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 2025

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 2025, together with the comparative figures for the six months ended 30 June 2024 (the "Corresponding Period") as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2025

	NOTES	**For the six months ended 30 June** **2025** ***USD'000*** **(Unaudited)**	2024 *USD'000* (Unaudited)
Revenue			
Interest income	*4*	**12,268**	14,725
Dividend and distribution income	*4*	**892**	2,115
Fee and commission income	*4*	**780**	587
Rental income	*4*	**3**	727
		13,943	18,154
Other income		**9,996**	14,433
Administrative expenses		**(4,285)**	(3,347)
Share of profit of associates		**23**	174
Decrease in fair value of investment properties		**(2,834)**	–
Fair value changes of financial assets at fair value through profit or loss ("FVTPL") and investments in perpetual notes at FVTPL		**36,318**	12,741
Net gain/(loss) on disposal of investments in debt instruments measured at amortised cost		**3**	(3)
(Provision for)/reversal of expected credit losses on financial assets, net		**(448)**	18
Other gain/(loss), net		**6,608**	(1,822)
Profit before taxation		**59,324**	40,348
Taxation	*5*	**(45)**	–
Profit for the period	*6*	**59,279**	40,348
Profit for the period attributable to:			
Owners of the Company		**59,277**	40,349
Non-controlling interests		**2**	(1)
		59,279	40,348
Profit per share			
– Basic and diluted (US cent)	*8*	**13.15**	8.95

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2025

	For the six months ended 30 June	
	2025	2024
	USD'000	*USD'000*
	(Unaudited)	(Unaudited)
Profit for the period	**59,279**	40,348
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	**(15,352)**	1,038
Changes in fair value of investments in perpetual notes designated as at fair value through other comprehensive income ("FVTOCI")	**(11)**	34
Items that may be reclassified subsequently to profit or loss:		
Exchange differences arising on translation of foreign operations	**5,166**	535
Other comprehensive (expenses)/income for the period	**(10,197)**	1,607
Total comprehensive income for the period	**49,082**	41,955
Total comprehensive income/(expenses) for the period attributable to:		
Owners of the Company	**49,080**	41,956
Non-controlling interests	**2**	(1)
	49,082	41,955

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2025

	NOTES	**30 June 2025** **USD'000** **(Unaudited)**	31 December 2024 *USD'000* (Audited)
NON-CURRENT ASSETS			
Long-term time deposits		**50,000**	150,000
Property, plant and equipment		**27,627**	28,266
Investment properties		**54,078**	57,528
Financial assets at FVTPL	*9*	**534,990**	408,118
Investments in associates		**136**	174
Investments in debt instruments measured at amortised cost	*9*	**99,431**	76,142
Investments in perpetual notes designated as at FVTOCI	*9*	**3,059**	3,070
Other receivables and deposits	*10*	**622**	582
Intangible assets		**1,746**	1,746
Goodwill		**9,425**	9,425
		781,114	735,051
CURRENT ASSETS			
Accounts and other receivables	*10*	**22,840**	23,442
Loans receivable		**3,000**	7,500
Investments in debt instruments measured at amortised cost	*9*	**44,523**	40,776
Investments in perpetual notes at FVTPL	*9*	**–**	3,540
Financial assets at FVTPL	*9*	**23,724**	20,101
Time deposits with original maturities over three months		**382,204**	488,904
Bank trust accounts balances		**39,375**	32,520
Cash and cash equivalents		**375,756**	263,618
		891,422	880,401
CURRENT LIABILITIES			
Accounts and other payables	*11*	**41,631**	33,584
Dividend payable		**6,892**	–
		48,523	33,584
NET CURRENT ASSETS		**842,899**	846,817
TOTAL ASSETS LESS CURRENT LIABILITIES		**1,624,013**	1,581,868
NON-CURRENT LIABILITIES			
Deferred tax liabilities		**288**	288
Accrued expenses	*11*	**33**	34
		321	322
		1,623,692	1,581,546
CAPITAL AND RESERVES			
Share capital	*12*	**598**	598
Reserves		**1,622,903**	1,580,759
Equity attributable to owners of the Company		**1,623,501**	1,581,357
Non-controlling interests		**191**	189
TOTAL EQUITY		**1,623,692**	1,581,546

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2025

	For the six months ended 30 June	
	2025	2024
	USD'000	*USD'000*
	(Unaudited)	(Unaudited)
OPERATING ACTIVITIES		
Cash generated from/(used in) operations	**338**	(3,464)
Interest received	**13,242**	12,665
Dividend received	**69**	39
Net cash generated from Operating Activities	**13,649**	9,240
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	**(1)**	–
Purchase of financial assets at FVTPL	**(25,501)**	(66,753)
Purchase of investments in debt instruments measured at amortised cost	**(47,338)**	–
Proceeds from disposal and redemption of investments in debt instruments measured at amortised cost	**20,878**	16,466
Proceeds from disposal and redemption of investments in perpetual notes at FVTPL	**3,500**	–
Net (purchase of)/proceeds from redemption of unlisted hedge funds	**(68,909)**	25,559
Proceeds from return of capital of financial assets at FVTPL	**–**	1,730
Interest received	**17,810**	14,389
Net withdrawal/(placement) of time deposits with original maturities over three months and long-term time deposits	**206,700**	(52,511)
Net cash generated from/(used in) Investing Activities	**107,139**	(61,120)
Net increase/(decrease) in cash and cash equivalents	**120,788**	(51,880)
Cash and cash equivalents at beginning of the period	**263,618**	130,308
Effect of foreign exchange rate changes	**(8,650)**	1,893
Cash and cash equivalents at end of the period	**375,756**	80,321

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2025

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard ("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 2024.

Certain comparative figures have been re-presented to conform with current year's presentation. These reclassifications have no effect on the financial position, results for the period or cash flows of the Group.

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 HKAS 21 "Lack of Exchangeability" for the first time from 1 January 2025. The Group did not change its accounting policies or make retrospective adjustments as a result of adopting the above mentioned amended standard.

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 2024: three) operating business units which represent three (six months ended 30 June 2024: 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 convertible 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 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**	**11,976**	**–**	**–**	**12,269**
Dividend and distribution income	**–**	**722**	**169**	**–**	**891**
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**

For the six months ended 30 June 2024 (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	345	14,380	–	–	14,725
Dividend and distribution income	–	1,756	359	–	2,115
Fee and commission income	587	–	–	–	587
Rental income	–	–	727	–	727
Segment revenue from external parties	932	16,136	1,086	–	18,154
Inter-segment revenue	263	–	–	(263)	–
Segment revenue	1,195	16,136	1,086	(263)	18,154
Segment profit	6,664	35,451	554	–	42,669
Unallocated corporate expenses					(1,957)
Unallocated exchange loss					(364)
Profit before taxation					40,348

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 2025 (Unaudited)

	Financial services business *USD'000*	**Principal investment business** *USD'000*	**Real property business** *USD'000*	**Total** *USD'000*
ASSETS				
Segment assets	**340,302**	**1,130,496**	**173,936**	**1,644,734**
Unallocated corporate assets				**27,802**
Total assets				**1,672,536**
LIABILITIES				
Segment liabilities	**41,379**	**264**	**155**	**41,798**
Unallocated corporate liabilities				**7,046**
Total liabilities				**48,844**

At 31 December 2024 (Audited)

	Financial services business *USD'000*	Principal investment business *USD'000*	Real property business *USD'000*	Total *USD'000*
ASSETS				
Segment assets	329,485	1,191,366	66,265	1,587,116
Unallocated corporate assets				28,336
Total assets				1,615,452
LIABILITIES				
Segment liabilities	33,485	106	3	33,594
Unallocated corporate liabilities				312
Total liabilities				33,906

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	
	2025	2024
	USD'000	*USD'000*
	(Unaudited)	(Unaudited)
Interest income from financial products	**3,999**	4,510
Interest income from money lending business	**234**	302
Interest income from margin financing	**59**	43
Interest income from financial institutions' deposits	**7,976**	9,870
Interest income	**12,268**	14,725
Dividend and distribution income from financial products	**892**	2,115
Commission income and handling charges from financial services	**728**	539
Asset management fee income	**52**	48
Fee and commission income	**780**	587
Rental income	**3**	727
	13,943	18,154

5. TAXATION

Pursuant to the relevant laws and regulations in Canada, a 10% interest withholding tax is levied on interest payments made by a Canadian subsidiary to entities that are residents of countries with which Canada has a tax treaty. For the year ended 30 June 2025, approximately USD45,000 in interest withholding tax was recognized as a tax expense (six months ended 30 June 2024: nil).

6. PROFIT FOR THE PERIOD

	For the six months ended 30 June	
	2025	2024
	USD'000	*USD'000*
	(Unaudited)	(Unaudited)
Profit for the period has been arrived at after charging/(crediting):		
Depreciation of property, plant and equipment	**330**	344
Exchange (gain)/loss, net, included in other gain/(loss)	**(6,607)**	1,822
Interest income from bank deposits, included in other income	**(9,977)**	(14,383)

7. DIVIDEND

During the six months ended 30 June 2025, a final dividend of HKD0.12 per share for the year ended 31 December 2024 (six months ended 30 June 2024: a final dividend of HKD0.12 per share for the year ended 31 December 2023) 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 USD6,936,000 (equivalent to approximately HKD54,098,000) (six months ended 30 June 2024: USD6,918,000 (equivalent to approximately HKD54,098,000)).

8. EARNINGS 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	
	2025	2024
	USD'000	*USD'000*
	(Unaudited)	(Unaudited)
Profit for the period attributable to owners of the Company, for the purposes of basic and diluted earnings per share	**59,277**	40,349

	Number of shares	
	2025	2024
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share	**450,814,079**	450,814,079

No diluted earnings per share for both periods were presented as there were no potential ordinary shares in issue for both periods.

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

	30 June 2025 *USD'000* **(Unaudited)**	31 December 2024 *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)*	**7,923**	3,842
Floating Rate Senior Notes *(Notes a, b, e)*	**1,531**	1,528
Debt securities listed outside Hong Kong		
Fixed Rate Senior Notes *(Notes a, b, c)*	**109,405**	97,657
Floating Rate Senior Notes *(Notes a, b, e)*	**27,454**	16,486
Less: Expected credit losses	**(2,359)**	(2,595)
	143,954	116,918
Less: Investments in debt instruments measured at amortised cost classified as current assets	**(44,523)**	(40,776)
Investments in debt instruments measured at amortised cost classified as non-current assets	**99,431**	76,142
Investments in perpetual notes at FVTPL		
Perpetual Notes, listed outside Hong Kong *(Note d)*	**–**	3,540
Investments in perpetual notes designated as at FVTOCI		
Perpetual Notes, listed outside Hong Kong *(Note d)*	**3,059**	3,070
Financial assets at FVTPL		
Unlisted investments		
Unlisted investment funds *(Note f)*	**447,584**	312,911
Unlisted equity investments *(Note g)*	**40,020**	48,876
Unlisted exchangeable notes *(Note h)*	**4,500**	4,500
Listed equity investments *(Note i)*		
Listed in Hong Kong	**51,121**	52,012
Listed outside Hong Kong	**15,489**	9,920
	558,714	428,219
Less: Financial assets at FVTPL classified as current assets	**(23,724)**	(20,101)
Financial assets at FVTPL classified as non-current assets	**534,990**	408,118

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 2025, twenty-one of the Fixed Rate Senior Notes were 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. During the six months ended 30 June 2024, seven of the Fixed Rate Senior Notes were matured, one of the Fixed Rate Senior Notes was partially sold, one of the floating Rate Senior Notes was partially sold and three of the Fixed Rate Senior Notes were being called. For the six months ended 30 June 2024, the net loss 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 rates ranging from 1.4% to 11.0% (31 December 2024: from 1.4% to 11.0%) per annum and with maturity dates from 15 July 2024 to 17 September 2031 (31 December 2024: from 15 July 2024 to 17 September 2031). As at 30 June 2025, three (31 December 2024: three) of the Senior Notes carrying a gross amount of USD1,424,000 (31 December 2024: USD2,217,000) with original maturity dates ranging from July 2024 to January 2026 (31 December 2024: July 2024 to January 2026) have a provision of life-time ECL of USD1,424,000 (31 December 2024: USD2,010,000). The directors of the Company considered that the provision for ECL was sufficient.

(d) During the six months ended 30 June 2025, two of the Perpetual Notes were called. As at 31 December 2024, perpetual Notes at FVTPL held by the Group bear discretionary interests at the rates ranging from 5.25% to 6.38% per annum and are callable from 30 March 2025 to 16 May 2025. The interest rates are subject to change at reset day with reset rate ranging from 3.05% to 4.37% plus USD 5 years mid-swap rate or the prevailing yield for U.S. Treasury Securities at a constant maturity having a designated maturity of 5 years or semi-annual USD 5 years mid-swap rate.

Perpetual Notes designated as at FVTOCI held by the Group as at 30 June 2025 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. The 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 purpose. 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 1.81% to 7.33% (31 December 2024: from 1.81% to 7.33%) per annum and with maturity dates from 9 July 2024 to 15 March 2029 (31 December 2024: from 2 November 2026 to 16 July 2030). The interest rate is subject to change at reset day with reset rate ranging from 2.10% to 3.05% (31 December 2024: from 2.10% to 3.05%) 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 2025, the unlisted investment funds classified as financial assets at FVTPL include unlisted private equity funds and unlisted hedge funds with carrying value of USD373,976,000 and 73,608,000 (31 December 2024: USD312,911,000 and nil), 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 2025, six (31 December 2024: five) out of these fourteen (31 December 2024: thirteen) unlisted private equity funds accounted for approximately 80% (31 December 2024: approximately 76%) of the aggregate carrying value, with the investment portfolio focused on listed and unlisted equity investments in technology, media and telecommunications, commercial property, senior housing, healthcare, and environmental industry.

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 2025, an increase in fair value of USD39,325,000 (six months ended 30 June 2024: USD13,688,000) was recognised in the condensed consolidated statement of profit or loss. During the six months ended 30 June 2025, the Group received returns of capital of nil (six months ended 30 June 2024: USD1,730,000) plus distributions of USD600,000 (six months ended 30 June 2024: USD801,000), and received funds from redemption of unlisted hedge funds of USD1,091,000 (six months ended 30 June 2024: USD25,559,000).

(g) The Group invested six (31 December 2024: six) unlisted equity investments with the carrying amount of USD40,020,000 (31 December 2024: USD48,876,000), which three 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 2025, three (31 December 2024: three) unlisted equity investments are with the carrying amount of USD24,895,000 (31 December 2024: USD33,721,000). 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 2024: same). The significant unobservable inputs are enterprise multiple and price-to-sales multiples of 3.4x, 5.2x, and 5.6x (31 December 2024: 3.5x, 4.7x and 5.5x), risk-free rate of 3.9%, 3.9% and 3.9% (31 December 2024: 4.2%, 4.2% and 4.2%), expected volatility of 36.8%, 55.9% and 69.6% (31 December 2024: 36.8%, 55.9% and 69.6%), expected initial public offering probability of 10.0%, 70.0% and 95.0% (31 December 2024: 20.0%, 70.0% and 95.0%), expected liquidation probability of 90.0%, 15.0% and 5.0% (31 December 2024: 80.0%, 15.0% and 5.0%), and expected redemption probability of nil, 15.0% and nil (31 December 2024: nil, 15% and nil), respectively.

As at 30 June 2025, three (31 December 2024: three) unlisted equity investments had with the carrying amount of USD15,125,000 (31 December 2024: USD15,155,000). 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 4.8x and 12.5x and 6.5x (31 December 2024: 6.2x and 12.8x and 6.1x), respectively.

During the six months ended 30 June 2025, a decrease in fair value of unlisted equity investments of USD9,816,000 was recognised in the condensed consolidated statement of profit or loss (six months ended 30 June 2024: USD369,000).

(h) As at 30 June 2025, the unlisted exchangeable notes issued by an independent third party, with a carrying amount and principal value of USD4,500,000. 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 3.7%, expected volatility of 56.6%, expected dividend yield of 0%, remaining option life of 4.5 years, and discount rate of 12.5%.

As at 30 June 2025, 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 apart from the shares which the listing of the shares 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 2025 *USD'000* **(Unaudited)**	31 December 2024 *USD'000* (Audited)
Accounts receivables from the business of dealing in securities:		
Clients *(Note b)*	**1,712**	1,554
Clearing house and brokers	**779**	65
Accounts receivables from the business of dealing in futures contracts:		
Clearing house and brokers	**307**	245
Accounts receivables *(Note a)*	**2,798**	1,864
Other receivables and deposits *(Note d)*	**20,683**	22,178
Less: Impairment allowance *(Note c)*	**(19)**	(18)
	23,462	24,024
Less: Other receivables and deposits classified as non-current assets	**(622)**	(582)
Accounts and other receivables classified as current assets	**22,840**	23,442

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 USD14,891,000 (31 December 2024: USD40,535,000). 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 3.1% to 8.5% (31 December 2024: 3.3% to 8.6%) per annum as at 30 June 2025. 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 USD14,891,000 (31 December 2024: USD40,535,000) 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 USD1,570,000 (31 December 2024: USD1,106,000), while parts of accounts receivables from clients with an aggregate outstanding balance of USD142,000 (31 December 2024: USD448,000) have a provision of ECL of USD19,000 (31 December 2024: USD18,000) 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 USD17,877,000, USD1,176,000 and USD855,000 (31 December 2024: USD19,181,000, USD750,000 and USD1,945,000), respectively.

11. ACCOUNTS AND OTHER PAYABLES

	30 June 2025 *USD'000*	31 December 2024 *USD'000*
Accounts payables from the business of dealing in securities:		
Clients	**40,515**	31,844
Clearing house and brokers	**22**	520
Accounts payables from the business of dealing in futures contracts:		
Clients	**362**	441
Accounts payables *(Note a)*	**40,899**	32,805
Other payables and accrued expenses	**765**	813
	41,664	33,618
Less: Accrued expenses classified as non-current liabilities	**(33)**	(34)
Accounts and other payable classified as current liabilities	**41,631**	33,584

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 2024 (Audited), 30 June 2024 (Unaudited), 31 December 2024 (Audited), 1 January 2025 (Audited) and 30 June 2025 (Unaudited)	1,000,000,000	1,282
Issued and fully paid:		
Ordinary shares of HKD0.01 each		
At 1 January 2024 (Audited), 30 June 2024 (Unaudited), 31 December 2024 (Audited), 1 January 2025 (Audited) and 30 June 2025 (Unaudited)	450,814,079	598

INTERIM DIVIDEND

The Board does not recommend the proposal and payment of an interim dividend for the six months ended 30 June 2025 (the six months ended 30 June 2024: nil).

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review and Results

Below is a summary of the financial information:

	For the six months ended 30 June	
	2025	2024
	USD'000	*USD'000*
Revenue	**13,943**	18,154
Other income	**9,996**	14,433
Administrative expenses	**(4,285)**	(3,347)
Fair value changes of financial assets at fair value through profit or loss ("FVTPL") and investments in perpetual notes at FVTPL	**36,318**	12,741
(Provision for)/reversal of expected credit losses on financial assets, net	**(448)**	18
Decrease in fair value of investment properties	**(2,834)**	–
Other gain/(loss), net	**6,608**	(1,822)
EBITDA	**59,654**	40,692
Profit before taxation *(Note)*	**59,324**	40,348
Profit for the period	**59,279**	40,348
Analysis of external revenue by operating segment:		
(i) Financial Services Business	**1,073**	932
(ii) Principal Investment Business	**12,698**	16,136
(iii) Real Property Business	**172**	1,086
Analysis of results by operating segment:		
(i) Financial Services Business	**5,489**	6,664
(ii) Principal Investment Business	**49,046**	35,451
(iii) Real Property Business	**446**	554

Note: The 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 2025, the Group had a net profit after taxation of USD59.3 million (the six months ended 30 June 2024: USD40.3 million). The increase in net profit for the six months ended 30 June 2025 was primarily attributable to (i) a significant increase in the fair value of financial assets at FVTPL and investments in perpetual notes at FVTPL, amounting to USD23.6 million; and (ii) an increase in other gains due to higher exchange gains, amounting to USD8.4 million. This increase was partially offset by (i) decrease in other income of USD4.4 million due to decrease in interest income from bank deposits; (ii) decrease in revenue of USD4.2 million due to decrease in dividend and distribution income from financial products and interest income from financial institutions' deposits; and (iii) decrease in fair value of investment properties of USD2.8 million.

Revenue for the six months ended 30 June 2025 was USD13.9 million (the six months ended 30 June 2024: USD18.2 million), which was mainly generated by the 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; as well as rental income. The decrease in revenue of USD4.2 million was due to a decrease in interest income from financial institutions' deposits and interest income and dividend and distribution income from financial products, which comprised a decrease in distribution income received from unlisted investments.

Other income for the six months ended 30 June 2025 was USD10.0 million (the six months ended 30 June 2024: USD14.4 million). This was mainly attributed to interest income generated from fixed income investments, which amounted to USD10.0 million (the six months ended 30 June 2024: USD14.4 million).

During the six months ended 30 June 2025, the increase in the fair value of financial assets at FVTPL and investments in perpetual notes at FVTPL was due to a combination of (i) fair value gains or losses; and (ii) netting off the distributions of investments.

The fair value of the investment properties decreased by USD2.8 million during the period, driven by a market-wide decline in Hong Kong commercial real estate prices compared to the Corresponding Period.

Other gain for the six months ended 30 June 2025 was USD6.6 million (the six months ended 30 June 2024: other loss of USD1.8 million). The main reason for the significant increase was an exchange gain of USD8.4 million for the six months ended 30 June 2025. The recognition of the exchange gain was mainly due to the difference in exchange rates for the period-end balance.

Administrative expenses for the six months ended 30 June 2025 were USD4.3 million, representing an increase of USD1.0 million as compared to USD3.3 million for the Corresponding Period. This growth was driven by the Group's business development expansion and enhanced incentive programmes for account executives in its financial services business.

General description on 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 change of 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 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 the Group's overall investment portfolios.

The Group has allocated approximately 40% of its financial assets to fixed income investment, divided equally between bond investment and cash investment, which include deposits with financial institutions. This strategy, as part of the Group's on-going efforts, aims to minimise the impact of market fluctuations commonly associated with equity 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 underwriting, 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, the revenue generated from the Group's securities broking services represents mainly brokerage commission, which is recognised on a trade date basis when the relevant transactions are executed. The Group's securities brokerage commission rate represent a certain percentage of the transaction value;

- For margin financing, the Group provides securities margin financing services to its clients who are interested to purchase securities on the secondary market or apply for shares in connection with the initial public offerings (the "IPO"). 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. The interest rates are determined with reference to the credit standing of the relevant clients and the quality of the securities pledged and/or other collaterals given;

- For money lending, the Group's money lending vehicle is engaged in the provision of consumer and mortgage loans and targets at high-net-worth clients with short-term financial needs and generate interest income; and

- For asset management, the Group offers discretionary account involves managing the client's portfolio in accordance with a mandate or a predefined model investment portfolio established or chosen by the client. Generally, this type of service covers a wider range of investment products, including both exchange-traded and non-exchange traded investment products. This type of discretionary account service is subject to management fees based on the total value of the managed portfolio as remuneration for managing the discretionary account for the client.

Supported by our experienced management team, robust trading infrastructure and strong client relationships, the revival of the IPO in Hong Kong benefited our business. Moving forward, our focus will be on strengthening our competitive edge, optimising resources, and improving service quality for both individual and institutional clients, in order to reinforce our position as a leading integrated financial services provider.

The profit before taxation for the financial services business was USD5.5 million (the six months ended 30 June 2024: USD6.7 million). This decrease was mainly due to decline in other income of USD1.4 million. This was partially offset by an increase of USD193,000 in fee and commission income from the financial services business, due to higher trading volumes during the period.

Commission income and handling charges

During the six months ended 30 June 2025, the commission income and handling charges from financial services amounted to USD728,000 (the six months ended 30 June 2024: USD539,000). The improvement was primarily driven by increased trading volumes. The growth was achieved despite uncertainty in the Hong Kong stock market, demonstrating the effectiveness of our strategic positioning and the resilience and adaptability of our trading operations.

Interest income from margin financing and money lending businesses

The interest income from margin financing was USD59,000 for the six months ended 30 June 2025 (the six months ended 30 June 2024: USD43,000). This increase was primarily driven by recovery of the Hong Kong stock market, which boosted investor confidence and led to increased engagements in margin trading. Consequently, the net balance of accounts receivables from margin financing clients was USD1.6 million as at 30 June 2025 (as at 30 June 2024: USD1.0 million). During the period, the Group's received loan settlement for money lending business was USD4.5 million and the outstanding loan balance as at 30 June 2025 was USD3.0 million (as at 31 December 2024: USD7.5 million). The interest income from money lending business was USD0.2 million (the six months ended 30 June 2024: USD0.3 million).

The Group ceased to offer unsecured loan which is considered to be of higher credit risk, and accentuated our secured and mortgaged loans business since the second quarter of 2019 which are backed by collaterals with a 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, which enables the Group to be better structured to serve existing and new clients and minimise the Group's risk exposure.

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

– periodic review of collateral value and quality;
– stress testing on borrowers' repayment ability and collateral value;
– on-going loan portfolio monitoring and management;
– watch list mechanism;
– overdue loan collection management; and
– loan impairment provision.

The Group has assessed the clients' risk profiles according to its internal credit control procedures and remains prudent in minimising the credit risk that they are exposed to and has been consistent in following its approach in carrying out the money lending business to achieve a risk-gain balance. Despite the difficulties and challenges ahead, the Group will continue to leverage our professionalism and solid experience in money lending business.

The Group had no bad debts during the period.

(ii) Principal Investment Business

The goal of the Company's principal investment business is to identify investment opportunities and to invest in different industries, to provide better risk weighted return and capital value to 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) identify investment opportunities; (ii) process initial project screening; (iii) conduct due diligence; (iv) discuss the investment flexibility and assess risk and implication; (v) prepare investment proposal; and (vi) review and approve investment proposal.

During the six months ended 30 June 2025, the Group invested USD94.4 million in unlisted financial assets, primarily consisting of subscriptions for unlisted investment funds and payments for capital commitments. Net acquisitions of listed bonds, which accounts for acquisitions, partial disposals, redemptions, and reaching of maturities, totaled USD26.5 million. The remaining increase in the fair value of non-cash financial assets was primarily driven by the fair value gains on unlisted investment funds. This increase was partially offset by the net effect of return of capital from unlisted investments and net realised and unrealised fair value changes on listed shares, listed bonds and unlisted investments acquired in previous years.

The principal investment business segment recorded a profit of USD49.0 million for the six months ended 30 June 2025 (the six months ended 30 June 2024: USD35.5 million), primarily driven by a significant increase in the fair value of financial assets at FVTPL and investments in perpetual notes at FVTPL, amounting to USD25.0 million. This increase was partially offset by a decrease in other income amounting to USD4.5 million, a decrease in interest income amounting to USD2.4 million, and a decrease in dividend and distribution income from financial products amounting to USD1.0 million.

As at 30 June 2025, the Group held non-cash financial assets of USD706.1 million, as follows:

	30 June 2025 *USD'000*	31 December 2024 *USD'000*
Listed shares	**66,610**	61,932
Listed bonds	**147,413**	123,528
Unlisted investment funds	**447,584**	312,911
Unlisted equity investments	**40,020**	48,876
Unlisted exchangeable notes	**4,500**	4,500
Total	**706,127**	551,747

Significant Investments

NovoAstrum Investors L.P. ("NovoAstrum")

The Group held a limited partner interest of NovoAstrum, an unlisted investment fund, since October 2021. NovoAstrum's primary objective is to invest directly or indirectly in the securities of mature businesses within the global healthcare industry to achieve long-term capital appreciation.

As at 30 June 2025, the fair value of the investment was USD90.7 million, representing 5.4% of the total assets of the Group. The Group's capital commitment to NovoAstrum represented 100% of the total partners' capital commitment as at 30 June 2025. The investment cost of NovoAstrum was USD42.0 million (31 December 2024: USD42.0 million). The increase in fair value was primarily driven by the appreciation of NovoAstrum's underlying investments. The Group recorded unrealised gains of the investment of USD19.8 million for the period. The Group is 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.

Except for the investment disclosed above, there was 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 that 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 2025.

(iii) Real Property Business

The Group's primary real property business involves the leasing of commercial office premises and car parking spaces in Hong Kong, as well as investments in unlisted investment funds that hold a commercial property and senior housings in Canada. During the six months ended 30 June 2025, the profit before taxation for the real property business was USD0.4 million (the six months ended 30 June 2024: USD0.6 million), which comprised rental income, distribution income, exchange gain and fair value changes of the unlisted investment funds.

The Group owns three floors of commercial offices (including 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 2025, a portion of the commercial offices was utilised as the Group's head office, with the remaining space being vacant. The rental income generated and the operating loss from commercial offices for the six months ended 30 June 2025 were USD3,000 and USD3,000 (the six months ended 30 June 2024: rental income of USD700,000 and the operating profit of USD700,000), respectively.

The Group invested in a quality commercial property and senior housings in Canada through unlisted investment funds. The Canada commercial property mainly comprised a retail shopping centre, the Garden City Shopping Centre, located municipally at 2305 & 2315 McPhillips Street, Winnipeg, Manitoba, Canada. The Canada senior housings 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. The distribution income generated from the unlisted investment funds was USD0.2 million (the six months ended 30 June 2024: USD0.4 million).

The Group has been actively pursuing acquisition opportunities in high-quality, upscale commercial properties, along with other types of real properties. The Group has been exploring opportunities in both local and overseas real property markets including Hong Kong, the Greater Bay Area, North America and Europe. These markets are anticipated to provide stable income and long-term capital growth. This diversification of the Group's real property assets across geographical regions is expected to contribute to the overall strength and resilience of its real property holdings.

Review of Group Financial Position

	30 June 2025 *USD'000*	31 December 2024 *USD'000*
Current Assets		
Cash and cash equivalents	**375,756**	263,618
Time deposits with original maturities over three months	**382,204**	488,904
Financial assets at FVTPL	**23,724**	20,101
Investments in debt instruments measured at amortised cost	**44,523**	40,776
Investments in perpetual notes at FVTPL	**–**	3,540
Accounts and other receivables	**22,840**	23,442
Others	**42,375**	40,020
Non-current Assets		
Long-term time deposits	**50,000**	150,000
Financial assets at FVTPL	**534,990**	408,118
Investments in debt instruments measured at amortised cost	**99,431**	76,142
Investment properties	**54,078**	57,528
Others	**42,615**	43,263
Total Assets	**1,672,536**	1,615,452
Other Liabilities	**(48,844)**	(33,906)
Net Assets	**1,623,692**	1,581,546

Non-current assets as at 30 June 2025 were USD781.1 million (31 December 2024: USD735.1 million), representing an increase of USD46.0 million. It was mainly due to a net increase in investment in financial assets at FVTPL amounting to USD126.9 million, and a net increase in investments in debt instruments measured at amortised cost of USD23.3 million. It was partially offset by a decrease in long-term time deposits of USD100.0 million. Current assets as at 30 June 2025 were USD891.4 million (31 December 2024: USD880.4 million), representing an increase of USD11.0 million. This increase was primarily attributed to (i) a net increase in cash and cash equivalents of USD112.1 million; (ii) a net increase in investments in debt instruments measured at amortised cost of USD3.7 million; (iii) a net increase in investment in financial assets at FVTPL amounting to USD3.6 million; and (iv) an increase in bank trust accounts balances of USD6.9 million. However, the increases were partially offset by (i) a net decrease in time deposits with original maturities over three months of USD106.7 million; and (ii) a decrease in accounts and other receivables and loans receivable of USD5.1 million.

Net Assets Value

As at 30 June 2025, the Group's net assets amounted to USD1,623.7 million, representing an increase of USD42.2 million as compared to USD1,581.5 million as at 31 December 2024. The increase in net assets was mainly due to the profit for the period of USD59.3 million, which was partially offset by the recognition of dividend payable of USD6.9 million.

Cash Flow, Liquidity and Financial Resources

Cash Flow Summary

	For the six months ended 30 June	
	2025	2024
	USD'000	*USD'000*
Net cash generated from Operating Activities	**13,649**	9,240
Net cash generated from/(used in) Investing Activities	**107,139**	(61,120)
Net increase/(decrease) in cash and cash equivalents	**120,788**	(51,880)
Cash and cash equivalents at beginning of the period	**263,618**	130,308
Effect of foreign exchange rate changes	**(8,650)**	1,893
Cash and cash equivalents at end of the period	**375,756**	80,321

The Group's cash balance as at 30 June 2025 was USD375.8 million (31 December 2024: USD263.6 million). The net cash generated from operating activities for the six months ended 30 June 2025 amounted to USD13.6 million. This amount was primarily resulted from a profit of USD59.3 million for the six months ended 30 June 2025, adjusted for non-cash and non-operating items of USD55.0 million, movements in working capitals of USD3.9 million, and interest received of USD13.2 million. Net cash generated from investing activities was USD107.1 million, which mainly included interest received from bank deposits of USD17.8 million and withdrawals of time deposits with original maturities over three months of USD206.7 million. This was partially offset by net cash outflows for investments of USD117.4 million.

The Group's gearing ratio, being the percentage of the Group's total borrowings over shareholders' equity, was nil as at 30 June 2025 and 31 December 2024. The Group had no outstanding bank borrowings as at 30 June 2025.

Capital Structure of the Group

As at 30 June 2025, the equity attributable to owners of the Company was USD1,623.5 million. There was no material change in the capital structure of the Group since 31 December 2024, being the end of the reporting period of the Group's latest annual report.

Contingent Liability

As at 30 June 2025, the Group did not have contingent liability.

Material Acquisitions and Disposals

On 28 March 2025, Future Inspire Limited ("Future Inspire"), an indirect wholly-owned subsidiary of the Company, subscribed for the Class L-C-1 shares of Atlas Enhanced Fund, Ltd. (the "Atlas Fund"), with a par value of USD0.01 per share, in the subscription amount of USD30.0 million (equivalent to approximately HKD233.4 million), exclusive of transaction costs. The Atlas Fund is a Cayman Islands exempted company incorporated with limited liability for an unlimited duration on 16 November 2010 and is an investment fund with wide investor base. Balyasny Asset Management L.P. (the "Investment Adviser") is a Delaware limited partnership with wide investor base, the general partner of which is Dames GP LLC, which is ultimately majority owned by Mr. Dmitry Balyasny ("Mr. Balyasny"). The Investment Adviser has overall responsibility for the management, operations and investment decisions made by the Atlas Fund. It is registered with the U.S. Securities and Exchange Commission as an investment adviser under the United States Investment Advisers Act of 1940, as amended, and with the Commodity Futures Trading Commission as a commodity pool operator. Balyasny Capital Management, LLC (the "Investment Manager (Atlas Fund)") is a Delaware limited liability company, which is responsible for the overall business affairs of the Atlas Fund. The principal of the Investment Manager (Atlas Fund) is Mr. Balyasny. Mr. Balyasny began his career in 1992 as a stock broker at John Dawson & Associates. From 1994 through 2001, Mr. Balyasny worked as a trader at Schonfeld Securities, LLC, and gained trading expertise in a wide range of sectors and instruments, including equities, futures, options and fixed-income securities. Mr. Balyasny formed Balyasny Asset Management L.P. with co-founders Mr. Taylor O'Malley and Mr. Scott Schroeder in December 2001. Mr. Balyasny earned a bachelor's degree in Finance from Loyola University in Chicago. As at 30 June 2025, the Atlas Fund deployed a variety of investment strategies, including, but not limited to, sector-based equities long/short, fixed income & macro, commodities, multi-asset arbitrage, and systematic to achieve its investment objective.

On 23 April 2025, Future Inspire subscribed for the Class A USD shares of Capula Multi Strategy Fund Limited (the "Capula Fund"), with a par value of USD0.01 per share, in the subscription amount of USD20.0 million (equivalent to approximately HKD155.2 million), exclusive of transaction costs. The Capula Fund is a Cayman Islands exempted company incorporated on 19 October 2021 with limited liability and is an investment fund with a wide investor base (as referred to in the relevant guidelines of The Stock Exchange of Hong Kong Limited (the "Stock Exchange"). The Capula Fund is organised as a feeder fund and all of the Capula Fund's investable assets are invested in the ordinary shares of Capula Multi Strategy Master Fund Limited (the "Master Fund"), an exempted company incorporated with limited liability in the Cayman Islands. Capula Management Limited (the "Manager") was incorporated in the Cayman Islands on 29 June 2005, under the Companies Act (Revised) of the Cayman Islands. The Manager, as agent of the Capula Fund, subject to the overall control and supervision of the directors of the Capula Fund, is responsible for selecting and appointing the investment manager to manage and invest the assets of the Capula Fund and the Master Fund. The Manager is also responsible for the payment of fees paid by the Capula Fund to the Manager to the investment manager. Capula Investment Management LLP (the "Investment Manager (Capula Fund)") was incorporated as a limited liability partnership in England and Wales on 24 May 2005. The Investment Manager (Capula Fund) is a global asset manager and fixed income specialist firm headquartered in London, with affiliates in the United States and Asia. The Investment Manager (Capula Fund) manages a number of strategies including, absolute return, enhanced fixed income, macro and crisis alpha strategies. The Investment Manager (Capula Fund) focuses on developing innovative investment strategies that exhibit low correlation to traditional equity and fixed income markets. The Investment Manager (Capula Fund) is authorised by the Financial Conduct Authority of the United Kingdom to perform the regulated activity of managing an alternative investment fund (as defined in the Alternative Investment Fund Managers Directive Rules ("AIFMD Rules")) and is the alternative investment fund manager to the Capula Fund and to the Master Fund for the purposes of the AIFMD Rules. The Investment Manager (Capula Fund) is an "exempt reporting adviser" under the United States Investment Advisers Act of 1940, as amended. The Investment Manager (Capula Fund) is also a member of the United States National Futures Association, and a registered commodity pool operator and an exempt commodity trading advisor under rules promulgated under the United States Commodity Exchange Act. As at 30 June 2025, the Master Fund is a multi-strategy fund deploying diverse investment strategies that do not focus on particular sectors or industries.

Save as disclosed above, there was no material acquisition or disposal of subsidiaries, associates and joint ventures during the six months ended 30 June 2025 and up to the date of publication of the Company's interim results 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 foreign currency exposure of HKD to USD is minimal as HKD is pegged to USD.

The management will continue to monitor the Group's foreign currency exposure and consider other hedging policies should the need arise.

Pledge of Assets

As at 30 June 2025, no assets of the Group had been pledged.

Business Outlook

The Group enters the second half of 2025 with strong momentum, and is well-positioned to capitalise on emerging opportunities through our robust capital base and disciplined growth strategy. We are optimising resource allocation across our core business segments while maintaining rigorous risk management protocols. By combining our traditional prudence with a more dynamic strategy, we are strategically positioned to capture high-potential opportunities across markets. This balanced strategy enables us to not only navigate evolving conditions but thrive in them, driving superior performance and creating sustainable value for our shareholders.

Financial services business. The Group remains committed to strengthening its core financial services, including securities trading and brokerage, margin financing, asset management, and money lending. By leveraging our competitive commission rates, high-quality services, robust financial resources, and reliable trading infrastructure, we are well-positioned to reinforce client loyalty and expand our market share.

In the second half of 2025, the global economy is expected to maintain steady growth, supported by easing monetary policies and resilient trade activities. The Chinese government continues to implement proactive economic stimulus measures, including further reductions in the reserve requirement ratio and targeted interest rate cuts by the People's Bank of China. These policies aim to enhance market liquidity, lower financing costs and stimulate domestic consumption and investment. In the United States, interest rate cuts initiated in late 2024 and the anticipated cuts before the end of 2025 are expected to ease global financial conditions, fostering a more favourable environment for capital markets and cross-border investments. The gradual recovery in economic activity reinforces a positive outlook for the financial markets. Hong Kong's financial markets are well-poised to benefit from this improving macroeconomic landscape. The sustained rise in the Hang Seng Index reflects robust investor confidence and vibrant market activity, building on the momentum from 2024 and the first half of 2025. The strong revival of Hong Kong's IPO market, which began in 2024, continues to gain traction in 2025, supported by favourable regulatory reforms and improved global liquidity conditions.

Capitalising on this resurgent IPO market, the Group is strategically positioned to expand its IPO margin financing business in a more proactive manner. Leveraging our strong internal funding capacity, we are uniquely equipped to meet the growing demand for provision of financing for Hong Kong IPO subscriptions. We will strengthen existing client relationships while forming strategic partnerships with small-to-medium brokers that possess extensive retail client networks but face capital constraints. Our account executives will actively identify high-potential collaborations with these brokers, while also secure client directly through targeted digital campaigns – including social media, SMS outreach, and platform advertising. The Group will benefit from both interest income and transaction fees generated through both IPO-related margin financing and conventional financing activities. Our capital allocation strategy will prioritise oversubscribed listings while maintaining robust liquidity buffers to ensure flexibility and risk mitigation.

Building on this momentum, the Group will adopt a dynamic and agile approach to adapt our business strategies to evolving market conditions. We will strengthen our margin financing business while strategically expanding our client base in securities trading and brokerage. Our share placing business is well-positioned for growth, supported by our established industry network and referral-driven pipeline from legal advisers and intermediaries. Leveraging our track record of successful placements, we aim to further expand this segment by capitalising on favourable market demand. Through continuous monitoring of market trends and competitor activities, the Group will proactively refine our strategies to maximise returns, capture emerging opportunities, and maintain a competitive edge.

The Group will strategically expand its premium client base by deepening relationships with institutional clients through customised financial solutions, leveraging our expertise in IPO margin financing, share placements, rights issues, corporate restructuring, and mergers and acquisitions advisory. Supported by our robust referral network and proven capital markets track record, we will selectively pursue underwriting opportunities that align with our execution capabilities, reinforcing our position as a full-service financial partner. Simultaneously, we will enhance our asset management business by elevating customised discretionary investment services for high-net-worth clients, amplifying our brand presence in key markets, and aligning solutions with evolving demand to solidify our competitive position in wealth management.

In our money lending business, there is an anticipated increase in money lending transactions and loan applications. The Group is strategically positioned to capitalise on the recovering global economy and rising consumer demands. We will maintain our disciplined approach to credit risk management while preserving an optimal risk-reward balance. Through rigorous internal credit assessments and proactive market monitoring, the Group will identify high-potential opportunities in both business financing and specialised lending solutions tailored to key industries. By diversifying our offerings while upholding responsible lending practices, the Group aims to capture growth in this evolving financial landscape.

Principal investment business. The Group maintains a well-diversified investment portfolio comprising funds, fixed income instruments, and listed/unlisted equities. We conduct regular portfolio reviews to identify attractive opportunities that can optimise returns while maintaining appropriate risk parameters. If suitable opportunities are identified that could enhance profitability and overall returns, the Group may consider investing in these products.

Real property business. The Group is dedicated to growing its real property business. In view of the challenges in the local real estate market, we are actively pursuing opportunities to acquire high-quality commercial properties and other real estate assets. Our focus is on identifying opportunities, both locally and internationally, that offer attractive yields and potentials for capital appreciation. In 2024, our property acquisition in Canada generated positive cash flow and is anticipated to continue providing stable income and long-term capital growth through operational enhancements, prompting us to further increase our holdings there in early 2025 to capture additional upside. Looking ahead, the Group will continue to diversify our assets geographically, conduct thorough assessments of all new opportunity considerations to attain sustained growth and enhance the returns of the existing real properties through active post-acquisition management.

Looking-forward. As global economic momentum builds through the second half of 2025, Hong Kong's capital markets are demonstrating renewed vigor. The Group stands ready to capture this upside through four strategic priorities: expanding our margin financing business to capitalise on resurgent IPO activity; driving high-margin share placing transactions through our established network of legal advisers and financial intermediaries; selectively acquiring premium commercial real estate assets in core global markets; and prudently growing our lending portfolio with high-quality borrowers. These converging growth drivers, combined with our disciplined execution and agile capital allocation, position us for accelerated performance across all business segments. We remain focused on delivering sustainable superior returns by decisive execution and agile capital allocation.

Human Resources

As at 30 June 2025, the Group had 43 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 2025 and up to the date of publication of the Company's interim results announcement which require disclosure herein.

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

During the six months ended 30 June 2025, 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 (the "Listing Rules") for the six months ended 30 June 2025.

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 2025.

AUDIT COMMITTEE

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 for the six months ended 30 June 2025. The Audit Committee has reviewed with the management the accounting principles and practices adopted by the Group and discussed the auditing, internal controls and financial reporting matters. The interim report for the six months ended 30 June 2025 (the "2025 Interim Report") has been reviewed by the Audit Committee.

INTERIM REPORT

The 2025 Interim Report will be despatched to the shareholders and made available on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.g-resources.com) on or before 30 September 2025.

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

Hong Kong, 28 August 2025

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*