NORTH MINING SHARES COMPANY LIMITED
北方礦業股份有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 433)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

The board (the "**Board**") of directors (the "**Directors**", each a "**Director**") of North Mining Shares Company Limited (the "**Company**") announces the unaudited condensed consolidated interim 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 corresponding period in 2025:

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2026

	Notes	Six months ended 30 June 2026 HK$'000 (Unaudited)	2025 HK$'000 (Unaudited) (Restated)
Continuing operations			
Revenue	*4*	**472,517**	514,673
Cost of sales		**(235,248)**	(279,508)
Gross profit		**237,269**	235,165
Other income	*5*	**51**	326
General and administrative expenses		**(65,397)**	(66,493)
Other gains and losses	*7*	**(2,550)**	(2,743)
Profit from operations		**169,373**	166,255
Finance costs	*8*	**(3,309)**	(3,961)
Profit before taxation	*9*	**166,064**	162,294
Taxation	*10*	**(28,601)**	(26,488)
Profit for the period from continuing operations		**137,463**	135,806
Discontinued operations			
Profit/(Loss) for the period from discontinued operations	*12*	**361,631**	(29,958)
Profit for the period		**499,094**	105,848
Profit/(Loss) for the period attributable to owner of the Company			
– from continuing operations		**440,143**	85,491
– from discontinued operations		**(6,975)**	(15,354)
Profit for the period attributable to owner of the Company		**433,168**	70,137

	Notes	Six months ended 30 June 2026 HK$'000 (Unaudited)	2025 HK$'000 (Unaudited) (Restated)
Profit/(Loss) for the period attributable to non-controlling interests			
– from continuing operations		**72,607**	50,315
– from discontinued operations		**(6,681)**	(14,604)
Profit for the period attributable to non-controlling interests		**65,926**	35,711
Profit for the period		**499,094**	105,848
Other comprehensive income/(expense) (Net of tax effect):			
Items that are or may be reclassified subsequently to profit or loss:			
Exchange differences arising from translation of foreign subsidiaries		**63,105**	(14,103)
Release of upon disposal of foreign subsidiaries		**473,476**	–
Other comprehensive income/(expense) for the period		**536,581**	(14,103)
Total comprehensive income for the period		**1,035,675**	91,745
Attributable to:			
Owners of the Company		**465,671**	46,543
Non-controlling interests		**570,004**	45,202
		1,035,675	91,745
Earning per share			
From continuing and discontinued operations			
– Basic and diluted, HK cents	*13*	**2.89**	0.56
From continuing operations			
– Basic and diluted, HK cents	*13*	**2.93**	0.68

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Notes	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
ASSETS			
Non-Current assets			
Property, plant and equipment		**415,162**	422,675
Mining rights	*14*	**479,645**	484,185
Prepayment		**27,776**	23,353
Right-of-use assets		**4,913**	7,480
		927,496	937,693
Current assets			
Inventories		**57,567**	56,102
Trade receivables	*15*	**28,091**	25,872
Prepayments, deposits and other receivables		**80,066**	35,663
Cash and cash equivalents		**423,817**	39,891
		589,541	157,528
Assets of disposal group classified as held for sale		**–**	70,137
		589,541	227,665
TOTAL ASSETS		**1,517,037**	1,165,358
CAPITAL AND RESERVES			
Share capital		**300,043**	300,043
Reserves		**494,029**	28,358
Equity attributable to owners of the Company		**794,072**	328,401
Non-controlling interests		**(35,677)**	(605,681)
TOTAL EQUITY		**758,395**	(277,280)

	Notes	**30 June 2026** *HK$'000* **(Unaudited)**	31 December 2025 *HK$'000* (Audited)
LIABILITIES			
Non-Current liabilities			
Lease liabilities		**6,459**	6,598
Deferred tax liabilities		**119,911**	121,046
		126,370	127,644
Current liabilities			
Trade payables	*16*	**65,584**	70,196
Other payables and accruals		**218,867**	122,413
Contract liabilities		**329,014**	136,533
Bank loans and other borrowings		**18,417**	27,284
Lease liabilities		**390**	333
Tax payable		**–**	2,108
		632,272	358,867
Liabilities directly associated with the assets classified as held for sale		**–**	956,127
		632,272	1,314,994
TOTAL LIABILITIES		**758,642**	1,442,638
TOTAL EQUITY AND LIABILITIES		**1,517,037**	1,165,358
NET CURRENT LIABILITIES		**(42,731)**	(1,087,329)
TOTAL ASSETS LESS CURRENT LIABILITIES		**884,765**	(149,636)
NET ASSETS/(LIABILITIES)		**758,395**	(277,280)

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

The Company was incorporated in Bermuda on 10 April 1995 under the Companies Act 1981 of Bermuda (as amended) as an exempted company with limited liability. The issued shares of the Company are listed on the Main Board of the Stock Exchange. The registered office of the Company is located at Richmond House, 12 Par-Ia-Ville Road, Hamilton HM 08, Bermuda. The principal place of business of the Company is located at Room 2004–05, 20/F, Kwan Chart Tower, 6 Tonnochy Road, Wan Chai, Hong Kong.

The principal activities of the Group are (i) investment holdings; and (ii) mining operations — exploitation and exploration of mineral resources, and discontinued operations: (i) chemical trading operations; and (ii) sales of aluminium plates.

The unaudited condensed consolidated financial statements are presented in Hong Kong dollars, which is the same functional currency of the Company.

2. BASIS OF PREPARATION

2.1 Basis of preparation

The unaudited condensed consolidated interim financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by Hong Kong Institute of Certified Public Accountants (the "**HKICPA**"). In addition, the unaudited condensed consolidated interim financial statements include applicable disclosures required by the Rules Governing the Listing of Securities (the "**Listing Rules**") on the Stock Exchange.

The unaudited condensed consolidated interim financial statements should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31 December 2025, which were prepared in accordance with the Hong Kong Financial Reporting Standards ("**HKFRSs**") issued by the HKICPA.

The unaudited condensed consolidated interim financial statements has been prepared in accordance with the same accounting policies adopted in the Group's annual consolidated financial statements for the year ended 31 December 2025.

2.2 Going concern

The Group incurred a net profit of approximately HK$499,094,000 during the six months ended 30 June 2026 and, as of that date, the Group had net current liabilities of approximately HK$42,731,000. The net current liabilities conditions indicate the existence of material uncertainties which may cast significant doubt upon the Group's ability to continue as a going concern.

In preparing the unaudited condensed consolidated financial statements, the Directors have careful consideration for the liquidity of the Group in light of the conditions described above.

These conditions indicate the existence of a material uncertainty which may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

Notwithstanding the aforesaid conditions, these unaudited condensed consolidated financial statements have been prepared on a going concern basis on the assumption that the Group will be able to operate as a going concern for the foreseeable future. In the opinion of the Directors, the Group can meet its financial obligations as and when they fall due within the next year from the date of the unaudited condensed consolidated financial statements, after taking into consideration of the following measures and arrangements made subsequent to the reporting date:

(i) The Directors will strengthen to implement measures aiming of improving the working capital and cash flow of the Group including closely monitoring the general administrative expenses and operating costs; and

(ii) The Directors will continue to source additional funding to support the Group's operation and settlement of loans when they fall due;

On the basis of the foregoing, and after assessing the Group's current and forecasted cash positions, the Directors are satisfied that the Group will be able to meet in full the Group's financial obligations as they fall due for the period of twelve months from the date of the unaudited condensed consolidated financial statements. Accordingly, the unaudited condensed consolidated financial statements of the Group have been prepared on the going concern basis. Should the Group be unable to continue to operate as a going concern, adjustments would have to be made to restate the value of assets to their recoverable amounts, to provide for any further liabilities which might arise and to reclassify non-current assets and non-current liabilities as current assets and current liabilities, respectively. The effects of these potential adjustments have not been reflected in these unaudited condensed consolidated financial statements.

3. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the unaudited condensed consolidated interim financial statements are consistent with those applied in the preparation of the Group's annual financial statements for the year ended 31 December 2025, except for the adoption of the following revised HKFRS Accounting Standards for the first time for the current period's financial information.

Amendments to IFRS 9 and IFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to IFRS 9 and IFRS 7	Contracts Referencing Nature-dependent Electricity
Annual Improvements to IFRS Accounting Standards — Volume 11	Amendments to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7

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

4. REVENUE

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
		(Restated)
Continuing operations:		
Sales of molybdenum concentrate	**472,517**	514,673
	472,517	514,673

5. OTHER INCOME

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
		(Restated)
Continuing operations:		
Bank interest income	**51**	22
Sales of by-products	**–**	304
	51	326

6. SEGMENT INFORMATION

The following is an analysis of the Group's revenue and results by operating segment for the period under review:

	Continuing operations: For the six months ended 30 June 2026 (Unaudited)	
	Mining exploitation	**Total**
	HK$'000	***HK$'000***
Segment revenue	**472,517**	**472,517**
Segment results	**176,461**	**176,461**
Unallocated income		**51**
Finance cost		**(3,309)**
Other gains and losses		**(2,550)**
Unallocated expenses		**(4,589)**
Profit before taxation		**166,064**
Taxation		**(28,601)**
Profit for the period from continuing operations		**137,463**

Other segment information:

	Continuing operations		
	Mining exploitation	**Others**	**Total**
	HK$'000	***HK$'000***	***HK$'000***
Capital expenditures	**15,706**	**–**	**15,706**
Depreciation and amortisation	**60,123**	**2,550**	**62,673**

	Continuing operations (Restated)	
	For the six months ended 30 June 2025 (Unaudited)	
	Mining exploitation	Total
	HK$'000	*HK$'000*
Segment revenue	514,673	514,673
Segment results	172,418	172,418
Unallocated income		22
Finance cost		(3,961)
Other gains and losses		(2,513)
Unallocated expenses		(3,672)
Profit before taxation		162,294
Taxation		(26,488)
Profit for the period from continuing operations		135,806

Other segment information:

	Continuing operations (Restated)		
	Mining exploitation	Others	Total
	HK$'000	*HK$'000*	*HK$'000*
Capital expenditures	28,880	–	28,880
Depreciation and amortisation	92,443	2,513	94,956

The following is an analysis of the Group's segment assets, liabilities and other segment information:

	As at 30 June 2026 (Unaudited)		
	Mining exploitation	**Unallocated**	**Total**
	HK$'000	***HK$'000***	***HK$'000***
Segment assets	**1,508,751**	**8,286**	**1,517,037**
Segment liabilities	**727,005**	**31,637**	**758,642**

	As at 31 December 2025 (Audited)		
	Mining exploitation	Unallocated	Total
	HK$'000	*HK$'000*	*HK$'000*
Segment assets	1,089,621	5,600	1,095,221
Segment liabilities	461,090	25,421	486,511

7. OTHER GAINS AND LOSSES

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
		(Restated)
Continuing operations:		
Amortisation of right-of-use assets	**2,550**	2,513
Loss on disposal of property, plant and equipment	**–**	230
	2,550	2,743

8. FINANCE COSTS

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
		(Restated)
Continuing operations:		
Interest on bank loans and other borrowings wholly repayable within five years	**2,908**	3,566
Interest expenses for lease liabilities	**401**	395
	3,309	3,961

9. PROFIT BEFORE TAXATION

The Group's profit before taxation is arrived at after charges:

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
		(Restated)
Continuing operations:		
Depreciation of property, plant and equipment	**38,133**	35,452
Amortisation of right-of-use assets *(note 1)*	**2,702**	2,445
Amortisation of mining right *(note 2)*	**21,838**	56,847
Director's emoluments	**752**	329
Loss on disposal of property, plant and equipment	**–**	230
Staff costs		
– Wages and salaries	**31,985**	15,079
– Retirement benefits contributions	**2,943**	530

Notes:

(1) Included in cost of sales and other gains and losses

(2) Included in cost of sales

10. TAXATION

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Continuing operations		
Deferred tax	**5,460**	14,212
Current tax:		
People's Republic of China ("**PRC**") corporate income tax	**(34,061)**	(40,700)
	(28,601)	(26,488)

(i) The provision for Hong Kong Profits Tax is calculated at 16.5% on assessable profits for the period. No provision for Hong Kong Profits Tax has been made in the interim financial statements as at Group's operations in Hong Kong incurred a tax loss for the period (six months ended 30 June 2025: Nil).

(ii) PRC corporate income tax charge represents the PRC Enterprise Income Tax paid or payable during the period. Enterprise Income Tax in the PRC has been provided at the prevailing rate.

11. DIVIDEND

The Board does not recommend the payment of interim dividend and/or a final dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

12. DISCONTINUED OPERATIONS

On 4 December 2025, the Company and the Purchaser entered into a S&P Agreement for disposal of Jiulong Investment and its subsidiaries (collectively referred as the "**Disposal Group**"), which involved in manufacturing and sales of chemical products and sale of aluminum plate products (the "**Chemical and Metal Products Operation**").

Reference to the announcement is made on 4 December 2025, 13 February 2026 and 19 March 2026, in relation to the very substantial disposal of the Chemical and Metal Products Operation for consideration of HK$1,000,000.

Such disposal was completed on 25 March 2026 ("**Disposal date**"). The Board considered that the disposal had no material negative impact on the Group's financial position, and the consideration of the disposal arrived at arm's length negotiations between the Company and the purchaser on normal commercial terms, and was fair and reasonable and in the interests of the Company and its shareholders as a whole. The Board also take into account a number of factors in making their decision, in particular the current financial situation of the subsidiary and its business prospects.

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Revenue	**—**	411,089
Loss before income tax	**(13,656)**	(29,958)
Taxation	**—**	—
Loss for the period	**(13,656)**	(29,958)
Gain on disposal of subsidiaries	**375,287**	—
Profit/(Loss) for the period from discontinued operations	**361,631**	(29,958)

For the purpose of presenting the discontinued operations, certain comparative figures in the consolidated statement of profit or loss and other comprehensive income and the related notes have been restated to present the results of the disposal group as discontinued operations in the comparative period

The assets and liabilities of Disposal Group at the Disposal date were as follow:

	HK'000
	(Unaudited)
Net liabilities disposal of:	
Property, plant and equipment	**26,207**
Right-of-use assets	**16,325**
Inventories	**7,131**
Trade receivables	**10,915**
Prepayments, deposits and other receivables	**6,957**
Cash and cash equivalents	**216**
Trade payables	**(59,160)**
Other payables and accruals	**(445,961)**
Contract liabilities	**(42,873)**
Bank loans and other borrowings	**(367,520)**
Group's share of net liabilities disposal of	**(847,763)**
Gain on disposal of subsidiaries:	
Group's share of net liabilities disposal of	**847,763**
Non-controlling interests	**(486,405)**
Exchange differences arising from disposal	**12,929**
Consideration	**1,000**
Gain on disposal of subsidiaries	**375,287**
Net cash inflow arising from disposal:	
Consideration	**1,000**
Cash and bank balances disposal of	**(216)**
	784

13. EARNING PER SHARE

(a) Basic earning per share

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

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
		(Restated)
Profit/(Loss) per share attributable to owners of the Company		
– from continuing operations	**440,143**	85,491
– from discontinued operations	**(6,975)**	(15,354)
	433,168	70,137
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earning per share	**15,002,140,397**	12,511,640,397

(b) Diluted earning per share

No diluted earning per share is presented as there were no potential ordinary shares in issue for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

14. MINING RIGHTS

As at 30 June 2026, the Group has one mining exploitation operation in respect of a molybdenum mine.

The molybdenum mine located at Xi Ban Cha Gou, Huanglongpu Village, Shimen Town, Luonan County, Shaanxi Province, the PRC.

15. TRADE RECEIVABLES

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Trade receivables	**32,946**	30,549
Less: Allowance for credit losses	**(4,855)**	(4,677)
	28,091	25,872

Trade receivables with the following aging analysis presented based on dates of delivery goods as at the end of reporting period:

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
0–30 days	**1,229**	3,701
31–60 days	**26,862**	22,171
	28,091	25,872

For the Group's mining operation, sales of molybdenum concentrates are largely on cash basis with no credit terms being granted to customers, except for sizable customers with good credit history, the Group will allow a credit term not more than 30 days.

16. TRADE PAYABLES

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
0–30 days	**1,274**	527
31–60 days	**1,728**	32,116
61–90 days	**885**	745
91–180 days	**—**	300
Over 180 days but within one year	**61,697**	36,508
	65,584	70,196

The aged analysis of trade payables presented based on invoice date at the end of the reporting period.

MANAGEMENT DISCUSSION AND ANALYSIS

OVERALL FINANCIAL PERFORMANCE

For the six months ended 30 June 2026, the Group recorded a revenue of approximately HK$472,517,000 from continuing operations (six months ended 30 June 2025: approximately HK$514,673,000 from continuing operations), representing a decrease of revenue of approximately 8% over the same period in 2025. This variance was entirely due to foreign exchange translation effects between Renminbi and HK$, while underlying sales performance remained stable.

During the period under review, the profit recorded by the Group was approximately HK$499,094,000 (six months ended 30 June 2025: approximately HK$105,848,000), representing a huge increase compare to the same period in 2025, such profit for the period was mainly attributable to a gain on disposal of subsidiaries of approximately HK$375,287,000. The mining operations had a substantial positive impact on the Group's overall performance.

BUSINESS REVIEW

The principal profit generation activities of the Group is mining operations — exploitation and exploration of mineral resources. An analysis of this business segment is presented below:

Mining Operations — Exploitation and Exploration of Mineral Resources

The Group's mining operation mainly includes the exploitation and exploration of molybdenum concentrate in the PRC. Our molybdenum concentrate was produced by the molybdenum mine operated by Shaanxi Province Luo Nan Xian Jiu Long Kuang Ye Company Limited ("**Jiu Long Kuang Ye**"), a non-wholly owned subsidiary of the Group. The grading of molybdenum concentrate produced by our molybdenum mine was approximately 45%–50%.

During the period under review, the volume of molybdenum concentrate sold was about 2,240 tonnes (six months ended 30 June 2025: 3,487 tonnes), whereas the grade of molybdenum concentrate was approximately 45%–50%. The average selling price of molybdenum concentrate was approximately HK$160,476 per tonne. During the period under review, the mining operation contributed a revenue of approximately HK$472,517,000 to the Group, of which approximately HK$359,409,000 was contributed by sales of molybdenum concentrate and approximately HK$113,108,000 was contributed by sales of sulfuric acid and iron concentrate. Gross profit was approximately HK$237,269,000 and the gross profit margin was 50.21%. During the period, the Group recognised an amortisation of mining rights included in cost of sales of approximately HK$21,838,000.

DISCONTINUED OPERATIONS

On 4 December 2025, the Company and a purchaser entered into a sale and purchase agreement to disposal of 久龍投資(上海)有限公司 (Jiulong Investment (Shanghai) Company Limited) (the "**Disposal Company**") and its subsidiaries (collectively referred as the "**Disposal Group**"), which involved in manufacturing and sales of chemical products and sale of aluminum plate products (the "**Chemical and Metal Products Operation**").

Reference to the announcements were made on 4 December 2025, 13 February 2026 and 19 March 2026, in relation to the very substantial disposal of the Chemical and Metal Products Operation for consideration of HK$1,000,000. Such disposal was completed on 25 March 2026. The Board considered that the disposal had no material negative impact on the Group's financial position, and the consideration of the disposal arrived at arm's length negotiations between the Company and the purchaser on normal commercial terms, and was fair and reasonable and in the interests of the Company and its shareholders as a whole. The Board also take into account a number of factors in making their decision, in particular the current financial situation of the subsidiary and its business prospects.

EVENT AFTER THE REPORTING PERIOD

Final Distribution of Scheme Shares by the Scheme Company

Subsequent to the end of the reporting period, pursuant to the terms of the Scheme, the physical share certificates representing the final batch of Scheme Shares (which had been previously allotted and issued to the Scheme Company and held on trust for the Scheme Creditors with Admitted Claims) were duly dated and issued under the names of the relevant Scheme Creditors for the purpose of substantive transfer.

The physical distribution of these share certificates to the relevant Scheme Creditors will commence on 1 September 2026, provided that such creditors have completed both the registration and the Hong Kong stamp duty payment.

Those who failed to submit the relevant documents to the Scheme Administrators or pay the Hong Kong stamp duty by 31 July 2026, their respective share certificates will not be collectible on 1 September 2026 onwards and will be processed in the next batch. Please refer to the relevant terms as set out in the Scheme Document.

As the relevant Scheme Shares had already been included in the issued share capital of the Company and the underlying liabilities had been fully derecognized upon issuance in September 2023, the current distribution and transfer of shares by the Scheme Company has no financial impact on the consolidated financial statements and total issued share capital of the Company as at 30 June 2026.

PROSPECTS

As we enter second half of 2026, our Group is striving to build resilience in a time of uncertainty.

The economic outlook remains uncertain in second half of 2026. Global economies will continue to face multiple macroeconomic headwinds, including geopolitical uncertainties, inflation and tightened financial conditions. Many industries are still plagued by supply chain issues that emerged in recent years. Ongoing inflation and subdued economic growth are expected. In order to combat this, our Group aims to improve our resilience in through strategic management, development and expansion of our two core businesses as well as building protective measures into supply chains to deal with shortages and rising business costs.

For mining operation, following the infrastructure upgrades and licence renewals, our mining operation delivered enhanced performance in 2026. A stronger global market for molybdenum concentrate pushed average selling prices higher, which, combined with improved plant efficiency, resulted in an increase in net profit compared to the prior period. The Group will continue to invest in technological refinements to secure sustainable, long-term margins.

The operation environment of China's steel industry is the key factor that affects the development of the country's molybdenum market. As required by China's environmental protection policy and supply-side reform policy, steel factories have no alternative but to transform and shift to produce high quality special steel. Meanwhile, the normalization of fall/winter production restriction will further accelerate the enhancement and reconstruction of the steel industry, there are still ample room to increase the production of stainless steel and high strength steel. All the factors stated above will further drive up the demand for molybdenum, and it was expected that the demand for molybdenum in China will keep increasing. It was expected that the molybdenum market would continue to improve in the second half of 2026.

The Group will continue to be receptive to the market's views candidly and humbly. It will endeavor to maintain effective communication with stakeholders. As a way to gauge capital markets' perception of the Group, we will continue to improve the quality of investor relations management and will ponder on investors' concerns and advices in order to further enhance the Group's operating management and corporate governance. The investor relations department will maintain professionalism at its work so that capital markets will be able to gain a thorough understanding of the Group's business. This will help unlock the potential investment value and contribute to the long term and healthy development of the Group.

LIQUIDITY AND FINANCIAL RESOURCES

The Group generally finances its operations with internally generated cash flow and proceeds from suitable source of funding. During the period under review, the Group recorded a net cash inflow of approximately HK$376,156,000 (six months ended 30 June 2025: cash inflow of approximately HK$38,391,000). The cash inflow was mainly due to the net cash inflow from operating activities. The current ratio as at 30 June 2026 was approximately 0.93 as contrasted by 0.44 as at 31 December 2025. The debt equity ratio as at 30 June 2026 was approximately 0.96 as contrasted by 1.48 as at 31 December 2025. It is confident that the Group would have adequate financial resources to satisfy full repayment of the current liabilities.

CONTINGENT LIABILITIES

As at 30 June 2026, the Group had no significant contingent liabilities (31 December 2025: Nil).

CAPITAL COMMITMENT

As at 30 June 2025, the Group did not have any material capital commitment (31 December 2025: approximately HK$11,688,000).

INTERIM DIVIDEND

The Board does not recommend the payment of interim dividend and/or a final dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

CAPITAL STRUCTURE AND TREASURY POLICIES

Capital structure

The capital structure of the Group as at 30 June 2026 and 31 December 2025 has been summarised below:

	30 June 2026 *HK$'000* **(Unaudited)**	31 December 2025 *HK$'000* (Audited)
Total current assets	**589,541**	157,528
Total current liabilities	**632,272**	358,867
Equity attributable to owners of the Company	**794,072**	328,401

Treasury policies

During the six months ended 30 June 2026, the major currencies on which principal business activities of the Group used were denominated in Hong Kong dollars and Renminbi. The Board does not consider the Group is significantly exposed to any foreign currency exchange risks. It is the Group's treasury policy to manage its foreign currency exposure whenever such financial impact is material to the Group. For the six months ended 30 June 2026, the Group did not employ any financial instrument for hedging purpose and was not engage in foreign currency speculative activities.

BORROWINGS AND BANKING FACILITIES

As at 30 June 2026, the Group had bank loans and other borrowings in current liabilities amounted to approximately HK$18,417,000 (31 December 2025: approximately HK$27,284,000).

HUMAN RESOURCES AND REMUNERATION POLICY

As at 30 June 2026, the Group employed 407 full time employees (31 December 2025: 640 employees). Employees' remuneration packages are generally structured by reference to market norms, individual qualifications, relevant experience and performance.

CORPORATE GOVERNANCE CODE

The Board believes that good corporate governance is crucial to improve the efficiency and performance of the Group and to safeguard the interests of the shareholders.

During the six months ended 30 June 2026, the Company had applied the principles of the Corporate Governance Code (the "**Code**") as set out in Appendix 14 of the Listing Rules and complied with all the applicable code provisions of the Code, except the following code provisions:

1. Under the code provision C.2.1 of the Code, the roles of chairman and chief executive officer should be separated and should not be performed by the same individual.

   Mr. Yang Ying Min, being the chairman and chief executive officer of the Company, has in-depth knowledge and considerable experience in the Group's business, and is responsible for the overall strategic planning and general management of the Group. It was considered that vesting the roles of chairman and chief executive officer in the same person will lead to consistent leadership of the Group and enable the Group to make and implement decisions promptly, thus achieving the Group's objectives efficiently and effectively in response to the changing environment.

The Company has formulated a board diversity policy (the "**Policy**") for achieving diversity on the Board of the Company. The Policy enables the sustainable and balanced development of the Company's strategic objectives. The Board reviewed the Policy annually to ensure the effectiveness of the Policy.

The Company considers that sufficient measures had been taken to ensure that the Company complied with the Code for the six months ended 30 June 2026.

The Company will periodically review and improve its corporate governance practices with reference to the latest development of relevant corporate governance requirements.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 to the Listing Rules (the "**Model Code**") as its own code of conduct governing the Directors' transactions of listed securities of the Company. Following a specific enquiry made by the Company with each of the Directors, all Directors confirmed that they had complied with the standards as set out in the Model Code for the six months ended 30 June 2026.

AUDIT COMMITTEE

The audit committee comprises three independent non-executive directors, namely Mr. Shek Man Ho, Mr. Shen Ming Jie and Mr. Feng Jia Wei. The audit committee shall review the interim and annual financial statement of the Group before their submission to the Board of the Company for approval, and review the effectiveness of the financial reporting system, risk management and internal control system of the Group. The audit committee has reviewed the Group's interim results for the six months ended 30 June 2026.

PUBLICATION OF INTERIM RESULTS ON THE STOCK EXCHANGE'S WEBSITE

The result announcement is published on the website of the Stock Exchange at www.hkex.com.hk and the Company's website at www.northmining.com.hk. The Interim Report containing all the information required by the Listing Rules will be despatched to its shareholders and published on the above websites in due course.

For and on behalf of
North Mining Shares Company Limited
Yang Ying Min
Chairman

Hong Kong, 31 August 2026

As at the date of this announcement, the Board of the Company comprises Mr. Yang Ying Min, Mr. Qian Yi Dong, Mr. Huang Zhidan, Mr. Shen Jian and Ms. Qian Si Qun as Executive Directors; and Mr. Shek Man Ho, Mr. Shen Ming Jie and Mr. Feng Jia Wei as Independent Non-executive Directors.