. The significant unobservable inputs used in the fair value measurement are equity value of the note underlying investment, risk-free rate of 4.2% (31 December 2025: 3.5%) expected volatility of 53.7% (31 December 2025: 53.1%), expected dividend yield of 0%(31 December 2025: 0%), remaining option life of 3.5 years, and discount rate of 12.5% (31 December 2025: 19.8%).

As at 30 June 2026, the fair value of the unlisted exchangeable notes are determined and arrived at a valuation conducted by an independent professional valuer not connected with the Group, using binomial option pricing model.

(i) The fair value is determined based on the closing price per share quoted on the relevant stock exchanges and quoted market bid price as at the end of the respective reporting periods except for those shares the listing of which had been cancelled by the Hong Kong Stock Exchange, the fair value remained is considered by the management as nil.

10. ACCOUNTS AND OTHER RECEIVABLES AND DEPOSITS

	30 June 2026 USD'000 (Unaudited)	31 December 2025 USD'000 (Audited)
Accounts receivables from the business of dealing in securities:		
Clients *(Note b)*	**1,036**	918
Clearing house and brokers	**2,086**	2,401
Accounts receivables from the business of dealing in futures contracts:		
Clearing house and brokers	**2,126**	229
Accounts receivables *(Note a)*	**5,248**	3,548
Other receivables and deposits *(Note d)*	**10,769**	15,639
Less: Impairment allowance *(Note c)*	**(23)**	(19)
	15,994	19,168
Less: Other receivables and deposits classified as non-current assets	**(538)**	(576)
Accounts and other receivables classified as current assets	**15,456**	18,592

Notes:

(a) Accounts receivables from clearing house and certain clients from the business of dealing in securities is repayable on the settlement date, which is two business days after trade date, except for the remaining accounts receivables from the business of dealing in securities and futures contracts are repayable on demand. No ageing analysis is disclosed as, in the opinion of the directors of the Company, an ageing analysis does not give additional value in view of the nature of these businesses.

(b) The majority of the accounts receivables from clients are secured by clients' securities as collaterals with fair value of USD15,159,000 (31 December 2025: USD10,466,000). A significant portion of the collaterals are listed equity securities in Hong Kong. These receivables are mainly repayable on demand subsequent to settlement date and carry interest typically at 2.9% to 8.3% (31 December 2025: 2.9% to 8.5%) per annum as at 30 June 2026. The collaterals held can be sold at the Group's discretion to settle any outstanding amounts owed by customers when the amounts become past due. No ageing analysis is disclosed as, in the opinion of the directors of the Company, an ageing analysis does not give additional value in view of the nature of the business.

(c) Impairment assessment on accounts and other receivables with ECL model

As part of the Group's credit risk management, the Group applied internal credit rating for its customers and considers the fair value of its collateral. The Group assessed the ECL for accounts receivables from clients individually.

The Group held collateral of listed equity securities with a fair value of USD15,159,000 (31 December 2025: USD10,466,000) at the end of the reporting period in respect of accounts receivables from clients. No impairment allowance has been made for accounts receivables from clients with an aggregate outstanding balance of USD199,000 (31 December 2025: USD770,000), while parts of accounts receivables from clients with an aggregate outstanding balance of USD837,000 (31 December 2025: USD148,000) have a provision of ECL of USD23,000 (31 December 2025: USD19,000) based on the Group's impairment assessment with ECL model. The directors of the Company considered that the provision for ECL was sufficient.

(d) Included in other receivables and deposits are accrued interest, sundry deposits, and receivables from hedge funds for redemption amounting to USD8,300,000, USD933,000 and USD506,000 (31 December 2025: USD13,442,000, USD952,000 and USD855,000), respectively.

11. ACCOUNTS AND OTHER PAYABLES

	30 June 2026 USD'000 (Unaudited)	31 December 2025 USD'000 (Audited)
Accounts payables from the business of dealing in securities:		
Clients	**35,024**	34,785
Clearing brokers	**278**	–
Accounts payables from the business of dealing in futures contracts:		
Clients	**2,293**	459
Accounts payables *(Note a)*	**37,595**	35,244
Other payables and accrued expenses	**1,304**	1,647
	38,899	36,891
Less: Accrued expenses classified as non-current liabilities	**(57)**	(51)
Accounts and other payables classified as current liabilities	**38,842**	36,840

Notes:

(a) Accounts payables to clients mainly include money held in banks and brokers on behalf of customers from the business of dealing in securities and futures contracts. The majority of the accounts payables from the business of dealing in securities and futures contracts are repayable on demand except for certain accounts payables from the business of dealing in securities are repayable on settlement date, which is two business days after trade date. No ageing analysis is disclosed for the accounts payables from the business of dealing in securities and futures contracts as, in the opinion of directors of the Company, an ageing analysis does not give additional value in view of the nature of these businesses.

12. SHARE CAPITAL

	Number of shares	Value
		USD'000
Authorised:		
Ordinary shares of HKD0.01 each		
At 1 January 2025 (Audited), 30 June 2025 (Unaudited), 31 December 2025 (Audited), 1 January 2026 (Audited) and 30 June 2026 (Unaudited)	1,000,000,000	1,282
Issued and fully paid:		
Ordinary shares of HKD0.01 each		
At 1 January 2025 (Audited), 30 June 2025 (Unaudited), 31 December 2025 (Audited), 1 January 2026 (Audited) and 30 June 2026 (Unaudited)	450,814,079	598

INTERIM DIVIDEND

The Board does not recommend the declaration and payment of an interim dividend for the six months ended 30 June 2026 (the six months ended 30 June 2025: nil).

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review and Results

Below is a summary of the financial information:

	For the six months ended 30 June	
	2026	2025
	USD'000	USD'000
Revenue	**26,085**	13,943
Other income	**6,054**	9,996
Administrative expenses	**(5,005)**	(4,285)
Fair value changes of financial assets at fair value through profit or loss ("FVTPL")	**(38,136)**	36,318
Provision for expected credit losses on financial assets, net	**(476)**	(448)
Decrease in fair value of investment properties	**–**	(2,834)
Other gain, net	**6,280**	6,608
EBITDA	**(4,803)**	59,654
(Loss)/profit before taxation *(Note)*	**(5,132)**	59,324
Taxation	**(454)**	(45)
(Loss)/profit for the period	**(5,586)**	59,279
Analysis of external revenue by operating segment:		
(i) Financial Services Business	**1,536**	1,073
(ii) Principal Investment Business	**23,934**	12,698
(iii) Real Property Business	**615**	172
Analysis of results by operating segment:		
(i) Financial Services Business	**4,466**	5,489
(ii) Principal Investment Business	**(14,288)**	49,046
(iii) Real Property Business	**483**	446

Note: The (loss)/profit before taxation included segment results, unallocated other income, unallocated corporate expenses and fair value changes of investment properties.

For the six months ended 30 June 2026, the Group recorded a net loss after taxation of USD5.6 million, as compared with a net profit after taxation of USD59.3 million for the Corresponding Period. Notwithstanding the net loss, the Group's core financial services business demonstrated solid growth for the six months ended 30 June 2026, mainly driven by an increase in interest income from its money lending business of USD0.6 million. In addition, dividend and distribution income from financial products increased by USD13.0 million under the Group's principal investment business. The turnaround from a net profit to a net loss for the six months ended 30 June 2026 was primarily attributable to (i) fair value losses of financial assets at FVTPL held by the Group recognised of USD38.1 million for the six months ended 30 June 2026 as compared to fair value gains of USD36.3 million in the Corresponding Period; and (ii) a decrease in interest income of USD7.9 million from deposits with financial institutions, including a decrease of USD3.8 million recorded under revenue and a decrease of USD4.1 million recorded under other income.

Revenue for the six months ended 30 June 2026 was USD26.1 million (the six months ended 30 June 2025: USD13.9 million), which was primarily generated from dividend and distribution income as well as interest income from financial products; interest income from financial institutions and margin financing; commission income and handling charges from financial services; and rental income. Revenue increased by USD12.2 million, mainly due to higher interest income and an increase in dividend and distribution income from financial products. These increases were partially offset by a decrease in interest income from deposits with financial institutions.

Other income for the six months ended 30 June 2026 was USD6.1 million (the six months ended 30 June 2025: USD10.0 million). This was mainly attributed to interest income from bank deposits, which amounted to USD5.9 million (the six months ended 30 June 2025: USD10.0 million).

During the six months ended 30 June 2026, the decrease in the fair value of financial assets at FVTPL was due to a combination of (i) fair value gains or losses; and (ii) netting off the distributions of investments.

During the six months ended 30 June 2026, the fair value of the investment properties remained unchanged from 31 December 2025, amid continued uncertainty in the Hong Kong commercial real estate market.

Other gain for the six months ended 30 June 2026 was USD6.3 million (the six months ended 30 June 2025: USD6.6 million). The change was primarily due to less exchange gain resulting from the differences in exchange rates applied to the period-end balances.

Administrative expenses for the six months ended 30 June 2026 were USD5.0 million, representing an increase of USD0.7 million from USD4.3 million for the Corresponding Period. The increase was mainly driven by the continued expansion of the Group's business activities and higher marketing expenses in its financial services business.

General description of the Group's investment strategies

The Company's principal investment strategy is centered on a diversified multi-asset approach, targeting both income generation and capital appreciation. The Group has been continuously reviewing its business and investment strategies, especially for its principal investment business in accordance with the Group's financial needs and the change in market circumstances. The Group generates profit from interest income, dividend income and distribution income from financial products held by the Group in its principal investment business. The Group adopts a prudent approach in allocating its financial assets. Apart from equity investments, which are usually accompanied by higher market risks, the Group has been exploring various fixed income investment portfolios as part of its asset allocation plan, including the selection of fixed income assets and the vehicles which the Group uses to access them.

Since 2018, considering the trend of interest rates, risk tolerance, capital preservation, liquidity and yield, the Group constructed its fixed income investment portfolios by pairing its bond investment with cash investment. The Group believes that a strong fixed income component serves as a safety net for its overall investment portfolios.

The Group allocates approximately 40% of its financial assets to fixed income investment, divided equally between bond investment and cash investment, which include deposits with financial institutions. As part of the Group's on-going efforts, this strategy aims to minimise the impact of market fluctuations generally associated with equity investments.

The Company has adopted a stringent and comprehensive guidelines and policies in relation to the Group's principal investments.

Segment analysis

(i) Financial Services Business

The Group focuses on four key financial services business areas mainly in the Hong Kong market, which are (i) securities trading and brokerage; (ii) margin financing; (iii) money lending; and (iv) asset management. Funderstone Securities Holdings Limited is the corporate vehicle of the Group engaging in the provision of a wide range of licensed financial services. These services mainly include securities and futures brokerage, corporate finance, investment advisory, and other related financial services in Hong Kong and other countries.

Revenue generated from financial services business mainly consist of:

– For securities trading and brokerage, revenue generated from the Group's securities brokerage services mainly represents brokerage commission and handling income, which are recognised on a trade date basis when the relevant transactions are executed. The Group's securities brokerage commission rate represents a certain percentage of the transaction value. In addition, the Group recognises handling fee income arising from dealing in securities and futures contracts, as well as placing income earned from participating in securities placements. The Group earns handling fees from arranging, coordinating, and executing placing transactions for corporate clients, which are recognised when the relevant services are rendered and the transactions are completed. The Group also generates handling fee income from the initial public offerings (the "IPO(s)") margin financing and collaborates with market peers to provide the IPO margin financing services by offering credit lines and sharing handling fees;

– For margin financing, the Group provides securities margin financing services to clients who wish to purchase securities in the secondary market or apply for shares in IPOs. The Group generated most of its interest income from margin loans. All securities margin financing facilities provided to clients are secured by pledge of listed equity securities acceptable to the Group. Interest rates are determined with reference to the credit standing of the relevant clients, the quality of the pledged securities, and/or other collaterals provided;

– For money lending, the Group's money lending vehicle is engaged in the provision of consumer and mortgage loans, targeting at high-net-worth clients with short-term financial needs and generating interest income. The money lending business is funded by the internal resources of the Group; and

– For asset management, the Group offers discretionary account management services involving the management of client portfolios in accordance with the mandate or predefined model investment portfolios established or chosen by the clients. Generally, this service covers a broad range of investment products, including both exchange-traded and non-exchange-traded products. Discretionary account services are subject to management fees which are calculated based on the total value of the portfolio under management.

Leveraging the expertise of its experienced management team, the reliability of its trading infrastructure, and its strong client relationships, the Group successfully capitalised on the revival of the Hong Kong IPO market to drive business momentum. Moving forward, the Group remains committed to strengthening its competitive edge by optimising resource allocation and enhancing service quality for both individual and institutional clients. By maintaining this operational focus, the Group aims to further reinforce its position as an established integrated financial services provider, ensuring long-term resilience and value creation in an evolving market landscape.

The profit before taxation for the financial services business was USD4.5 million (the six months ended 30 June 2025: USD5.5 million). The decrease was mainly due to a decline in other income of USD1.9 million. This was partially offset by an increase of USD0.6 million in interest income from the money lending business and an increase of USD0.4 million in fee and commission income from the financial services business, driven by higher trading volumes and a strengthened market position following advertising campaigns during the six months ended 30 June 2026.

Commission income and handling charges

During the six months ended 30 June 2026, the commission income and handling charges from financial services amounted to USD1.6 million across the Group (the six months ended 30 June 2025: USD1.2 million). The improvement was primarily driven by increased trading volumes, attributable not only to more favourable market conditions but also to the Group's strategic restructuring of its account executive (the "AE") and customer service teams to align with client acquisition initiatives. These teams were restructured to focus on servicing and cultivating relationships with clients in the identified segments. In addition, the Group launched marketing campaigns to capitalise on the favourable market sentiment to acquire new retail clients. This growth was achieved despite uncertainty in the Hong Kong stock market, demonstrating the effectiveness of the Group's strategic positioning as well as the resilience and adaptability of its trading operations.

The commission income and handling charges from the aforementioned financial services include handling fee income from IPO margin financing and income from the placing business.

The handling fee income from IPO margin financing activities amounted to USD13,000 for the six months ended 30 June 2026 (the six months ended 30 June 2025: USD42,000). The decrease was mainly attributable to lower client utilisation of IPO margin financing facilities during the period under review, which led to a lower volume of completed IPO margin financing transactions. Handling fees were earned through the provision of credit facilities to clients and fee-sharing arrangements with participating market peers.

The handling fee income from placing business was USD11,000 for the six months ended 30 June 2026 (the six months ended 30 June 2025: nil). During the six months ended 30 June 2026, corporate fundraising activities in the Hong Kong securities market showed signs of recovery. Leveraging the Group's industry network through its securities brokerage and margin financing operations, the Group was well-positioned to capitalise on these opportunities by securing placing projects.

Interest income from margin financing and money lending businesses

The interest income from margin financing remained relatively stable, recording a slight decrease to USD52,000 for the six months ended 30 June 2026 (the six months ended 30 June 2025: USD59,000). This was mainly attributable to the cautious approach of the clients amid ongoing stock market volatility, which led to reduced margin trading activities and lower leverage demands during the period. In addition, the net accounts receivable balance decreased to USD0.7 million as at 30 June 2026 (as at 31 December 2025: USD1.6 million). This decrease reflected lower outstanding margin loan balances as at 30 June 2026, as certain clients repaid or reduced their margin financing positions before the period end.

The interest income from money lending business was USD0.8 million (the six months ended 30 June 2025: USD0.2 million). The increase was primarily attributable to loans advanced in late 2025, resulting in interest income being recognised for the full six months ended 30 June 2026. The outstanding loan balance as at 30 June 2026 was USD13.0 million (as at 31 December 2025: USD13.0 million).

The Group ceased offering unsecured loans, which carry higher credit risk, and has focused on its secured and mortgaged loan business since the second quarter of 2019, which is backed by collaterals with comparatively lower credit risk.

The Group has established a stringent risk control and management system, including optimised loan approval and monitoring procedures, as well as adjusted interest rate and loan-to-value ratio policies, enabling the Group to better serve existing and new clients while minimise its risk exposure.

In addition, the Group consistently implements cautious and prudent internal control measures in its margin financing and money lending businesses, including but not limited to:

– periodic reviews of collateral value and quality;
– stress testing of borrowers' repayment ability and collateral value;
– ongoing loan portfolio monitoring and management;
– a watchlist mechanism;
– overdue loan collection management; and
– loan impairment provisions.

The Group assesses its clients' risk profiles in accordance with its internal credit control procedures, remains prudent in minimising its credit risk exposure, and consistently applies this approach in conducting its money lending business to achieve a balanced risk-return profile. Despite the challenges ahead, the Group will continue to leverage its professionalism and solid experience in money lending business.

The Group had no bad debts during the period.

(ii) Principal Investment Business

The objective of the Company's principal investment business is to identify investment opportunities across diverse industries to achieve an optimal risk-weighted return and enhance capital value for the Group. The executive committee of the Company is responsible for identifying, reviewing, considering and approving various investment opportunities, taking into account the Group's liquidity requirements, risk to capital, and reasonable returns on investment with the risk taken.

A typical implementation cycle for investments includes: (i) identifying investment opportunities; (ii) processing initial project screening; (iii) conducting due diligence; (iv) discussing the investment flexibility and assessing risk and implication; (v) preparing investment proposal; and (vi) reviewing and approving investment proposal.

During the six months ended 30 June 2026, the Group invested USD21.5 million in unlisted financial assets, primarily consisting of subscriptions for unlisted investment funds and capital commitment payments. Net acquisitions of listed bonds, taking into account acquisitions, disposals, redemptions, and maturities, totaled USD20.7 million. Meanwhile, proceeds from the disposal of listed equity investments amounted to USD15.1 million. The remaining decrease in the fair value of non-cash financial assets was primarily driven by (i) fair value losses on unlisted investment funds; (ii) netting off the distributions of unlisted investments; and (iii) the net effect of return of capital from unlisted investments. This decrease was partially offset by net realised and unrealised fair value changes on listed shares, listed bonds, and unlisted investments acquired in prior years.

The principal investment business segment recorded a loss of USD14.3 million for the six months ended 30 June 2026 (the six months ended 30 June 2025: a profit of USD49.0 million). The turnaround from a net profit to a net loss for the six months ended 30 June 2026 was primarily attributable to fair value losses of financial assets at FVTPL held by the Group recognised of USD37.0 million for the six months ended 30 June 2026 as compared to fair value gains of USD38.2 million in the Corresponding Period and a decrease in interest income of USD6.0 million from deposits with financial institutions, including a decrease of USD3.8 million recorded under revenue and a decrease of USD2.2 million recorded under other income.

As at 30 June 2026, the Group held non-cash financial assets of USD899.2 million as follows:

	30 June 2026 USD'000	31 December 2025 USD'000
Listed shares	**61,283**	83,542
Listed bonds	**270,552**	249,227
Unlisted investment funds	**530,544**	550,750
Unlisted equity investments	**34,470**	26,100
Unlisted exchangeable notes	**2,380**	3,400
Total	**899,229**	913,019

Significant Investments

NovoAstrum Investors L.P. ("NovoAstrum")

The Group has held a limited partner interest in NovoAstrum, an unlisted investment fund, since October 2021. NovoAstrum's primary objective is to invest in the healthcare and pharmaceutical businesses globally to achieve long-term capital appreciation.

As at 30 June 2026, the fair value of the investment was USD85.3 million, representing 5.0% of the total assets of the Group. The Group's capital commitment to NovoAstrum represented 100% of the fund's total partners' capital commitment as at 30 June 2026. The investment cost of NovoAstrum was USD45.0 million (31 December 2025: USD45.0 million). The increase in fair value was primarily driven by the appreciation of NovoAstrum's underlying investments. The Group recorded an unrealised loss on the investment of USD44.2 million for the period. The Group remains optimistic about the investment's future potential. As a limited partner, the Group is confident that NovoAstrum's management team, with its proven track record, extensive experience, and strategic resources in the global healthcare industry, will continue to generate strong financial returns. Given the sustained structural tailwinds in the global healthcare sector – including aging populations, rising healthcare expenditure, and ongoing medical innovation – the investment is well-positioned to benefit from favourable long-term growth prospects.

Except for the investment disclosed above, no other single investment (e.g. financial assets at FVTPL and investments in debt instruments measured at amortised cost) in the Group's diversified investment portfolio was considered a significant investment, given that none of the investments had a carrying amount accounting for more than 5% of the Group's total assets as at 30 June 2026.

(iii) Real Property Business

The Group's real property business primarily involves the leasing of commercial office premises and car parking spaces in Hong Kong, as well as investments in unlisted investment funds holding commercial property and senior housing in Canada. During the six months ended 30 June 2026, profit before taxation for the real property business was USD0.5 million (the six months ended 30 June 2025: USD0.4 million), comprising rental income, bank interest income, distribution income, net exchange losses, and fair value changes on unlisted investment funds. The increase was primarily attributable to higher distribution income generated from the unlisted investment funds.

The Group owns three floors of commercial offices premises (comprising the 17th, 18th and 19th floor) and ten car parking spaces located at Capital Centre, No. 151 Gloucester Road, Wanchai, Hong Kong. During the six months ended 30 June 2026, a portion of the commercial offices was utilised as the Group's head office, with the remaining space held for lease. The rental income generated from and the operating loss of the commercial offices for the six months ended 30 June 2026 were USD3,000 and USD16,000, respectively (the six months ended 30 June 2025: rental income of USD3,000 and operating loss of USD3,000).

The Group has invested in quality commercial property and senior housing in Canada through unlisted investment funds. The Canadian commercial property portfolio primarily comprises a retail shopping centre, Garden City Shopping Centre, located municipally at 2305 & 2315 McPhillips Street, Winnipeg, Manitoba, Canada. The Canadian senior housing properties are located municipally at: (i) Château Dollard – 1055, Tecumseh Street, Dollard-des-Ormeaux (Quebec) H9B 3G9; (ii) L'Alto – 1700, Saint-Louis Street, Saint-Laurent (Quebec) H4L 5P1; (iii) Héritage Plateau – 310, Rachel Street East, Montreal (Quebec) H2W 0A1; (iv) Les Habitations Pelletier – 11519, Pelletier Avenue, Montreal-North (Quebec) H1H 3S3; (v) Villagia in The Glebe – 480 Metcalfe St, Ottawa (Ontario) K1S 3N6 and 100 Isabella St, Ottawa K1S 1V5; (vi) The Redwoods – 2604, Draper Avenue, Ottawa (Ontario) K2H 9B1; and (vii) Villagia de L'ile Paton – 25 Promenade des Îles, Laval, Québec H7W 0A1. Distribution income generated from the unlisted investment funds was USD0.6 million for the six months ended 30 June 2026 (the six months ended 30 June 2025: USD0.2 million).

There are various ways for property investments, including direct holding, equity investment, real estate investment groups (REIGs), real estate flipping, and real estate investment trusts (REITs). Real estate investment funds have become increasingly popular for those seeking diversified real estate exposure without the complexities and costs of direct ownership.

The Group continues to explore acquisition opportunities in high-quality, upscale commercial properties and other real property assets, with a focus on overseas markets including North America and Europe. These markets are anticipated to provide stable income streams and long-term capital growth. Geographically diversifying the Group's real property portfolio is expected to enhance the overall strength and resilience of its real property holdings.

Review of Group Financial Position

	30 June 2026 USD'000	31 December 2025 USD'000
Current Assets		
Cash and cash equivalents	**604,130**	498,422
Time deposits with original maturities over three months	**50,000**	152,000
Financial assets at FVTPL	**34,468**	27,945
Investments in debt instruments measured at amortised cost	**31,902**	37,050
Accounts and other receivables	**15,456**	18,592
Loans receivable	**13,000**	13,000
Others	**33,235**	32,974
Non-current Assets		
Financial assets at FVTPL	**594,209**	635,847
Investments in debt instruments measured at amortised cost	**235,478**	208,990
Investment properties	**48,032**	48,400
Others	**33,390**	33,921
Total Assets	**1,693,300**	1,707,141
Other Liabilities	**(49,534)**	(37,435)
Net Assets	**1,643,766**	1,669,706

Non-current assets as at 30 June 2026 were USD911.1 million (31 December 2025: USD927.2 million), representing a decrease of USD16.1 million. This decrease was mainly due to a net decrease in investment in financial assets at FVTPL of USD41.6 million, partially offset by a net increase in investments in debt instruments measured at amortised cost of USD26.5 million. Current assets as at 30 June 2026 were USD782.2 million (31 December 2025: USD780.0 million), representing an increase of USD2.2 million. This increase was primarily attributable to (i) a net increase in cash and cash equivalents of USD105.7 million; (ii) a net increase in investment in financial assets at FVTPL of USD6.5 million; and (iii) an increase in bank trust account balances of USD0.3 million. These increases were partially offset by (i) a net decrease in time deposits with original maturities over three months of USD102.0 million; (ii) a net decrease in investments in debt instruments measured at amortised cost of USD5.1 million; and (iii) a decrease in accounts and other receivables of USD3.1 million.

Net Assets Value

As at 30 June 2026, the Group's net assets amounted to USD1,643.8 million, representing a decrease of USD25.9 million compared to USD1,669.7 million as at 31 December 2025. The decrease was primarily attributable to the total comprehensive loss for the period of USD15.6 million and the declaration of dividends amounting to USD10.4 million, which were recognised as dividends payable as at 30 June 2026.

Cash Flow, Liquidity and Financial Resources

Cash Flow Summary

	For the six months ended 30 June	
	2026	2025
	USD'000	USD'000
Net cash generated from Operating Activities	**21,100**	13,649
Net cash generated from Investing Activities	**93,893**	107,139
Net increase in cash and cash equivalents	**114,993**	120,788
Cash and cash equivalents at beginning of the period	**498,422**	263,618
Effect of foreign exchange rate changes	**(9,285)**	(8,650)
Cash and cash equivalents at end of the period	**604,130**	375,756

As at 30 June 2026, the Group's cash balance was USD604.1 million (31 December 2025: USD498.4 million). Net cash generated from operating activities for the six months ended 30 June 2026 amounted to USD21.1 million, which was primarily driven by a loss before taxation of USD5.6 million, adjusted for non-cash and non-operating items of USD21.2 million, working capital movements of USD7.1 million, interest received of USD12.3 million, and tax paid of USD0.3 million. Net cash generated from investing activities was USD93.9 million, which mainly comprised interest received from bank deposits of USD18.2 million and withdrawals of time deposits with original maturities over three months of USD102.0 million, partially offset by net cash outflows for investments of USD26.3 million.

The Group's gearing ratio, being the percentage of the Group's total borrowings over shareholders' equity, was nil as at 30 June 2026 (31 December 2025: nil). The Group had no outstanding bank borrowings as at 30 June 2026.

Capital Structure of the Group

As at 30 June 2026, equity attributable to owners of the Company was USD1,643.8 million. There was no material change in the capital structure of the Group since 31 December 2025, being the end of the reporting period of the Group's latest annual report.

Contingent Liability

As at 30 June 2026, the Group did not have contingent liability.

Material Acquisitions and Disposals

There was no material acquisition or disposal of subsidiaries, associates and joint ventures during the six months ended 30 June 2026 and up to the date of this announcement.

Exposure to Fluctuations in Exchange Rates and Hedge Policies

The Group conducted most of its business in United States dollars ("USD") and Hong Kong dollars ("HKD"). The Group's foreign currency exposure from HKD against USD is minimal as the HKD is pegged to the USD.

Management will continue to monitor the Group's foreign exchange exposure and consider implementing appropriate hedging strategies should the need arise.

Pledge of Assets

As at 30 June 2026, no assets of the Group had been pledged.

Business Outlook

The Group enters the second half of 2026 with underlying strength, supported by its robust capital base and disciplined growth strategy. However, in light of the heightened geopolitical instability stemming from ongoing international conflicts and a cautious global economic outlook, the Group maintains a prudent and conservative operational stance. Market conditions in the second half of the year are anticipated to remain complex and volatile. By combining prudent financial stewardship with a vigilant, risk-conscious approach, the Group aims to navigate the evolving macroeconomic landscape successfully. Its ultimate objective remains the protection of its asset base and the delivery of sustainable, long-term value to shareholders of the Company (the "Shareholders"), even if near-term growth is tempered.

Financial services business. The Group remains committed to strengthening its core financial services across securities trading and brokerage, margin financing, asset management, and money lending. While geopolitical uncertainties and market fluctuations continue to affect investor sentiment, the Group is actively expanding its marketing initiatives. By its competitive commission rates, high-quality services, solid financial resources, and reliable trading infrastructure, the Group focuses on deepening client relationships, capturing market share, and identifying resilient investment opportunities throughout the remainder of 2026.

The global economy in the second half of 2026 is expected to navigate a path of tempered growth as central banks digest the impact of previous rate cuts and market participants adjust to shifting geopolitical dynamics. Supporting policy measures, underpinned by the People's Bank of China's supportive monetary policy – including reserve requirement ratio (RRR) reductions and targeted interest rate cuts – are expected to continue enhancing market liquidity and lowering financing costs across the region. Notwithstanding these supportive monetary backdrops, the Group maintains a prudent stance towards global capital markets. Hong Kong's financial market remains a key international hub. In view of the broader macroeconomic landscape, the Group will focus on operational resilience and targeted marketing to sustain investor confidence and drive business growth through the end of the year.

Building on the initial recovery of the Hong Kong IPOs market earlier in the year, the Group intends to further scale its IPO margin financing business during the second half of 2026 in a disciplined and risk-conscious manner, subject to prevailing market conditions. Leveraging its robust internal funding capacity, the Group is well-equipped to meet ongoing demand for Hong Kong IPO subscription financing. Its strategy involves intensifying marketing efforts to deepen relationships with existing clients while cultivating strategic partnerships with small-to-medium-sized brokerages possessing extensive retail networks but facing capital constraints. To broaden market coverage, the Group continues to recruit experienced AE to expand its sales force. Client acquisition will be further accelerated through these partnerships and targeted digital campaigns (including social media, direct messaging, and online platform advertising), complemented by selective offline branding via billboards, sponsorships of industry conferences, and community sports events. This initiative aims to generate revenue from both interest income and transaction fees, supported by a capital allocation strategy that prioritises quality, oversubscribed IPOs while maintaining prudent liquidity buffers to ensure operational flexibility and mitigate market risk.

Through the second half of 2026, the Group will maintain a dynamic yet resilient approach, continually adapting its business strategies to market developments. The Group will reinforce its margin financing business through enhanced credit monitoring while strategically expanding its client base for securities trading and brokerage services. Its placing business remains well-positioned to capture deal flow for the remainder of the year, supported by its established industry network and a consistent referral pipeline from business partners and financial intermediaries. The Group will remain vigilant, continuously monitoring market trends and competitor activities to refine its strategies, maximise returns, and maintain its competitive edge in a challenging environment.

Concurrently, the Group will strategically focus on expanding its premium client base by delivering customised financial solutions to institutional clients. The Group will leverage its full-service expertise across IPO margin financing, placings, rights issues, corporate restructuring, and mergers and acquisitions advisory to deepen institutional engagement. Supported by its referral network and capital markets track record, the Group will selectively pursue placing opportunities that align with its execution capabilities, reinforcing its role as a trusted financial partner. Furthermore, the Group will enhance its asset management business by elevating tailored discretionary investment services for high-net-worth clients, strengthening its brand in key regional markets, and aligning its solutions with evolving wealth management demands.

With respect to its money lending business, the Group anticipates sustained demand for corporate and individual financing as market participants navigate this period of economic adjustment. The Group is strategically positioned to capture high-quality loan growth while maintaining a stringent approach to credit risk management to achieve an optimal risk-return balance. Through thorough credit assessments and proactive portfolio monitoring, the Group will continue to pursue high-potential opportunities in business financing and tailor-made lending solutions. The Group is actively exploring corporate loans, selective overseas lending, and potential loan syndications with major banking institutions to diversify risk and strengthen its deal pipeline. By adhering to responsible and prudent lending practices, the Group is well-equipped to meet market demand and deliver sustainable growth.

Principal investment business. The Group maintains a disciplined and conservative approach to principal investment, focusing on managing a well-diversified portfolio across funds, fixed-income instruments, and listed and unlisted equities. In view of ongoing global market volatility, the Group will conduct portfolio reviews at regular intervals and continually evaluate asset performance against strict risk parameters. Where high-quality, undervalued investment opportunities arise that align with its long-term strategic objectives, the Group may consider incremental, opportunistic investments. Its overarching priority remains capital preservation and the delivery of stable, long-term returns in a complex market environment.

Real property business. The Group remains committed to advancing its real property business, leveraging the gradual stabilisation and recovery across key segments of the real estate market. In light of these evolving conditions, the Group will continue to selectively evaluate acquisitions of high-quality commercial properties and prime real estate assets. The Group remains focused on identifying opportunities, both locally and in key international markets, that offer attractive recurring yields and long-term capital appreciation. Building on the consistent positive cash flow generated by its Canadian property, the Group will maintain a cautious, strategic approach towards further geographical diversification, remaining vigilant regarding foreign exchange and geopolitical risks. All potential investments will undergo rigorous risk assessments, while active asset management will be prioritised to optimise rental yields and tenancy profiles across the Group's existing portfolio.

Looking-forward. As the Group progresses through the second half of 2026, it is well-positioned to navigate a global landscape defined by both structural recovery and persistent macroeconomic headwinds. While aiming to capitalise on Hong Kong's revitalised capital markets and stabilising property sectors, the Group's strategy remains firmly anchored in prudence. Its strategic priorities for the remainder of 2026 focus on: expanding its margin financing business with a strict emphasis on asset quality and risk controls; driving high-margin placing transactions through its established network of corporate partners and financial intermediaries; selectively acquiring yield-accretive commercial real estate assets in core global markets; and prudently growing its money lending portfolio with creditworthy borrowers under robust risk management frameworks. Supported by disciplined execution and proactive client engagement, these initiatives are designed to deliver resilient performance across all business segments. The Group will remain vigilant, agile, and focused on mitigating risk while delivering sustainable returns to the Shareholders through the remainder of 2026 and beyond.

Human Resources

As at 30 June 2026, the Group had 42 employees in Hong Kong. Employees are remunerated at a competitive level and rewarded according to their performance. The Group's remuneration packages include salary, medical scheme, group insurance, mandatory provident fund and performance bonus.

Subsequent Events

The Board is not aware of any significant events that have occurred subsequent to 30 June 2026 and up to the date of this announcement.

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

During the six months ended 30 June 2026, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company has adopted the principles and has complied with all the applicable code provisions of the Corporate Governance Code (the "Corporate Governance Code") as set out in Part 2 of Appendix C1 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") (the "Listing Rules") for the six months ended 30 June 2026.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") set out in Appendix C3 to the Listing Rules as its own code of conduct regarding directors' securities transactions. Enquiry has been made of all Directors, and the Directors have confirmed compliance with the required standard set out in the Model Code during the six months ended 30 June 2026.

AUDIT COMMITTEE

The audit committee of the Company (the "Audit Committee"), with terms of reference in compliance with the provisions set out in the Corporate Governance Code, comprises three members who were all independent non-executive Directors during the six months ended 30 June 2026. The Audit Committee has reviewed with the management the accounting principles and practices adopted by the Group and discussed auditing, internal controls and financial reporting matters. The interim report for the six months ended 30 June 2026 (the "2026 Interim Report") has been reviewed by the Audit Committee.

INTERIM REPORT

The 2026 Interim Report will be despatched to the Shareholders and published on the website of the Stock Exchange (www.hkexnews.hk) and the website of the Company (www.g-resources.com) on or before 30 September 2026.

By Order of the Board
G-Resources Group Limited
Leung Oi Kin
Executive Director and Company Secretary

Hong Kong, 28 August 2026

As at the date of this announcement, the Board comprises:
(i) Ms. Li Zhongye, Cindy as non-executive Director;
(ii) Mr. Leung Oi Kin and Mr. Leung Wai Yiu, Malcoln as executive Directors; and
(iii) Mr. Lo Wa Kei, Roy, Mr. Chen Gong and Mr. Martin Que Meideng as independent non-executive Directors.

* *For identification purpose only*