LINEKONG

INTERIM REPORT

藍港互動集團有限公司
Linekong Interactive Group Co., Ltd.
(Incorporated in the Cayman Islands with limited liability)

Stock Code : 8267

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*This report, for which the directors (the "**Directors**") of Linekong Interactive Group Co., Ltd. (the "**Company**" or "**we**", together with its subsidiaries, the "**Group**") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the "**GEM Listing Rules**") for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this report is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this report misleading.*

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CORPORATE INFORMATION

Board of Directors

Executive Directors

Mr. Wang Feng *(Chairman and Chief Executive Officer)*
Mr. Wang Jin (also known as Yan Yusong) *(Vice President)*

Independent Non-executive Directors

Mr. Zhang Xiangdong
Ms. Wu Yueqin
Mr. FU Frank Kan

Board Committees

Audit Committee

Ms. Wu Yueqin *(Chairman)*
Mr. Zhang Xiangdong
Mr. FU Frank Kan

Remuneration Committee

Mr. Zhang Xiangdong *(Chairman)*
Mr. Wang Feng
Ms. Wu Yueqin
Mr. FU Frank Kan

Nomination Committee

Mr. Wang Feng *(Chairman)*
Mr. Zhang Xiangdong
Ms. Wu Yueqin
Mr. FU Frank Kan

Company Secretary

Ms. Cong Lin *(FCG, HKFCG)*

Authorised Representatives

Mr. Wang Feng
Ms. Cong Lin

Compliance Officer

Mr. Wang Feng

Registered Office

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Principal Place of Business in Hong Kong

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Legal Advisors as to Hong Kong Laws

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Central
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Cayman Islands Principal Share Registrar And Transfer Agent

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Cayman Islands

Hong Kong Share Registrar

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Hopewell Centre
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Wanchai
Hong Kong

Principal Banks

China Merchants Bank, Beijing Datun Sub-branch
China Citic Bank, Beijing Wangjing Sub-branch
Agricultural Bank of China, Khorgos Branch
Industrial and Commercial Bank of China, Tianjin Xiyuan Sub-branch
Woori Bank, Tianjin Branch

GEM Stock Code

8267

Company Website

www.linekong.com

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW AND PROSPECTS

In the first half of 2026, the global macroeconomic environment and the landscape of the technology industry continue to evolve, with market volatility and structural opportunities coexisting. Operating in a complex and ever-changing business environment, the Group continues to drive business transformation and innovation, steadfastly positioning Web3 as a strategic priority while consolidating its two traditional core businesses: game and film businesses. All segments have coordinated to maintain development momentum characterized by steady progress. This year marks the beginning of large-scale AI adoption worldwide, and robotics applications are also entering a new phase of development. The Group will closely monitor development opportunities in these areas. The Group will continue to steadily expand its business across all segments in accordance with its established strategic objectives, strengthen synergies among its businesses, continuously enhance its core competitiveness, strive to create greater value for shareholders and achieve the Group's sustainable development.

Web3 Business: a strategic focus of our development, striving for breakthroughs in investment, application and computing services

Since the Group established the Web3 business as its strategic focus in 2024, the Group has been steadily expanding its relevant businesses following global regulatory trends. In the first half of 2026, regulatory frameworks for digital assets in Hong Kong and overseas have been implemented and refined, laying the foundation for the industry's long-term development. Following the implementation of the Stablecoins Ordinance of Hong Kong, the first batch of issuer licenses have been issued in an orderly manner, with regulators adhering to strict entry standards to promote the industry's compliant development. In the U.S., as legislation related to the cryptocurrency industry and policies regarding the allocation of digital assets in pension accounts continue to be implemented, overall market confidence has begun to recover. The Group has been closely monitoring updates to local regulatory guidelines and makes timely adjustments to its internal business operations and investment risk control mechanisms, in order to ensure the security of the Group's assets and business operations.

In the first half of 2026, the global crypto markets remained highly volatile. The Group continued to pursue flexible and prudent investment and risk management strategies, dynamically adjusting the structure of its asset holdings. As at the end of the reporting period, the Group (excluding any non-controlling company) held a total of 134.1228 units of Bitcoin, 414.7912 units of Ethereum and 5,886.7890 units of Solana, with the overall size of its holdings remaining stable. In the first half of 2026, impairment on crypto assets and losses on disposal of crypto assets totaling approximately RMB27.3 million. Although investment losses were recorded for the period, the capital gains from crypto assets in previous periods continued to make a significant and positive contribution to the Group's asset base and overall profit and loss. The Group will continue to review the size of its cryptocurrency holdings by taking into account market trends, liquidity needs, the authorized limit set by the Board, domestic and international regulatory requirements and risk management metrics. While managing market volatility risks, the Group will seek to preserve and enhance the value of its assets in a prudent manner, while also reserving capital for long-term strategic initiatives in the Web3 ecosystem, in order to capitalize on the development opportunities presented by the emerging digital economy.

In the first half of 2026, Element, the digital asset transaction platform of the Group, adopted "AI-driven NFT Interactive Experiences" as its core strategy, and achieved multiple product and technology breakthroughs. The platform has successively launched three core AI functional modules, namely NFT market tracking, end-to-end listing and trading, and one-stop minting, allowing it to cover the entire NFT lifecycle from market insights and order-based trading to collection minting. Users can perform data queries, trade assets and create NFT collections using natural language commands, while the system's backend automatically handles complex intelligent contract parameters. This effectively lowers the operational barrier for users and creators, driving the platform's transformation from a traditional search-based trading platform to a conversational intelligent assistant. Meanwhile, the platform has closely kept pace with innovation trends in the industry's underlying protocols, promptly completing the technical integration of Uniswap v4-related NFT assets to support the listing and initial trading of such assets, thereby solidifying its position as an industry leader in the Uniswap v4 NFT segment. To further expand its liquidity reach, Element plans to gradually integrate into three strategically important blockchain networks, namely Ink Chain, Tempo Chain and Robinhood Chain: the Ink Chain can bring incremental users and compliant liquidity, with Element serving as the core NFT trading portal for its ecosystem; the Tempo Chain, which focuses on the AI sector, can align closely with the platform's AI strategy to jointly explore diverse application scenarios for AI-native NFTs; and the Robinhood Chain, which emphasizes RWA and on-chain finance, will help the platform identify business opportunities for bringing real-world assets onto the blockchain.

In terms of green computing power, the EcoPowX project, in which the Group strategically invested in 2024, completed all preparation for acceptance testing in the first half of 2026, including equipment commissioning and gas supply connection, and is set to begin commercial operations. Once the project becomes operational, it will serve as the Group's core platform for its integrated strategy of "green computing power + AI + Web3", establishing a business model for sustainable computing power services.

In the second half of 2026, the Group will capitalize on the industry opportunities presented by the global boom in AI applications, to create business synergy across Web3, green computing power and AI technology, explore new business models while ensuring compliance, and enhance the overall competitiveness of the Group's new technology segment.

Game Business: existing operations, new product development and AI applications

In the first half of 2026, the Group iterated several of its live game titles, adjusting in-game events and monetization mechanisms based on player feedback, while also completing partial engine optimizations, story content updates, and the launch of certain social gameplay features. As at the end of the reporting period, the Group operated a total of 14 online games.

In terms of overseas markets, South Korea is the Group's primary source of overseas revenue. The Group implemented localization adjustments to its existing product, "大航海之路", optimizing the game's difficulty and local holiday event content to enhance the user experience for local players.

In terms of AI applications, AI tools are used in the R&D phase to assist with the creation of art assets and APPs development, thereby shortening the product development cycle; on the operations side, AI is utilized for user segmentation, event notifications and in-game metrics monitoring, and is also used to upgrade the multilingual intelligent customer service system to enhance user experience.

In terms of new product development, the Group continues to invest resources in mobile game R&D and, through its internal project review mechanism, prioritizes R&D personnel and technical resources toward key projects. A mobile game derived from a core IP is currently in development. However, the project's progress is subject to various factors, including collaboration and coordination, testing results, market conditions and regulatory approvals, so the commercial launch date has not yet been determined. The remaining projects in development feature a variety of gameplay styles, including strategy, MOBA and procedurally generated content. These projects have undergone multiple rounds of internal testing, with some key projects scheduled to begin small-scale closed beta testing.

In the second half of 2026, the Group will continue to release version updates and content refreshes for its existing games; R&D and preparations for the subsequent operation of new products will proceed based on test results and compliance progress; the overseas business will continue to expand its presence in the South Korean market and optimize marketing strategies; and we will continue to apply AI tools to the R&D and production processes, and internal validation of new features will continue.

Film Business: sustaining long dramas, breaking into mid-length drama market and incubating AIGC

Linekong Pictures has been building its diverse product portfolio, and proactively stockpiles quality IP, promoting the production of premium dramas. In the first half of 2026, in response to the industry restructuring, Linekong Pictures adhered to its core strategy of "balancing quality and growth", achieving significant milestones in areas such as the operation of long dramas and the exploration of AIGC technology, while further upgrading the whole-process operational capabilities of the team. In the second half of 2026, the segment will focus on three key pillars, namely "content quality, resource integration and project risk management", to drive the implementation of key long drama projects and the applications of AIGC technology in premium films and dramas, so as to further strengthen its core competitiveness and continue to contribute value to the Group.

The series "陷入我們的熱戀", which has been airing on Tencent Video, has received S-level ratings, and related merchandise has also generated revenue. The Group has systematically summarized the lessons learned from the project's success and is applying its end-to-end operational methodology to subsequent key long drama projects, in order to enhance the content quality and operational efficiency of these projects.

Among our pipeline of long drama projects, the female-led mystery series "燃燒的四季" completed the first draft of its 12-episode script in 2025 and signed Han Sanping (韓三平) to serve as its executive producer. The project has passed the first-round assessment of Tencent Video. Its script is currently being refined in accordance with the feedback from the platform in preparation for subsequent filming.

As a core S class project of the Group focusing on "realism + intangible cultural heritage", a regional and humanistic drama "破春光" has completed the contracting of copyright and scriptwriting, and commenced scriptwriting. The drama successfully completed the filing and public notice process with the National Radio and Television Administration (國家廣播電視總局), and concluded on-site research in the Chaoshan region (潮汕地區). Concurrently, plans for cultural and tourism spin-off development were also formulated, which established a diverse development model characterized by "content + cultural tourism". The script will be completed in the second half of 2026, with production scheduled to begin in the fourth quarter. The project will further integrate Chaozhou-Shantou regional culture and implement its cultural and tourism spin-off development plan, with the aim of creating an influential and popular "cultural export" for 2027. Currently, the project has been progressing at full speed and has achieved significant milestones. In January, the scriptwriting team was organized to conduct in-depth field research in Puning, Guangdong, to explore the essence of Yingge Dance (英歌舞) culture; in March, a strategic partnership was established with the Puning Municipal Government, designating Nanxi Water Village (南溪水鄉) as the core principal filming location and planning a "film-scenery integrated promotion" model; and also in March, a global casting call was kicked off to accumulate market popularity in advance; in July, the project received funding from the Guangdong Special Fund for Supporting High-Quality Literary and Artistic Works (TV dramas/online dramas) (廣東省文藝精品扶持專項資金(電視劇 網絡劇片)). The project was scripted by Zhang Wei (張巍), the renowned scriptwriter, and features a unique topic with the potential to generate significant buzz. Aligned with global trends in cultural exchange, it is expected to become a flagship project for the Group's cultural initiatives.

"Ancient Music Records (古樂風華錄)", a joint production project, completed filming in 2024, and continued its post-production throughout 2025. Overall progress is going smoothly, and the project is expected to launch in 2026. In 2026, the Group will focus on concluding the post-production of the project and strictly controlling production quality to ensure its timely release. Pre-launch promotional and publicity campaigns have begun simultaneously to enhance the project's reach and impact.

In the fields of AIGC and IP incubation, Linekong Pictures initiated its exploration of AIGC technology application within the film business sector in 2025, and at the same time, underwent the selection and incubation of high quality IPs and successfully completed the preliminary groundwork for the implementation of AIGC technology, securing ample resources for future film-comics collaboration and content development. In 2026, the Group will continue to expand the application of AIGC technology in film content development. By using key pipeline projects as pilot schemes, the Group will validate the film-comics collaboration model of "low-cost AIGC testing — data feedback — film development", identify high-quality content to secure three premium IPs for 24-episode A+ class long dramas, and drive the implementation of AIGC technology in core processes, such as script evaluation and concept design, thereby facilitating cost reduction and efficiency enhancement in content development. "異世界", China's first AIGC "infinite loop" (無限流) short drama featuring two male leads, is set to premiere in September 2026. As Linekong Pictures' first premium AIGC drama, it will be available on iQIYI.

In terms of team capacity building and organizational structure optimization, the Group will further optimize its existing flat, efficient and multi-disciplinary elite team structure in 2026, clarify the management responsibilities of "Track Leaders", enhance support for the R&D platform, systematically document project operation methodologies, and improve the team's end-to-end project operational efficiency. Based on previous business practices and development objectives of the year, we will implement four core operational strategies: 1) end-to-end IP operation, under which a collaboration pathway for "comic dramas + short dramas + long dramas" is formulated from the project initiation stage to maximize IP value; 2) technology-driven cost reduction and efficiency enhancement, under which we introduced digital production systems, such as Virtual Production and Cloud Production, and expanded the application of AIGC technology; 3) a focus on premium projects, under which resources are concentrated to create the cultural hit "破春光", which achieves a major breakthrough in the mystery genre; and 4) the retention of key creative talents, under which we establish in-depth and long-term partnerships with 1–2 S class directors/scriptwriters to ensure that the content quality of our projects remains controllable.

In conclusion, 2026 is the pivotal year for Linekong Pictures to "break through and deliver (攻堅落地)", with the core mission being to drive decisive progress in major projects within the long drama segment and to substantially apply AIGC technology to our film business.

Robot business: laying the groundwork for embodied intelligence and exploring applications in commercial scenarios

As AI technology accelerates its penetration into the real economy worldwide, embodied intelligence and service robots are emerging as key drivers of transformation in the technology industry. The Group positions its robot business as a strategic, future-oriented emerging sector, focusing primarily on the R&D of commercial embodied intelligence and service robot technologies, while conducting technical R&D and scenario validation in line with global trends in the AI and robotics industries.

In the first half of 2026, the Group continued to strengthen its R&D team, conducting independent R&D focused on large-scale commercial physics models, motion control algorithms, and core robot hardware modules. With a focus on offline commercial scenarios such as retail and cafes, the Group conducted service robot product iterations and prototype testing, and has completed the debugging and scenario simulation validation of relevant prototypes. At the same time, the Group implemented commercial scenario integration and the expansion of its branch network to accumulate operational data from real-world environments, which is used in the iterative optimization of algorithms and hardware. During the reporting period, the relevant business remained at the technical R&D and product validation stages and has not yet achieved large-scale commercial implementation or generated significant operating revenue.

In the second half of 2026, the Group will continue to increase its R&D investment in embodied intelligence algorithms and robot hardware architecture, conduct prototype testing and pilot implementations in commercial settings, and refine robot product solutions suitable for offline consumer scenarios. At the same time, we are actively pursuing industry partnerships, adjusting the pace of product rollout based on technology maturity and market conditions, and capitalizing on opportunities for growth in the AI and service robotics industries. Due to multiple uncertainties, including technological advancements, industry developments and customer validation cycles, there is a risk that the commercialization timeline for the relevant business may be subject to change.

FINANCIAL REVIEW

Revenue

The Group's revenue for the six months ended June 30, 2026 was approximately RMB13.6 million, representing a decrease of 52.3% compared with approximately RMB28.5 million for the six months ended June 30, 2025.

The following table sets out the breakdown of the Group's revenue by segment results:

	Six months ended June 30, 2026 RMB'000	2025 RMB'000
Segment revenue:		
— Game Business	**12,364**	17,163
— Film Business	**566**	11,374
— Other operation	**695**	—
Total	**13,625**	28,537

The following table sets forth the breakdown of the Group's revenue by geographical locations:

	For the six months ended June 30, 2026 RMB'000	2026 approximate %	2025 RMB'000	2025 approximate %
China (including Hong Kong, Macau and Taiwan regions)	**9,985**	**73.3**	22,512	78.9
South Korea	**3,640**	**26.7**	6,025	21.1
Total	**13,625**	**100.0**	28,537	100.0

For the six months ended June 30, 2026, the revenue contributed by game business amounted to approximately RMB12.4 million, representing a decrease of approximately 27.5%, or RMB4.7 million, as compared to RMB17.1 million for the six months ended June 30, 2025, which was mainly attributable to the decrease in revenue from individual games as they entered later stages of their life cycles.

In respect of the Group's film business, the Group recognised revenue from licensing and production of online dramas and others of approximately RMB0.6 million for the six months ended June 30, 2026, representing a decrease of approximately 94.7%, or RMB10.8 million, as compared to RMB11.4 million for the six months ended June 30, 2025, which was mainly attributable to the lifecycles of film projects.

For the six months ended June 30, 2026, the Group's revenue from other operations was approximately RMB0.7 million (for the six months ended June 30, 2025: nil), which was mainly attributable to the retail revenue from the application scenarios of embodied intelligent service robots (cafes and beverages) for the period.

Cost

The Group's cost for the six months ended June 30, 2026 was approximately RMB11.5 million, representing a decrease of 50.2% as compared to approximately RMB23.1 million for the six months ended June 30, 2025, which was mainly attributable to the period-on-period decrease in the costs and revenue recognised for the period attributable to the lifecycles of film projects.

Gross profit and gross profit margin

The Group's gross profit for the six months ended June 30, 2026 was approximately RMB2.1 million, representing a decrease of 61.1% as compared to approximately RMB5.4 million for the six months ended June 30, 2025, which was mainly attributable to the project lifecycles of film business.

The Group's gross profit margin for the six months ended June 30, 2026 was approximately 15.5%, representing a decrease of approximately 3.4 percentage points as compared to approximately 18.9% for the six months ended June 30, 2025, which was mainly attributable to the project lifecycles of film business.

Selling and marketing expenses

The Group's selling and marketing expenses for the six months ended June 30, 2026 were approximately RMB1.5 million, representing an increase of approximately 25.0% from approximately RMB1.2 million for the six months ended June 30, 2025, which was mainly attributable to the slight increase in selling expenses incurred from the robot business.

Administrative expenses

The Group's administrative expenses for the six months ended June 30, 2026 were approximately RMB13.3 million, representing an increase of approximately 3.9% from approximately RMB12.8 million for the six months ended June 30, 2025. The movement was mainly attributable to the increase in routine administrative expenses.

Research and development expenses

The Group's research and development expenses for the six months ended June 30, 2026 were approximately RMB4.9 million, representing an increase of approximately 226.7% from approximately RMB1.5 million for the six months ended June 30, 2025. The movement was mainly attributable to the increased investments in research and development for robot related business.

Segments results — operating (loss)

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
— Game Business	**(6,000)**	(6,191)
— Film Business	**(1,257)**	(2,180)
— Other operation	**(4,844)**	—
Total	**(12,101)**	(8,371)

The Group recorded an operating loss of approximately RMB12.1 million for the six months ended June 30, 2026, as compared to the operating loss of approximately RMB8.4 million for the corresponding period of 2025.

For the six months ended June 30, 2026, the game business recorded an operating loss of approximately RMB6.0 million, compared with an operating loss of approximately RMB6.2 million for the corresponding period of 2025, which was mainly due to the decrease in revenue from individual games as they entered later stages of their life cycles.

For the six months ended June 30, 2026, the film business recorded an operating loss of approximately RMB1.3 million, compared with an operating loss of approximately RMB2.2 million for the corresponding period of 2025, which was mainly due to the lifecycles of film projects.

For the six months ended June 30, 2026, the Group's other operations comprised primarily the R&D of embodied intelligent service robotic technology and its scenario applications for retail and cafe occasions. The Group recorded an operating loss of approximately RMB4.8 million. The operating loss was mainly attributable to the research and development expenses for embodied intelligent service robots and the impact on the investment in scenario validation.

Other operating (expenses)/income — net

For the six months ended June 30, 2026, the Group recorded net other operating expenses of approximately RMB23.2 million, compared with net other operating income of approximately RMB16.1 million for the six months ended June 30, 2025, which was mainly due to the impairment of intangible assets.

Share of profit of investment accounted for using equity method

The Group's share of profit of the investment accounted for using the equity method for the six months ended June 30, 2026 was approximately RMB0.8 million, compared with a share of profit of investment of approximately RMB2.8 million for the six months ended June 30, 2025.

Liquidity and Financial Resources

For the six months ended June 30, 2026, we mainly financed our business with cash generated from the operating activities. The Group has been maintaining a solid cash position since the completion of the initial public offering (the "**IPO**") in December 2014. We intend to fund our expansion and business operations through our internal resources and sustainable internal growth.

Treasury policy

During the six months ended June 30, 2026, the Group has adopted a prudent financial management approach to its funding policy to maintain a healthy liquidity position. In order to manage the liquidity risk, the Board closely monitors the liquidity position of the Group to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding needs from time to time.

Cash and cash equivalents and restricted cash

As of June 30, 2026, the Group had cash and cash equivalents of approximately RMB44.3 million (as of December 31, 2025: approximately RMB67.2 million), which primarily consisted of cash at bank, other financial institutions and cash on hand and were mainly denominated in USD (approximately 49.4%), RMB (approximately 26.6%), HKD (approximately 21.4%) and other currencies (approximately 2.6%). Restricted cash as of June 30, 2026 was nil (as of December 31, 2025: approximately RMB0.3 million).

Capital Expenditures

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
Procurement of furniture and office equipment	**1,422**	624
Expenditures on film/online drama rights and films/online drama in progress	**1,364**	822
Purchase of cryptocurrencies and financial assets	**35,914**	64,428
Total	**38,700**	65,874

Our capital expenditures comprised expenditures on film/online drama rights and films/online drama in progress, procurement of furniture and office equipment and expenditures on purchase of cryptocurrencies and financial assets. For the six months ended June 30, 2026, our total capital expenditure was approximately RMB38.7 million (for the six months ended June 30, 2025: approximately RMB65.9 million), including expenditures on film/online drama rights and films/online dramas in progress of approximately RMB1.4 million (for the six months ended June 30, 2025: RMB0.8 million), procurement of furniture and office equipment of approximately RMB1.4 million (for the six months ended June 30, 2025: RMB0.6 million), and purchase of cryptocurrencies and financial assets of approximately RMB35.9 million (for the six months ended June 30, 2025: RMB64.4 million). As at the end of the reporting period, we had no committed capital expenditures, and the capital expenditures for 2026 are expected to be mainly game development, cryptocurrencies and financial assets and film IPs.

Capital Structure

The Shares were listed on GEM of the Stock Exchange on December 30, 2014. The capital structure of the Company comprises ordinary Shares.

Borrowing and Gearing Ratio

As of June 30, 2026, there were no bank loans borrowed by the Group (as of December 31, 2025: nil). The gearing ratio, calculated as total liabilities divided by total assets, was approximately 36.3% (as of December 31, 2025: approximately 29.8%).

Pledge of Group Assets

As of June 30, 2026, there was no pledge of assets (as of December 31, 2025: nil).

Information on Employees and Remuneration Policy

The Group established the remuneration committee on April 21, 2014 with written terms of reference in compliance with Appendix C1 to the GEM Listing Rules. The remuneration committee will regularly review and recommend to the Board from time to time regarding the remuneration and compensation of the Directors and the senior management of the Group. The Group offers a competitive remuneration package commensurate with industry practice and provides benefits to employees of the Group, including social insurance coverage, defined contribution retirement scheme and bonus. As of June 30, 2026, the Group had 80 employees. For the six months ended June 30, 2026, total remuneration for employees of the Group was approximately RMB15.0 million (for the six months ended June 30, 2025: approximately RMB13.5 million).

The Company has adopted the 2024 restricted share unit scheme, under which restricted share units may be granted, and the 2025 share scheme, under which share options and/or restricted share units may be granted, as incentives to eligible participants. For details, please refer to the sections headed “Share Incentive Scheme”, “Share Option Scheme” and “2025 Share Scheme” in this report.

The Directors believe that maintaining a stable and motivated employee force is critical to the success of the Group's business. As a fast-growing company, the Group is able to provide its employees with ample career development choices and opportunities for advancement. The Group organises various training programs on a regular basis for its employees to enhance their knowledge of online game development and operation, improve time management and internal communications and strengthen team building. The Group also provides various incentives to motivate its employees.

Significant Investments Held During The Reporting Period

Fuze

The Group has held an interest in Fuze Entertainment Co., Ltd. ("**Fuze**") since 2015. The Group's initial investment amounted to US$26.3 million and was funded by proceeds from capital raising. As of June 30, 2026, the Group held 87,045,455 shares in Fuze, representing a 46.63% interest (December 31, 2025: 36.82%). Fuze is engaged in development and sales of smart device and is undergoing business transformation. Its carrying amount and the Group's share of Fuze's results are set out in the table below. The investment is accounted for using the equity method.

The Group carried out an impairment assessment on Fuze at the end of the period, in the course of which the management had taken into account whether there were any objective indicators suggesting that our investments in Fuze might be impaired. The management also assessed the recoverability of the carrying amount of such investments with reference to the financial position, underlying assets and business operations of Fuze at the end of the period. In particular, the management reviewed the composition of Fuze's underlying assets, which mainly comprised cash and cash equivalents, prepayments, other receivables and cryptocurrencies. The management concluded that there were no indicators of impairment for the Group's investment in Fuze that would require the recognition of an impairment loss as at the end of the period, after fully considering Fuze's financial position, the quality and recoverability of its underlying assets, as well as the results of the impairment assessment on the significant asset categories held by Fuze. The impairment assessment was conducted by the management based on the available information as at the reporting date and the aforementioned procedures, and no independent valuer was engaged.

According to the financial information of Fuze, it recorded no revenue for the period and a net loss of RMB7.5 million, mainly due to the losses on disposal of cryptocurrencies and impairment of the portion held (December 31, 2025: Fuze recorded no revenue and a net profit of RMB6.9 million, mainly due to the gains on disposal of cryptocurrencies).

	As of/for the six months ended June 30, 2026 RMB'000	As of/for the year ended December 31, 2025 RMB'000
Fuze		
Fair value	**40,800**	42,461
% of the Group's total assets	**15.8**	13.6
Share of profit of investment accounted for using the equity method	**816**	2,534
Share of other comprehensive loss of investment accounted for using equity method	**(2,477)**	(1,410)

Jikebang Fund

The Group has held an interest in Suzhou Ji Ke Bang Undertaking Investment Partnership Enterprise (the "**Jikebang Fund**"), a private equity fund, since 2016. The Group's initial investment amounted to RMB30.0 million and was funded by proceeds from capital raising. As of June 30, 2026, the Group's interest in the fund was 25.77% (December 31, 2025: 25.77%). Its fair value and investment performance are set out in the table below.

Jikebang Fund is principally engaged in entrepreneurship investment, agency business for other organizations such as entrepreneurship investment enterprises or personal entrepreneurship investment, consultancy business in relation to entrepreneurship investment, provision of management service to entrepreneurship investment enterprises, and participate in establishment of entrepreneurship investment enterprises and consultancy organization for entrepreneurship investment management.

The underlying assets of Jikebang Fund principally comprised equity interests in unlisted companies, which can be broadly disaggregated into pan-entertainment, cloud-based technology and enterprise services, intelligent software and cutting-edge technology. Jikebang Fund primarily focuses on technology-driven preliminary projects, mainly include angel investments, Pre-A series investments and A series investments often by means of holding minority equity interests in its investees. Jikebang Fund is managed by an independent third-party private equity fund manager.

The Group will continue to hold its investment interests in Jikebang Fund until the expiry of the fund's operating period (the operating period of Jikebang Fund will be expired on August 3, 2028).

The fund manager is Mr. Che Dong (車東), who is principally responsible for investment management. Mr. Che is a search engine technology specialist with experience in internet technology and venture capital investment. He previously worked at NetEase, Alibaba, Sogou and Yahoo, where he was responsible for the development of search engines and mobile advertising products. In 2014, he entered the internet venture capital sector and participated in investments in projects including APUS. Since 2015, he has focused on the investments in new media platforms, enterprise services, big data and smart hardware. He graduated from Zhejiang University.

The fair value of the Group's interest is determined by reference to the fund's net asset value, adjusted where necessary for the valuation of the underlying investments and the economic interests attributable to the partners under the partnership agreements. The nature and basis of the material adjustments and their application at the reporting dates are explained in Note 4.2(ii) to the consolidated financial statements.

	As of/for the six months ended June 30, 2026 RMB'000	As of/for the year ended December 31, 2025 RMB'000
Jikebang Fund		
Fair value	**20,893**	20,332
% of the Group's total assets	**8.1**	6.5
Fair value (losses)/gains from an associate measured at fair value through profit or loss	**561**	35
Capital reduction	**—**	1,346

Save as disclosed above, there was no other significant investment held by the Group as of June 30, 2026 which was required to be separately disclosed under the GEM Listing Rules.

Other Financial Investments

As of June 30, 2026, the Group also held listed equity investments with an aggregate fair value of RMB1.025 million (December 31, 2025: RMB2.471 million) and other unlisted securities with an aggregate fair value of RMB17.314 million (December 31, 2025: RMB20.706 million). During the reporting period, the Group recognised aggregate fair value losses of RMB8.563 million on financial assets measured at fair value through profit or loss. The Group's cryptocurrency holdings are discussed separately under "Business Review and Prospects".

Investment Policy and Risk Management

The investment policy and controls described in the 2025 annual report continued to apply during the reporting period. They cover direct and indirect investments aligned with the Group's strategic development, including securities, funds and leading, liquid cryptocurrencies. Projects involving anonymous teams, elevated regulatory risks, extremely low liquidity or insufficient transparency are excluded. The policy limits total financial investments to 50% and cryptocurrency investments to 30% of consolidated total assets. Listed securities and cryptocurrencies are measured at market value and other investments at fair value for these limits, using the latest available consolidated total assets. The limits are monitored before and after investments and on an ongoing basis.

Investment proposals are reviewed by the risk management function and the investment and risk management committee before Board approval. Full Board approval is required for any transaction exceeding US$2 million or any project with an annual amount exceeding US$10 million. Controls include counterparty due diligence, liquidity assessment, custody safeguards, ongoing monitoring and quarterly reporting to the Board, with audit committee oversight. Where a limit is exceeded solely because of market movements, the Group refrains from further investments or acquisitions until the relevant ratio falls below the applicable limit, and the Board considers appropriate steps, including orderly rebalancing.

Contingent Liabilities

As of June 30, 2026, the Group did not have any significant contingent liabilities (December 31, 2025: nil).

Foreign Exchange Risk

The Group mainly operates in the PRC and is exposed to foreign exchange risk arising from various currency exposures, primarily USD. Therefore, our foreign exchange risk primarily arises from assets and liabilities recognised when the Group's subsidiaries receive or plan to receive foreign currencies from, or pay or plan to pay foreign currencies to, our overseas cooperated counterparties, as well as assets denominated in foreign currencies, mainly includes bank deposits in foreign currencies, intangible assets, financial assets at fair value through profit or loss and others. For the six months ended June 30, 2026, the Group has not hedged any foreign currency fluctuations, the Group will closely monitor exchange rate movement and will take appropriate activities to reduce the exchange risk.

DIVIDEND

The Board did not recommend the payment of an interim dividend for the six months ended June 30, 2026.

REVIEW OF THE INTERIM RESULTS

The interim financial results of the Group for the six months ended June 30, 2026 are unaudited and have not been reviewed by the auditors of the Company, but have been reviewed by the audit committee of the Board (the "**Audit Committee**").

The Audit Committee has reviewed the Group's unaudited condensed consolidated interim financial results for the six months ended June 30, 2026 and has also reviewed and confirmed the accounting principles and practices adopted by the Group and discussed the auditing, internal control and financial reporting matters of the Group.

CORPORATE GOVERNANCE AND OTHER INFORMATION

Directors' and Chief Executive's Interests and Short Positions in Shares, Underlying Shares and Debentures

As at June 30, 2026, the interests and short positions of the Directors and chief executive of the Company in the Shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of Securities and Futures Ordinance ("**SFO**")) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or which were recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or which were required, pursuant to the required standards of dealings by directors of listed issuers as set out under Rule 5.46 of the GEM Listing Rules, to be notified to the Company and the Stock Exchange, were as follows:

(i) Interest in Shares and underlying shares

Name of Director/ chief executive	Capacity/Nature of interest	Total number of shares	Approximate percentage of shareholding *(Note 3)*
Mr. Wang Feng *(Note 1)*	Interest of controlled corporation	66,576,160 (L)	29.05%
	Beneficial owner	40,769,880 (L)	
Mr. Wang Jin *(Note 2)*	Beneficial owner	7,759,624 (L)	2.10%

Notes:

(L) denotes a long position

(1) Mr. Wang Feng held the entire issued share capital of Wangfeng Management Limited, which in turn directly held 66,576,160 Shares. Accordingly, Mr. Wang Feng is deemed to be interested in all the 66,576,160 Shares held by Wangfeng Management Limited under the SFO.

In addition, Mr. Wang Feng held 32,336,572 Shares and was interested in 8,433,308 RSUs granted to him under the 2014 RSU Scheme entitling him to receive 8,433,308 Shares. Meanwhile, Mr. Wang Feng was granted 6,941,398 RSUs in accordance with the 2024 RSU Scheme on December 20, 2024. In respect of those 6,941,398 RSUs granted under the 2024 RSU Scheme, Mr. Wang Feng undertook to sell the underlying Shares when these 6,941,398 RSUs are matured and thus has no interest in the underlying Shares.

For further details of the RSUs, please refer to the section headed "Share Incentive Scheme" in this report.

(2) The 8,059,624 Shares that Mr. Wang Jin was interested in consisted of (a) 1,000,000 share options, 125,000 share options and 2,759,812 share options granted to him on April 1, 2019, May 17, 2022 and July 12, 2024, respectively, under the Share Option Scheme entitling him to receive an aggregate of 4,184,812 Shares upon exercise; and (b) 1,115,000 RSUs granted to him under the 2014 RSU Scheme entitling him to receive 1,115,000 Shares, and 2,759,812 RSUs granted to him under the 2024 RSU Scheme entitling him to receive 2,759,812 Shares. As of June 30, 2026, all RSUs under the 2014 RSU Scheme have been vested, and 2,501,080 RSUs under the 2024 RSU Scheme have been vested.

For further details of the share options and RSUs, please refer to the section headed "Share Incentive Scheme, Share Option Scheme and Share Scheme" in this report.

(3) As at June 30, 2026, the Company had 369,492,964 Shares in issue.

(ii) Interest in other member(s) of the Group

As at June 30, 2026, the following Directors or the chief executive of the Company are directly or indirectly (other than indirectly by virtue of their interest in the Company) interested in the shares or underlying shares of the other member of the Group as follows:

Director/Chief executive	Company concerned	Capacity/ Nature of Interest	Registered share capital	Approximate percentage of interest
Mr. Wang Feng	Linekong Online (Beijing) Technology Co., Ltd. ("**Linekong Online**") *(Note 1)*	Beneficial owner	RMB7,545,000	75.45%
Mr. Wang Jin	Horgos Linekong Pictures Corporation ("**Linekong Pictures**") *(Note 2)*	Beneficial owner	RMB4,155,000	8.31%
Mr. Wang Jin	Juyingshiguang (Hainan) Pictures Limited ("**Juyingshiguang**") *(Note 3)*	Beneficial owner	RMB190,000	9.50%
Mr. Wang Jin	Horgos Chenxi Entertainment and Media Co., Ltd. ("**Chenxi Entertainment**") *(Note 4)*	Beneficial owner	RMB90,000	9.00%

Notes:

1. Linekong Online is a subsidiary of the Company controlled through contractual arrangements. Mr. Wang Feng is one of the registered shareholders of Linekong Online.

2. Linekong Pictures is a subsidiary of the Company controlled through Linekong Online which is owned as to 82.19% by Linekong Online.

3. Juyingshiguang is a subsidiary of the Company controlled through Linekong Online which is owned as to 84.50% by Linekong Online.

4. Chenxi Entertainment is a subsidiary of the Company controlled through Linekong Online which is owned as to 60.00% by Linekong Online.

Save as disclosed above, as at June 30, 2026, none of the Directors and chief executive of the Company had any interests or short positions in any shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or which were recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or which were required, pursuant to Rule 5.46 of the GEM Listing Rules, to be notified to the Company and the Stock Exchange.

Substantial Shareholders' and Other Persons' Interests and Short Positions in Shares and Underlying Shares

So far as is known to the Directors or chief executive of the Company, as at June 30, 2026, the following persons (other than Directors or chief executive of the Company) had, or were deemed or taken to have interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company and the Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO or, which were recorded in the register required to be kept by the Company under Section 336 of the SFO were as follows:

(i) Substantial Shareholders

Name of shareholder	Nature of interest	Number of Shares or securities held	Approximate percentage of interest in our Company *(Note 3)*
Zhu Li *(Note 1)*	Interest of spouse	107,346,040 (L)	29.05%
Wangfeng Management Limited *(Note 2)*	Beneficial owner	66,576,160 (L)	18.02%

(L) denotes a long position

1. Ms. Zhu Li is the wife of Mr. Wang Feng and is deemed to be interested in the Shares in which Mr. Wang Feng is interested under the SFO. For details of Mr. Wang Feng's interests, please refer to the section headed "Directors' and Chief Executive's Interests and Short Positions in Shares, Underlying Shares and Debentures" in this report.

2. Mr. Wang Feng, the chairman, Director and chief executive officer of the Company, holds the entire issued share capital of Wangfeng Management Limited.

3. As at June 30, 2026, the Company had 369,492,964 Shares in issue.

(ii) Other Shareholders

Name of shareholder	Nature of interest	Number of Shares or securities held	Approximate percentage of interest in our Company (Note 5)
The Core Trust Company Limited (Note 1)	Trustee of a trust	33,227,257 (L)	8.99%
TCT (BVI) Limited (Note 1)	Trustee of a trust	33,227,257 (L)	8.99%
Zhang Hongliang (Note 4)	Beneficial owner	23,571,260 (L)	6.78%
	Beneficiary of a trust	1,467,505 (L)	
Ho Chi Sing (Notes 2&3)	Interest of controlled corporation	19,799,546 (L)	5.36%

Notes:

(L) denotes a long position.

1. The Core Trust Company Limited, being the RSU trustee, directly held the entire issued share capital of TCT (BVI) Limited, which in turn directly held the entire issued share capital of Premier Selection Limited (the RSU nominee) and Best Review Global Limited (the RSU nominee). Therefore, The Core Trust Company Limited and TCT (BVI) Limited are deemed to be interested in a total of 33,227,257 Shares held by them on behalf of the participants under 2014 RSU Scheme and 2024 RSU Scheme.

2. Each of IDG-Accel China Growth Fund L.P. ("**IDG Fund**", holding 15,124,764 Shares) and IDG-Accel China Growth Fund-A LP. ("**IDG Fund-A**", holding 3,090,945 Shares) is controlled by its sole general partner, IDG-Accel China Growth Fund Associates, L.P. ("**IDG Fund Associates**"), which in turn is controlled by its sole general partner, IDG-Accel China Growth Fund GP Associates Ltd. ("**IDG GP Associates**"). IDG GP Associates is held as to 35.00% by each of Mr. Zhou Quan and Mr. Ho Chi Sing.

   Accordingly, each of Mr. Zhou Quan, Mr. Ho Chi Sing, IDG GP Associates and IDG Fund Associates is deemed to be interested in all the Shares held by IDG Fund and IDG Fund-A under the SFO.

3. IDG-Accel China Investors L.P. ("**IDG China Investors**", holding 1,583,837 Shares) is controlled by its sole general partner, IDG-Accel China Investor Associates Ltd. ("**IDG Associates**"), which in turn is held as to 100.00% by Mr. Ho Chi Sing.

   Accordingly, each of Mr. Ho Chi Sing and IDG Associates is deemed to be interested in all the Shares held by IDG China Investors under the SFO.

4. Mr. Zhang Hongliang directly holds 23,571,260 Shares, and also holds 1,467,505 Shares in the capacity of the beneficiary of a trust.

5. As at June 30, 2026, the Company had 369,492,964 Shares in issue.

SHARE INCENTIVE SCHEME, SHARE OPTION SCHEME AND SHARE SCHEME

Share Incentive Scheme

The Company approved and adopted the 2014 RSU Scheme on March 21, 2014 and as amended on August 22, 2014. The 2014 RSU scheme has expired on March 20, 2024. Meanwhile, the Company adopted the 2024 RSU Scheme (the "**2024 RSU Scheme**") on July 12, 2024 which became effective on the same date and will expire on July 11, 2034. For details of the principal terms of the 2014 RSU Scheme and 2024 RSU Scheme, please refer to the section headed "Share Incentive Scheme" in the 2025 annual report of the Company.

As at June 30, 2026, 31,875,636 RSUs had been granted and remained outstanding, of which 29,797,928 had vested. During the reporting period, 70,646 RSUs were granted, 2,924,550 vested, 0 was cancelled and 0 lapsed. From June 30, 2026 to the date of this report, 0 RSUs lapsed. During the reporting period, the RSU trustee did not purchase any Shares on the Stock Exchange to satisfy RSUs on vesting.

Movement of RSUs

Category	Date of grant	Validity period (note 1)	RSUs granted	Exercise price HKD	Closing price of the Shares immediately before the date of grant HKD	Granted but not exercised (including unvested) balance as of December 31, 2025	During the reporting period					Granted but not exercised (including unvested) balance as of June 30, 2026
							Granted	Vested	Exercised	Cancelled	Lapsed	
Wang Feng (Director) (note 2)	2014/3/21	2014/3/21–2034/3/20	8,432,308 (note 3)	N/A	N/A	8,432,308 (–)	–	–	–	–	–	8,432,308 (–)
	2015/1/21	2015/1/21–2035/1/20	1,000 (note 4)	N/A	9.80	1,000 (–)	–	–	–	–	–	1,000 (–)
	2024/12/20	2024/12/20–2034/12/19	6,941,398 (note 11)	N/A	0.53	6,941,398 (2,603,024)	–	1,301,512	–	–	–	6,941,398 (1,301,512)
Liao Mingxiang (former Director) (note 13)	2014/3/21	2014/3/21–2034/3/20	2,810,769 (note 3)	N/A	N/A	– (–)	–	–	–	–	–	– (–)
	2015/1/21	2015/1/21–2035/1/20	1,000 (note 4)	N/A	9.80	– (–)	–	–	–	–	–	– (–)
	2019/9/12	2019/9/12–2039/9/11	3,680,000 (note 8)	N/A	0.72	– (–)	–	–	–	–	–	– (–)
	2021/5/17	2021/5/17–2041/5/16	2,580,000 (note 9)	N/A	0.73	– (–)	–	–	–	–	–	– (–)
Chen Hao (former Director) (note 13)	2014/3/21	2014/3/21–2034/3/20	54,841 (note 3)	N/A	N/A	54,841 (–)	–	–	–	–	–	54,841 (–)
	2015/1/21	2015/1/21–2035/1/20	21,000 (note 4)	N/A	9.80	21,000 (–)	–	–	–	–	–	21,000 (–)
	2017/1/18	2017/1/18–2037/1/17	400,000 (note 6)	N/A	3.10	400,000 (–)	–	–	–	–	–	400,000 (–)
	2021/5/17	2021/5/17–2041/5/16	460,000 (note 9)	N/A	0.73	115,000 (–)	–	–	–	–	–	115,000 (–)
Wang Jin (Director) (note 2)	2019/4/1	2019/4/1–2039/3/31	1,000,000 (note 7)	N/A	0.88	1,000,000 (–)	–	–	–	–	–	1,000,000 (–)
	2021/5/17	2021/5/17–2041/5/16	460,000 (note 9)	N/A	0.73	115,000 (–)	–	–	–	–	–	115,000 (–)
	2024/7/12	2024/7/12–2034/7/11	2,759,812 (note 10)	N/A	0.31	2,759,812 (776,196)	–	517,464	–	–	–	2,759,812 (258,732)
Qi Yunxiao	2014/3/21	2014/3/21–2034/3/20	1,316,173 (note 3)	N/A	N/A	11,000 (–)	–	–	–	–	–	11,000 (–)
	2015/1/21	2015/1/21–2035/1/20	101,000 (note 4)	N/A	9.80	101,000 (–)	–	–	–	–	–	101,000 (–)
	2019/4/1	2019/4/1–2039/3/31	300,000 (note 7)	N/A	0.88	300,000 (–)	–	–	–	–	–	300,000 (–)
	2021/5/17	2021/5/17–2041/5/16	200,000 (note 9)	N/A	0.73	50,000 (–)	–	–	–	–	–	50,000 (–)

Category	Date of grant	Validity period (note 1)	RSUs granted	Exercise price HKD	Closing price of the Shares immediately before the date of grant HKD	Granted but not exercised (including unvested) balance as of December 31, 2025	During the reporting period					Granted but not exercised (including unvested) balance as of June 30, 2026
							Granted	Vested	Exercised	Cancelled	Lapsed	
Vested portion of employees' (other grantees') grants (note 12, 16 and 17)	2014/3/21	2014/3/21–2034/3/20	18,757,403 (note 3)	N/A	N/A							
	2015/1/21	2015/1/21–2035/1/20	2,151,000 (note 4)	N/A	9.80							
	2015/10/9	2015/10/9–2035/10/8	20,000 (note 5)	N/A	7.18	4,001,711 (note 12)	–	–	–	–	–	4,001,711 (note 12)
	2017/1/18	2017/1/18–2037/1/17	1,405,385 (note 6)	N/A	3.10	(–)						(–)
	2019/8/16	2019/8/16–2039/8/15	760,000 (note 6)	N/A	0.64	385,750 (–)	–	–	–	–	–	385,750 (–)
	2021/5/17	2021/5/17–2041/5/16	615,000 (note 9)	N/A	0.73	251,750 –	–	–	–	–	–	251,750 (–)
	2025/12/5	2025/12/5–2035/12/4	136,376 (note 16)	N/A	0.39	136,376 (–)	–	–	–	–	–	136,376 (–)
	2026/4/30	2026/4/30–2036/4/29	70,646 (note 17)	N/A	0.265	–	70,646	70,646	–	–	–	70,646 (–)
Not fully vested portion of employees' (other grantees') grants	2024/7/12	2024/7/12–2034/7/11	8,279,437 (note 10)	N/A	0.31	6,727,044 (1,552,392)	–	1,034,928	–	–	–	6,727,044 (517,464)

Notes:

1. The RSUs are valid for a period of ten years from the date of grant. On March 20, 2024, the Board agreed to extend the validity period of all the RSUs granted to another ten years.

2. Such individuals are among the five persons with the highest total emoluments of the Group for the six months ended June 30, 2026.

3. The RSUs granted on March 21, 2014 may be vested in accordance with the following vesting timetable:

   3.1 In respect of Wang Feng (8,432,308), Liao Mingxiang (2,810,769), Qi Yunxiao (1,316,173) and other grantees (10,317,355)

   20% of the RSUs shall be vested on the date that expires 1 month after the listing date;
   35% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs;
   10% of the RSUs shall be vested on the date that expires 18 months after the date of grant of the RSUs;
   10% of the RSUs shall be vested on the date that expires 24 months after the date of grant of the RSUs;
   7.5% of the RSUs shall be vested on the date that expires 30 months after the date of grant of the RSUs;
   7.5% of the RSUs shall be vested on the date that expires 36 months after the date of grant of the RSUs;
   5% of the RSUs shall be vested on the date that expires 42 months after the date of grant of the RSUs; and
   5% of the RSUs shall be vested on the date that expires 48 months after the date of grant of the RSUs.

   3.2 A total of 2,810,769 RSUs of which may be vested in accordance with the following timetable

   one-third of the RSUs shall be vested on January 10, 2015; and the remaining two-thirds of the RSUs shall be divided into 8 equal portions of shares and vested quarterly from the first month starting from January 10, 2015.

3.3 A total of 987,129 RSUs of which may be vested in accordance with the following timetable

20% of the RSUs shall be vested on the date that expires 1 month after the listing date;
35% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs;
10% of the RSUs shall be vested on the date that expires 18 months after the date of grant of the RSUs;
10% of the RSUs shall be vested on the date that expires 24 months after the date of grant of the RSUs;
7.5% of the RSUs shall be vested on the date that expires 30 months after the date of grant of the RSUs;
7.5% of the RSUs shall be vested on the date that expires 36 months after the date of grant of the RSUs;
5% of the RSUs shall be vested on the date that expires 42 months after the date of grant of the RSUs; and
the remaining 5% of the RSUs shall be vested on the date that expires 48 months after the date of grant of the RSUs.

3.4 A total of 910,353 RSUs of which may be vested in accordance with the following timetable

10% of the RSUs shall be vested on the date that expires 1 month after the listing date;
20% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 18 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 24 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 30 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 36 months after the date of grant of the RSUs;
10% of the RSUs shall be vested on the date that expires 42 months after the date of grant of the RSUs; and
the remaining 10% of the RSUs shall be vested on the date that expires 48 months after the date of grant of the RSUs.

3.5 A total of 3,691,216 RSUs of which may be vested in accordance with the following timetable

25% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs; and the remaining 75% of the RSUs shall be divided into 6 equal portions of shares and vested semi-annually from the 18 months after the date of grant of the RSUs (i.e. 12.5% of the RSUs shall be vested respectively on the dates that expire 18, 24, 30, 36, 42 and 48 months after the date of grant of the RSUs).

4. The RSUs granted on January 21, 2015 may be vested in accordance with the following vesting timetable:

4.1 A total of 1,570,000 RSUs of which may be vested in accordance with the following timetable

25% of the RSUs shall be vested on the date that expires 8 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 14 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 20 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 26 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 32 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 38 months after the date of grant of the RSUs; and
12.5% of the RSUs shall be vested on the date that expires 44 months after the date of grant of the RSUs.

4.2 A total of 250,000 RSUs of which may be vested in accordance with the following timetable

25% of the RSUs shall be vested on the date that expires 6 months after the date of grant of the RSUs;
25% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs;
25% of the RSUs shall be vested on the date that expires 18 months after the date of grant of the RSUs; and
25% of the RSUs shall be vested on the date that expires 24 months after the date of grant of the RSUs.

4.3 A total of 455,000 RSUs of which may be 100% vested on the date that expires 6 months after the date of grant of the RSUs.

5. The RSUs granted on October 9, 2015 may be vested in accordance with the following vesting timetable:

   25% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs;
   12.5% of the RSUs shall be vested on the date that expires 18 months after the date of grant of the RSUs;
   12.5% of the RSUs shall be vested on the date that expires 24 months after the date of grant of the RSUs;
   12.5% of the RSUs shall be vested on the date that expires 30 months after the date of grant of the RSUs;
   12.5% of the RSUs shall be vested on the date that expires 36 months after the date of grant of the RSUs;
   12.5% of the RSUs shall be vested on the date that expires 42 months after the date of grant of the RSUs; and
   12.5% of the RSUs shall be vested on the date that expires 48 months after the date of grant of the RSUs.

6. The RSUs granted on January 18, 2017 and August 16, 2019 may be vested in accordance with the following vesting timetable:

   25% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs;
   12.5% of the RSUs shall be vested on the date that expires 18 months after the date of grant of the RSUs;
   12.5% of the RSUs shall be vested on the date that expires 24 months after the date of grant of the RSUs;
   12.5% of the RSUs shall be vested on the date that expires 30 months after the date of grant of the RSUs;
   12.5% of the RSUs shall be vested on the date that expires 36 months after the date of grant of the RSUs;
   12.5% of the RSUs shall be vested on the date that expires 42 months after the date of grant of the RSUs; and
   12.5% of the RSUs shall be vested on the date that expires 48 months after the date of grant of the RSUs.

7. The RSUs granted on April 1, 2019 may be vested in accordance with the following vesting timetable:

   50% of the RSUs shall be vested on the date of grant of the RSUs;
   8.5% of the RSUs shall be vested on the date that expires 6 months after the date of grant of the RSUs;
   8.5% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs;
   8.5% of the RSUs shall be vested on the date that expires 18 months after the date of grant of the RSUs;
   8.5% of the RSUs shall be vested on the date that expires 24 months after the date of grant of the RSUs;
   8.5% of the RSUs shall be vested on the date that expires 30 months after the date of grant of the RSUs; and
   7.5% of the RSUs shall be vested on the date that expires 36 months after the date of grant of the RSUs.

8. The RSUs granted on September 12, 2019 may be vested in accordance with the following vesting timetable:

   50% of the RSUs shall be vested on January 1, 2020;
   8.5% of the RSUs shall be vested on the date that expires 6 months after the date of grant of the RSUs;
   8.5% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs;
   8.5% of the RSUs shall be vested on the date that expires 18 months after the date of grant of the RSUs;
   8.5% of the RSUs shall be vested on the date that expires 24 months after the date of grant of the RSUs;
   8.5% of the RSUs shall be vested on the date that expires 30 months after the date of grant of the RSUs; and
   7.5% of the RSUs shall be vested on the date that expires 36 months after the date of grant of the RSUs.

9. The RSUs granted on May 17, 2021 may be vested in accordance with the following vesting timetable:

9.1 A total of 3,900,000 RSUs of which may be vested in accordance with the following timetable

25% of the RSUs shall be vested on the date of grant of the RSUs;
25% of the RSUs shall be vested on January 1, 2022 if the established performance is achieved;
12.5% of the RSUs shall be vested on July 1, 2022 if the established performance is achieved;
12.5% of the RSUs shall be vested on January 1, 2023 if the established performance is achieved;
12.5% of the RSUs shall be vested on July 1, 2023 if the established performance is achieved; and
12.5% of the RSUs shall be vested on January 1, 2024 if the established performance is achieved.

9.2 A total of 415,000 RSUs of which may be vested in accordance with the following timetable

25% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 18 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 24 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 30 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 36 months after the date of grant of the RSUs;
12.5% of the RSUs shall be vested on the date that expires 42 months after the date of grant of the RSUs; and
12.5% of the RSUs shall be vested on the date that expires 48 months after the date of grant of the RSUs.

10. The RSUs granted on July 12, 2024 may be vested in accordance with the following vesting timetable:

    25% of the RSUs shall be vested on the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 3 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 6 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 9 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 15 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 18 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 21 months after the date of grant of the RSUs; and
    9.375% of the RSUs shall be vested on the date that expires 24 months after the date of grant of the RSUs.

11. The RSUs granted on December 20, 2024 may be vested in accordance with the following vesting timetable:

    25% of the RSUs shall be vested on the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 3 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 6 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 9 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 12 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 15 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 18 months after the date of grant of the RSUs;
    9.375% of the RSUs shall be vested on the date that expires 21 months after the date of grant of the RSUs; and
    9.375% of the RSUs shall be vested on the date that expires 24 months after the date of grant of the RSUs.

12. The balance of 4,001,711 RSUs as at each of December 31, 2025 and June 30, 2026 represents the aggregate outstanding vested RSUs relating to the grants made to other grantees on March 21, 2014, January 21, 2015, October 9, 2015 and January 18, 2017. These RSUs had fully vested before 2022, and their movements are presented in aggregate. The other grants are presented separately by grant date. The 136,376 RSUs granted on December 5, 2025 and the 70,646 RSUs granted on April 30, 2026 were fully vested on their respective dates of grant, as disclosed in notes 16 and 17, respectively.

13. Ms. Liao Mingxiang served as the executive Director and chief executive officer of the Company, member of the Remuneration Committee, compliance officer of the Company under Rule 5.19 of the GEM Listing Rules and authorized representative of the Company under Rule 5.24 of the GEM Listing Rules. Ms. Liao Mingxiang resigned from the above positions since February 26, 2023. Ms. Qi Yunxiao served as a vice president of the Company, and resigned from the above position since March 25, 2023. Mr. Chen Hao served as an executive Director and resigned from the above position since September 2, 2024.

14. Please refer to note 18(a)(iii) to the consolidated financial statements regarding the basis for and representations on fair valuation measurement of the RSUs granted.

15. Based on the total number of Shares held by the RSU Trustee and the applicable scheme terms, the aggregate number of RSUs available for grant under the 2014 RSU Scheme and 2024 RSU Scheme was 1,416,017 as at December 31, 2025 and 1,345,371 as at June 30, 2026. The June 30, 2026 balance comprised nil under the 2014 RSU Scheme and 1,345,371 under the 2024 RSU Scheme. The maximum number of RSUs that each participant may be granted under the 2024 RSU Scheme shall not exceed the limits as required under the GEM Listing Rules.

16. The 136,376 RSUs granted on December 5, 2025 under the 2024 RSU Scheme were fully vested on the date of grant. Their validity period is from December 5, 2025 to December 4, 2035.

17. The 70,646 RSUs granted to a consultant on April 30, 2026 under the 2024 RSU Scheme were fully vested on the date of grant. Their validity period is from April 30, 2026 to April 29, 2036.

Share Option Scheme

The Company conditionally approved the Share Option Scheme on November 20, 2014 which became effective on December 30, 2014, being the date of Listing. On August 12, 2015, October 9, 2015, June 15, 2016, January 18, 2017, April 1, 2019, August 16, 2019, September 12, 2019, May 17, 2021 and July 12, 2024, 1,849,192, 6,010,000, 1,750,000, 9,225,000, 1,300,000, 860,000, 6,900,000, 3,645,000, and 11,039,249 share options were granted with exercise price of HKD8.10, HKD7.18, HKD4.366, HKD3.10, HKD0.88, HKD0.65, HKD0.72, HKD0.784 and HKD0.335, respectively. The Company has used Binomial Option-Pricing Model to determine the fair value of the share option as of the grant date. For details of the accounting policy adopted for the share options and value of share options granted, please refer to note 2 and note 18(b) to the consolidated financial statements. For details of the principal terms of the Share Option Scheme, please refer to the section headed "Share Option Scheme" in the 2025 annual report of the Company.

Movement of Share Options

For the six months ended June 30, 2026, details of the movement of outstanding share options of the Company are as follows:

Category	Date of grant	Option period (note 1)	Share options granted	Exercise price HKD	Closing Price of the Shares immediately before the date of grant HKD	Outstanding balance as of December 31, 2025	During the reporting period Granted	Exercised	Cancelled	Lapsed	Outstanding balance as of June 30, 2026
Ms. Liao Mingxiang (former Director) (note 8)	May 17, 2021	May 17, 2021 to May 16, 2031	1,100,000 (note 5)	0.784	0.75	275,000	–	–	–	–	275,000
Mr. Chen Hao (former Director) (notes 7 and 8)	October 9, 2015	October 9, 2015 to October 8, 2025	100,000 (note 3)	7.18	7.18	0	–	–	–	–	0
	January 18, 2017	January 18, 2017 to January 17, 2027	1,000,000 (note 3)	3.10	3.10	1,000,000	–	–	–	–	1,000,000
	May 17, 2021	May 17, 2021 to May 16, 2031	500,000 (note 5)	0.784	0.75	125,000	–	–	–	–	125,000
Mr. Wang Jin (Director) (note 7)	June 15, 2016	June 15, 2016 to June 14, 2026	300,000 (note 3)	4.366	4.18	300,000	–	–	–	300,000	0
	April 1, 2019	April 1, 2019 to March 31, 2029	1,000,000 (note 4)	0.88	0.88	1,000,000	–	–	–	–	1,000,000
	May 17, 2021	May 17, 2021 to May 16, 2031	500,000 (note 5)	0.784	0.75	125,000	–	–	–	–	125,000
	July 12, 2024	July 12, 2024 to July 11, 2034	2,759,812 (note 6)	0.335	0.310	2,759,812	–	–	–	–	2,759,812
Ms. Qi Yunxiao (note 8)	April 1, 2019	April 1, 2019 to March 31, 2029	300,000	0.88	0.88	300,000	–	–	–	–	300,000
	May 17, 2021	May 17, 2021 to May 16, 2031	300,000	0.784	0.88	75,000	–	–	–	–	75,000
Employees (other grantees)	August 12, 2015	August 12, 2015 to August 11, 2025	1,849,192 (note 2)	8.10	8.10	0	–	–	–	–	0
	October 9, 2015	October 9, 2015 to October 8, 2025	5,910,000 (note 3)	7.18	7.18	0	–	–	–	–	0
	June 15, 2016	June 15, 2016 to June 14, 2026	1,450,000 (note 3)	4.366	4.18	675,000	–	–	–	675,000	0
	January 18, 2017	January 18, 2017 to January 17, 2027	8,225,000 (note 3)	3.10	3.10	2,291,250	–	–	–	–	2,291,250
	August 16, 2019	August 16, 2019 to August 15, 2029	860,000 (note 3)	0.65	0.64	621,250	–	–	–	–	621,250
	May 17, 2021	May 17, 2021 to May 16, 2031	845,000 (note 3)	0.784	0.75	477,500	–	–	–	–	477,500
	May 17, 2021	May 17, 2021 to May 16, 2031	400,000 (note 5)	0.784	0.75	100,000	–	–	–	–	100,000
	July 12, 2024	July 12, 2024 to July 11, 2034	8,279,437 (note 6)	0.335	0.310	5,209,044	–	–	–	–	5,209,044

Notes:

1. The vesting period of the share options starts from the date of acceptance of the grant to the commencement of the exercise period.

2. The share options granted on August 12, 2015 may be exercised in accordance with the following vesting timetable:

Vesting dates	Cumulative percentage of share options vested
10 months upon the acceptance of the offer for grant of share options	25% (rounded down to the nearest integral number of shares) of the share options granted
16 months upon the acceptance of the offer for grant of share options	37.5% (rounded down to the nearest integral number of shares) of the share options granted
22 months upon the acceptance of the offer for grant of share options	50% (rounded down to the nearest integral number of shares) of the share options granted
28 months upon the acceptance of the offer for grant of share options	62.5% (rounded down to the nearest integral number of shares) of the share options granted
34 months upon the acceptance of the offer for grant of share options	75% (rounded down to the nearest integral number of shares) of the share options granted
40 months upon the acceptance of the offer for grant of share options	87.5% (rounded down to the nearest integral number of shares) of the share options granted
46 months upon the acceptance of the offer for grant of share options	100% (rounded down to the nearest integral number of shares) of the share options granted

3. The share options granted on October 9, 2015, June 15, 2016, January 18, 2017 and August 16, 2019 and those 845,000 share options granted to employees on May 17, 2021 may be exercised in accordance with the following vesting timetable:

Vesting dates	Cumulative percentage of share options vested
12 months upon the acceptance of the offer for grant of share options	25% (rounded down to the nearest integral number of shares) of the share options granted
18 months upon the acceptance of the offer for grant of share options	37.5% (rounded down to the nearest integral number of shares) of the share options granted
24 months upon the acceptance of the offer for grant of share options	50% (rounded down to the nearest integral number of shares) of the share options granted
30 months upon the acceptance of the offer for grant of share options	62.5% (rounded down to the nearest integral number of shares) of the share options granted
36 months upon the acceptance of the offer for grant of share options	75% (rounded down to the nearest integral number of shares) of the share options granted
42 months upon the acceptance of the offer for grant of share options	87.5% (rounded down to the nearest integral number of shares) of the share options granted
48 months upon the acceptance of the offer for grant of share options	100% (rounded down to the nearest integral number of shares) of the share options granted

4. The share options granted on April 1, 2019 may be exercised in accordance with the following vesting timetable:

Vesting dates	Cumulative percentage of share options vested
Upon the acceptance of the offer	50% (rounded down to the nearest integral number of shares) of the share options granted
6 months upon the acceptance of the offer for grant of share options	58.5% (rounded down to the nearest integral number of shares) of the share options granted
12 months upon the acceptance of the offer for grant of share options	67% (rounded down to the nearest integral number of shares) of the share options granted
18 months upon the acceptance of the offer for grant of share options	75.5% (rounded down to the nearest integral number of shares) of the share options granted
24 months upon the acceptance of the offer for grant of share options	84% (rounded down to the nearest integral number of shares) of the share options granted
30 months upon the acceptance of the offer for grant of share options	92.5% (rounded down to the nearest integral number of shares) of the share options granted
36 months upon the acceptance of the offer for grant of share options	100% (rounded down to the nearest integral number of shares) of the share options granted

5. The share options granted on May 17, 2021 (other than those 845,000 share options granted to employees as indicated in note 3) may be exercised in accordance with the following vesting timetable:

Vesting dates	Cumulative percentage of share options vested
May 17, 2021	25% (rounded down to the nearest integral number of shares) of the share options granted
January 1, 2022	50% (rounded down to the nearest integral number of shares) of the share options granted
July 1, 2022	62.5% (rounded down to the nearest integral number of shares) of the share options granted
January 1, 2023	75% (rounded down to the nearest integral number of shares) of the share options granted
July 1, 2023	87.5% (rounded down to the nearest integral number of shares) of the share options granted
January 1, 2024	100% (rounded down to the nearest integral number of shares) of the share options granted

6. The share options granted on July 12, 2024 may be exercised in accordance with the following vesting timetable:

Vesting dates	Cumulative percentage of share options vested
date of grant	25% of the share options granted
the date ending 3 months after the date of grant	34.375% of the share options granted
the date ending 6 months after the date of grant	43.75% of the share options granted
the date ending 9 months after the date of grant	53.125% of the share options granted
the date ending 12 months after the date of grant	62.5% of the share options granted
the date ending 15 months after the date of grant	71.875% of the share options granted
the date ending 18 months after the date of grant	81.25% of the share options granted
the date ending 21 months after the date of grant	90.625% of the share options granted
the date ending 24 months after the date of grant	100% of the share options granted

7. Such individuals are among the five persons with the highest total emoluments of the Group for the six months ended June 30, 2026.

8. Ms. Liao Mingxiang served as the executive Director and chief executive officer of the Company, member of the Remuneration Committee, compliance officer of the Company under Rule 5.19 of the GEM Listing Rules and authorized representative of the Company under Rule 5.24 of the GEM Listing Rules. Ms. Liao Mingxiang resigned from the above positions since February 26, 2023. Ms. Qi Yunxiao served as a vice president of the Company, and resigned from the above position since March 25, 2023. Mr. Chen Hao served as an executive Director and resigned from the above position since September 2, 2024.

9. Please refer to the announcements of the Company dated August 12, 2015, October 9, 2015, June 15, 2016, January 18, 2017, April 1, 2019, August 16, 2019, September 12, 2019, January 21, 2020, February 7, 2020, May 17, 2021, May 18, 2021 and July 12, 2024 for details.

10. The Share Option Scheme expired on December 29, 2024. Accordingly, no further options may be granted under that scheme and the number of options available for grant as at January 1, 2026 and June 30, 2026 were nil, respectively.

2025 Share Scheme

The 2025 Share Scheme was adopted by the shareholders of the Company at the annual general meeting of the Company held on May 16, 2025 (the "**Adoption Date**").

The key terms of the 2025 Share Scheme are as follows:

(a) *Purposes of the 2025 Share Scheme*

The purposes of the 2025 Share Scheme are (i) to provide eligible participants under the 2025 Share Scheme (the "**Eligible Participants**") with the opportunity to acquire the ownership interest in the Company; (ii) to encourage and retain such individuals to promote the ongoing operations and development of the Group; (iii) to provide such individuals with additional incentives to achieve performance targets; (iv) to attract suitable employees to drive the further development of the Group; (v) to attract and retain or otherwise maintain the ongoing business relationships with Service Providers who contribute to the Group; and (vi) to motivate such individuals to maximize value for the Group, in order to benefit the Eligible Participants and the Company, to achieve the goal of enhancing the value of the Group, and to align their interests directly with those of the Shareholders through the ownership of Shares.

(b) *Eligible Participants in the 2025 Share Scheme*

The Eligible Participants of the 2025 Share Scheme include:

(i) director(s) and employee(s) of the Group (including persons who are granted options and/or RSUs (as the case may be) under the 2025 Share Scheme to facilitate their entering into employment contracts with the Group) (the "**Employee Participants**");

(ii) director(s) and employee(s) of the holding companies, fellow subsidiaries or associated companies of the Company (the "**Related Entity Participants**"); and

(iii) person(s) who provide services to the Group on a continuing or recurring basis in its ordinary and usual course of business which are in the interests of the long-term growth of the Group, including (i) suppliers, contractors or sub-contractors who provide services to any members of the Group during the ordinary and usual course of business of the Group; and (ii) agents, advisors and consultants to any members of the Group who provide consulting and/or advising services regarding any business aspects or in the ordinary and usual course of business of the Group, excluding (i) placing agents or financial advisors providing advisory services for fundraising, mergers or acquisitions, and (ii) professional services providers such as auditors or valuers who provide assurance or are required to perform their services with impartiality and objectivity (the "**Service Providers**").

(c) Maximum number of Shares subject to the 2025 Share Scheme

The Scheme Mandate Limit approved on the Adoption Date was 36,797,496 Shares. As at January 1, 2026 and June 30, 2026, there were 36,797,496 Shares remained available for future grants under the Scheme Mandate Limit, respectively, representing approximately 9.96% of the issued share capital of the Company (excluding treasury Shares), respectively.

The Service Provider Sub-limit approved on the Adoption Date was 3,679,749 Shares. As at January 1, 2026 and June 30, 2026, there were 3,679,749 Shares remained available under that sub-limit, respectively, representing approximately 1% of the issued share capital of the Company (excluding treasury Shares), respectively.

(d) *Maximum entitlement of each Eligible Participant*

Where (a) any grant of RSUs under the 2025 Share Scheme or awards (excluding share options) under share schemes of the Company involving the issue of new Shares to a chief executive officer of the Company or Director (excluding any independent non-executive Director) or any of their respective associates, resulting in the aggregate number of new Shares issued and to be issued in respect of all RSUs and the awards (excluding RSUs and awards that have been lapsed under the terms of the 2025 Share Scheme and share schemes of the Company involving the issue of new Shares and share options) in any 12-month period up to and including the date of grant to such individuals exceeding 0.1% of the total number of Shares then in issue (excluding treasury Shares), or (b) any options and/or RSUs are granted to a substantial shareholder of the Company or independent non-executive Director or any of their respective associates, resulting in the aggregate number of new Shares issued and to be issued under the options and RSUs granted and the awards granted under the share schemes of the Company involving the issue of new Shares (excluding options, RSUs and awards that have been lapsed under the terms of the 2025 Share Scheme and share schemes of the Company involving the issue of new Shares) in any 12-month period up to and including the date of grant to such individuals exceeding 0.1% of the total number of Shares then in issue (excluding treasury Shares), such grant must be approved by the Shareholders in a general meeting of the Company.

During any 12-month period up to and including the date of grant, the total number of new Shares in issue and to be issued under all options, RSUs and awards granted or to be granted to any Eligible Participants under the 2025 Share Scheme and other share schemes involving the issue of new Shares (excluding any options, RSUs and awards lapsed in accordance with the 2025 Share Scheme and any other share schemes of the Company involving the issue of new Shares) shall not exceed 1% of the relevant class of Shares (excluding treasury Shares) of the Company in issue then, unless such proposed grant has been approved by shareholders of the Company at a general meeting and the Eligible Participant and its close associates or (if the Eligible Participant is a connected person) its associates must abstain from voting.

(e) *Time of exercise*

Subject to the terms of the 2025 Share Scheme, an option and/or RSU may be exercised at any time during the period stipulated in the grant to the Eligible Participant, which is determined by the Board according to its absolute discretion, but in respect of any option, such period shall not exceed 10 years from the date of grant (the "**Exercise Period**").

(f) *Vesting period*

The vesting period of an option and/or RSU shall be determined by the Board at its discretion and shall not be less than 12 months, provided that if the Remuneration Committee (or, as the case may be, the Board) determines that a shorter vesting period is appropriate for the purposes of the 2025 Share Scheme, the Remuneration Committee (where such arrangements involve the grant of options and/or RSUs to the Directors and/or the Senior Management) or the Board (where such arrangements do not involve any grant of options and/or RSUs to the Directors and/or the Senior Management) shall be entitled to set a shorter vesting period for the Employee Participants.

(g) *Acceptance*

Options and/or RSUs shall remain open for acceptance by the relevant Eligible Participant in writing in such form as the Board may require for a period of 30 days from the date of grant. In terms of offer of options, no offer shall be accepted upon the expiry of the Exercise Period. If the offer is not accepted, the offer of options shall lapse. In terms of offer of RSUs, no offer shall be accepted upon the expiry of the valid period of the 2025 Share Scheme. If the offer is not accepted, the offer of RSUs shall lapse. Unless the grantee remains an Eligible Participant while accepting the grant, such grant shall not be accepted. Unless otherwise determined by the Board in the grant letter, Eligible Participants shall not be liable or required to pay any price or expense in connection with the acceptance of options and/or RSUs. Options and/or RSUs are deemed to be granted as of the date of the grant letter when the Company receives from the grantee a copy of the letter of acceptance for the options and/or RSUs duly signed by the grantee.

(h) Exercise price

The exercise price (if any) of any particular option and/or RSU shall be such price determined by the Board in its absolute discretion based on the closing price of the Shares, the purposes of the grant of options and/or RSUs, the situation and backgrounds of the Eligible Participants and etc. (and shall be stated in the grant letter), but shall be subject to any adjustments pursuant to the 2025 Share Scheme. Without prejudice to the generality of the aforesaid provisions, the Board may grant options and/or RSUs at different prices at different times during the Exercise Period.

Subject to any adjustments pursuant to the 2025 Share Scheme, the exercise price of an option shall, in any event, not be less than the highest of: (a) the closing price of the Shares as stated in the daily quotation sheet issued by the Stock Exchange on the date of grant which must be a business day; (b) the average closing price of the Shares as stated in the daily quotation sheets issued by the Stock Exchange for the five business days immediately preceding the date of grant; and (c) the nominal value of the Shares.

(i) Term and remaining life of the 2025 Share Scheme

The 2025 Share Scheme shall continue to be in force and effective for a period of ten years from the effective date. Following the termination of the 2025 Share Scheme, no further options and/or RSUs will be granted but the provisions of the 2025 Share Scheme will otherwise remain in full force and effect to the extent that options and/or RSUs granted or exercised prior to the termination of the 2025 Share Scheme will be implemented in accordance with the terms of the 2025 Share Scheme. As at the date of this report, the remaining life of the 2025 Share Scheme was approximately eight years and eleven months.

Awards granted under the 2025 Share Scheme during the six months ended June 30, 2026 comprised 0 option and 0 RSU.

Other Information

The weighted average closing prices immediately before RSU vesting during the reporting period were HK$0.2832 per Share, respectively. No share options were exercised during the reporting period.

No grantee of the Share Incentive Scheme, the Share Option Scheme and the 2025 Share Scheme was granted and will be granted in excess of the 1% individual limit.

During the reporting period, no options or awards involving the issue of new Shares were granted under any share scheme of the Company. Accordingly, the ratio of the number of Shares that may be issued in respect of options and awards granted during the reporting period to the weighted average number of Shares in issue (excluding treasury shares) for the reporting period was nil. The 70,646 RSUs granted under the 2024 RSU Scheme during the reporting period are satisfied by existing Shares and do not involve the issue of new Shares.

As at June 30, 2026, 14,358,856 share options remained outstanding under the Share Option Scheme, including unvested options, entitling the holders to subscribe for 14,358,856 new Shares, representing approximately 3.89% of the 369,492,964 Shares in issue.

Interests in Competing Business

None of the Directors or controlling shareholders of the Company or any of their respective associates, as defined in the GEM Listing Rules, has engaged in any business that competes or may compete, either directly or indirectly, with the businesses of the Group or has any other conflict of interests with the Group for the six months ended June 30, 2026.

Material Acquisitions or Disposal of Subsidiaries, Associates and Joint Venture

The Company did not carry out material acquisitions or disposals of subsidiaries, associates or joint venture during the six months ended June 30, 2026.

Purchase, Sale or Redemption of Listed Securities of the Company

During the six months ended June 30, 2026, neither the Company, nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities (including treasury shares). As of June 30, 2026, the Company did not hold any treasury shares.

Corporate Governance

The Company's corporate governance practices are based on the principles and code provisions in the Corporate Governance Code (the "**Code**") as set out in Part 2 of Appendix C1 to the GEM Listing Rules.

In the opinion of the Board, the Company has complied with the code provisions as set out in Part 2 of the Code for the six months ended June 30, 2026, except for the deviation from code provision C.2.1 of the Code.

Chairman and Chief Executive Officer

Since February 26, 2023, Mr. Wang Feng has been appointed as the chairman of the Board and the chief executive officer of the Company. Pursuant to code provision C.2.1 of the Code, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. Despite deviating from code provision C.2.1 of the Code, the Board believes that Mr. Wang, being the chairman of the Board, is familiar with the Company's business operation and has superior knowledge and experience of the Company's business, vesting the roles of both the chairman and the chief executive officer in the same person has the benefit of ensuring consistent leadership with the Company and improving the efficiency of overall strategic planning for the Company. Although the responsibilities of the chairman and the chief executive officer are vested in one person, all major decisions are made in consultation with the Board members and the senior management of the Company. In addition, the Board meets regularly to consider major matters affecting the operations of the Group and all Directors are properly and promptly briefed on such matters with adequate, complete and reliable information. Under the current relatively independent board structure (independent non-executive Directors accounting for the majority), the Board is appropriately structured with balance of power to provide sufficient checks to protect the interests of the Company and its shareholders.

The Board will periodically review the effectiveness of this arrangement and consider separating the roles of chairman of the Board and chief executive officer of the Company when it thinks appropriate, for the purpose of complying with the Code and maintaining a high standard of corporate governance practices of the Company.

Changes in Information of the Directors and Chief Executive

Subsequent to the date of the annual report for the year ended December 31, 2025 and up to the date of this interim report, the Company is not aware of any change in the information of the directors and chief executive which is required to be disclosed pursuant to Rule 17.50A(1) of the GEM Listing Rules.

Audit Committee

The Audit Committee was established on April 24, 2014. The chairman of the Audit Committee is Ms. Wu Yueqin, an independent non-executive Director and other members include Mr. Zhang Xiangdong and Mr. Fu Frank Kan, independent non-executive Directors. The written terms of reference of the Audit Committee are posted on the HKEXnews website at www.hkexnews.hk and on the Company's website at www.linekong.com.

The primary duties of the Audit Committee are mainly to review the financial information and reporting process, internal control procedures and the Company's risk management and internal control systems, the effectiveness of the internal audit function, audit plan and relationship with external auditors and arrangements to enable employees of the Company to raise, in confidence, concerns about possible improprieties in financial reporting, internal control or other matters of the Company.

The Company has complied with Rule 5.28 of the GEM Listing Rules in that the Audit Committee must comprise a minimum of three members with a majority of independent non-executive Directors and must be chaired by an independent non-executive Director, and that at least one of the members of the Audit Committee is an independent non-executive Director who possesses appropriate professional qualifications or accounting related financial management expertise as required by Rule 5.05(2) of the GEM Listing Rules.

The Group's unaudited financial statements for the six months ended June 30, 2026 have been reviewed by the Audit Committee. The Audit Committee is of the opinion that the unaudited financial statements of the Group for the six months ended June 30, 2026 comply with applicable accounting standards, GEM Listing Rules and that adequate disclosures have been made.

Directors' securities transactions

The Company has adopted the required standard against which Directors must measure their conduct regarding transactions in securities of their issuers (the "**Required Standard of Dealings**") as set out in Rules 5.48 to 5.67 of the GEM Listing Rules. Among other things, the Company periodically issues notices to its Directors reminding them of the general prohibition on dealing in the Company's listed securities during the blackout periods before the publication of announcements of financial results of the Group.

After specific enquiries were made with all Directors, all Directors confirmed that they have complied with the Required Standard of Dealings for the six months ended June 30, 2026.

SUBSEQUENT EVENTS

There are no material subsequent events required to be disclosed after the reporting period and up to the date of this report.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE (LOSS)/INCOME

For the six months ended June 30, 2026

	Note	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Revenue	5	**13,625**	28,537
Cost of revenue	8	**(11,507)**	(23,139)
Gross profit		**2,118**	5,398
Selling and marketing expenses	8	**(1,485)**	(1,160)
Administrative expenses	8	**(13,272)**	(12,823)
Research and development expenses	8	**(4,915)**	(1,512)
Net impairment losses on receivables and contract assets	8	**(92)**	(413)
Other operating (expenses)/income — net	6	**(23,187)**	16,079
Operating (loss)/profit		**(40,833)**	5,569
Other (losses)/gains — net	7	**(8,002)**	2,504
Finance (cost)/ income — net		**(244)**	205
Share of profit of investment accounted for using equity method		**816**	2,789
(Loss)/profit before income tax		**(48,263)**	11,067
Income tax credit	9	**40**	—
(Loss)/profit for the period		**(48,223)**	11,067
Other comprehensive loss			
Items that may be subsequently reclassified to profit or loss:			
— Share of other comprehensive loss of investment accounted for using equity method, net of tax		**(2,477)**	(386)
Items that will not be reclassified to profit or loss:			
— Currency translation differences		**(4,352)**	(1,057)
Other comprehensive loss for the period, net of tax		**(6,829)**	(1,443)
Total comprehensive (loss)/income for the period		**(55,052)**	9,624

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE (LOSS)/INCOME (Continued)

For the six months ended June 30, 2026

	Note	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
(Loss)/profit attributable to:			
Owners of the Company		**(47,980)**	11,429
Non-controlling interests		**(243)**	(362)
(Loss)/profit for the period		**(48,223)**	11,067
Total comprehensive (loss)/income attributable to:			
Owners of the Company		**(54,809)**	9,986
Non-controlling interests		**(243)**	(362)
Total comprehensive (loss)/income for the period		**(55,052)**	9,624
(Loss)/earnings per share (expressed in RMB per share)			
— Basic	*10*	**(0.132)**	0.032
— Diluted	*10*	**(0.132)**	0.032

The above interim condensed consolidated statement of profit or loss and other comprehensive (loss)/income should be read in conjunction with the accompanying notes.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of June 30, 2026

	Note	As of June 30, 2026 RMB'000 (Unaudited)	As of December 31, 2025 RMB'000 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	11	3,913	4,304
Right-of-use assets	11	4,930	5,337
Intangible assets	11	61,796	87,571
Film rights and films in progress	12	14,092	12,728
Investment accounted for using equity method		40,800	42,461
An associate measured at fair value through profit or loss		20,893	20,332
Financial assets at fair value through profit or loss	13	17,314	20,706
Other receivables	15	1,747	1,698
Other non-current assets	16	6,034	5,667
		171,519	200,804
Current assets			
Inventories		317	165
Trade receivables	14	2,575	2,641
Financial assets at fair value through profit or loss	13	1,025	2,471
Other receivables	15	15,978	15,847
Other current assets	16	22,761	22,747
Restricted cash		—	332
Cash and cash equivalents		44,267	67,242
		86,923	111,445
Total assets		258,442	312,249

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

As of June 30, 2026

	Note	**As of June 30, 2026 RMB'000 (Unaudited)**	As of December 31, 2025 RMB'000 (Audited)
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital		**59**	59
Share premium		**1,721,397**	1,721,397
Shares held for restricted share unit scheme		**(10,555)**	(10,555)
Reserves	*17*	**422,442**	428,835
Accumulated losses		**(1,965,928)**	(1,917,948)
		167,415	221,788
Non-controlling interests		**(2,809)**	(2,566)
Total equity		**164,606**	219,222
Liabilities			
Non-current liabilities			
Contract liabilities		**3,351**	3,552
Lease liabilities		**2,385**	2,863
Deferred income tax liabilities		**27**	70
		5,763	6,485
Current liabilities			
Trade and other payables	*19*	**43,588**	44,513
Current income tax liabilities		**2,268**	2,598
Contract liabilities		**39,841**	37,333
Lease liabilities		**2,376**	2,098
		88,073	86,542
Total liabilities		**93,836**	93,027
Total equity and liabilities		**258,442**	312,249

The above interim condensed consolidated statement of financial position should be read in conjunction with the accompanying notes.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended June 30, 2026

		Attributable to owners of the Company							
(Unaudited)	*Note*	Share capital RMB'000	Share premium RMB'000	Shares held for RSU Scheme RMB'000	Reserves (Note 17) RMB'000	Accumulated losses RMB'000	Total RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
Balance as of January 1, 2026		59	1,721,397	(10,555)	428,835	(1,917,948)	221,788	(2,566)	219,222
Comprehensive loss									
Loss for the period		–	–	–	–	(47,980)	(47,980)	(243)	(48,223)
Other comprehensive loss									
– Share of other comprehensive loss of investment accounted for using equity method, net of tax		–	–	–	(2,477)	–	(2,477)	–	(2,477)
– Currency translation differences		–	–	–	(4,352)	–	(4,352)	–	(4,352)
Total comprehensive loss for the period		–	–	–	(6,829)	(47,980)	(54,809)	(243)	(55,052)
Total contributions by and distributions to owners of the Company recognised directly in equity									
Employee share option and RSU Scheme:									
– Value of employee services	*18*	–	–	–	436	–	436	–	436
Total contributions by and distributions to owners of the Company for the period		–	–	–	436	–	436	–	436
Balance as of June 30, 2026		59	1,721,397	(10,555)	422,442	(1,965,928)	167,415	(2,809)	164,606

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Continued)

For the six months ended June 30, 2026

(Unaudited)	Note	Attributable to owners of the Company Share capital RMB'000	Share premium RMB'000	Shares held for RSU Scheme RMB'000	Reserves (Note 17) RMB'000	Accumulated losses RMB'000	Total RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
Balance as of January 1, 2025		59	1,720,690	(10,555)	432,112	(1,907,659)	234,647	(439)	234,208
Comprehensive income/(loss)									
Profit/(loss) for the period		–	–	–	–	11,429	11,429	(362)	11,067
Other comprehensive loss									
– Share of other comprehensive loss of investment accounted for using equity method, net of tax		–	–	–	(386)	–	(386)	–	(386)
– Currency translation differences		–	–	–	(1,057)	–	(1,057)	–	(1,057)
Total comprehensive (loss)/ income for the period		–	–	–	(1,443)	11,429	9,986	(362)	9,624
Total contributions by and distributions to owners of the Company recognised directly in equity									
Employee share option and RSU Scheme:									
– Value of employee services	*18*	–	–	–	1,775	–	1,775	–	1,775
Total contributions by and distributions to owners of the Company for the period		–	–	–	1,775	–	1,775	–	1,775
Balance as of June 30, 2025		59	1,720,690	(10,555)	432,444	(1,896,230)	246,408	(801)	245,607

The above interim condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended June 30, 2026

	Note	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Cash flows from operating activities			
Cash used in operations		**(9,460)**	(18,393)
Income tax paid		**(90)**	—
Net cash outflow from operating activities		**(9,550)**	(18,393)
Cash flows from investing activities			
Purchase of property, plant and equipment	*11*	**(1,422)**	(624)
Purchase of intangible assets	*11*	**(14,269)**	(56,358)
Proceed from disposal of property, plant and equipment		**106**	589
Proceeds from disposal of intangible assets		**9,928**	55,450
Capital reduction from financial assets at fair value through profit or loss		**—**	1,376
Proceeds from disposal of financial assets at fair value through profit or loss		**17,998**	9,923
Purchase of financial assets at fair value through profit or loss		**(21,645)**	(8,070)
Payments for film rights and films in progress	*12*	**(1,364)**	(822)
Loan repaid from a third party		**—**	5,000
Interest received		**126**	369
Withdrawal of restricted cash		**332**	—
Net cash (outflow)/inflow from investing activities		**(10,210)**	6,833

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

For the six months ended June 30, 2026

	Note	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Cash flows from financing activities			
Principal elements of lease payments		(1,020)	—
Interest elements of lease payments		(79)	—
Net cash outflow from financing activities		(1,099)	—
Net decrease in cash and cash equivalents		(20,859)	(11,560)
Cash and cash equivalents at beginning of period		67,242	89,883
Effects of exchange rate changes on cash and cash equivalents		(2,116)	(564)
Cash and cash equivalents at end of the period		44,267	77,759

The above interim condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

1. General information

Linekong Interactive Group Co., Ltd. (the "**Company**"), was incorporated in the Cayman Islands on May 24, 2007 as an exempted company with limited liability under the Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The address of the Company's registered office is Floor 4, Willow House, Cricket Square, P.O. Box 2804, Grand Cayman KY1-1112, the Cayman Islands. The Company's shares have been listed on GEM of The Stock Exchange of Hong Kong Limited since December 30, 2014 by way of its initial public offering ("**IPO**").

The Company is an investment holding company. The Company and its subsidiaries (together, the "**Group**") are principally engaged in developing and publishing online games (the "**Game Business**") in the People's Republic of China (the "**PRC**") and other countries and regions, and film and online drama business (the "**Film Business**") in the PRC.

The interim condensed consolidated statement of financial position of the Group as of June 30, 2026 and the related interim condensed consolidated statements of profit or loss and other comprehensive loss for the six-month period then ended, changes in equity and cash flows for the six-month period then ended, and a summary of material accounting policies information (collectively defined as the "**Interim Financial Information**") have been approved by the Board of Directors on August 28, 2026.

The Interim Financial Information is presented in Renminbi ("**RMB**"), unless otherwise stated.

The Interim Financial Information has not been audited.

2. Basis of preparation

The Interim Financial Information has been prepared in accordance with International Accounting Standard ("**IAS**") 34, "Interim financial reporting". The Interim Financial Information does not include all the notes of the type normally included in an annual financial report. Accordingly, the Interim Financial Information should be read in conjunction with the annual consolidated financial statements of the Company for the year ended December 31, 2025 as set out in the 2025 annual report of the Company (the "**2025 Financial Statements**"), which have been prepared in accordance with all applicable IFRS Accounting Standards, and any public announcements made by the Company during the interim reporting period.

3. Summary of material accounting policies information and critical accounting estimates and judgments

3.1 Summary of material accounting policies information

The accounting policies applied in the preparation of Interim Financial Information are consistent with those of the annual financial statements for the year ended December 31, 2025, as described in 2025 Financial Statements, except for the estimation of income tax using the tax rate that would be applicable to expected total annual earnings and the adoption of new and amended standards as set out below. The Interim Financial Information has been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss and an associate measured at fair value through profit or loss which are carried at fair value.

(a) New and amended standards adopted by the Group

A number of new or amended standards became applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

3. Summary of material accounting policies information and critical accounting estimates and judgments (Continued)

3.1 Summary of material accounting policies information (Continued)

(b) Impact of standards issued but not yet applied by the entity

Certain standards, amendments and interpretations to existing standards have been issued but are not yet effective for the financial period beginning January 1, 2026, and are not expected to have a material impact on consolidated financial statements in the foreseeable future.

3.2 Critical accounting estimates and judgments

The preparation of the Interim Financial Information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

When preparing the Interim Financial Information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the 2025 Financial Statements.

4. Financial risk management

4.1 Financial risk factors

The Group is subject to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk, concentration risk and liquidity risk.

The Interim Financial Information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the 2025 Financial Statements.

There have been no changes in the risk management policies during the six months ended June 30, 2026.

4.2 Fair value estimation

(i) Fair value hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

4. Financial risk management (Continued)

4.2 Fair value estimation (Continued)

(i) Fair value hierarchy (Continued)

The Group did not have any financial liabilities that were measured at fair value as of June 30, 2026 and December 31, 2025.

	Level 1 RMB'000 (Unaudited)	Level 2 RMB'000 (Unaudited)	Level 3 RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
As of June 30, 2026				
Assets				
An associate measured at fair value through profit or loss	—	—	20,893	20,893
Financial assets at fair value through profit or loss				
— Unlisted securities	—	—	17,314	17,314
— Listed securities	1,025	—	—	1,025
	1,025	—	38,207	39,232

	Level 1 RMB'000 (Audited)	Level 2 RMB'000 (Audited)	Level 3 RMB'000 (Audited)	Total RMB'000 (Audited)
As of December 31, 2025				
Assets				
An associate measured at fair value through profit or loss	—	—	20,332	20,332
Financial assets at fair value through profit or loss				
— Unlisted securities	—	—	20,706	20,706
— Listed securities	2,471	—	—	2,471
	2,471	—	41,038	43,509

There were no transfers between level 1, 2 and 3 during the six months ended June 30, 2026 and the year ended December 31, 2025.

4. Financial risk management (Continued)

4.2 Fair value estimation (Continued)

(ii) Valuation techniques used to determine fair values

The fair value of financial instruments traded in active markets is determined based on quoted market prices at the end of the reporting period. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required for evaluating the fair value of a financial instrument are observable, the instrument is included in level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Specific valuation techniques used to value financial instruments include:

- quoted market prices or dealer quotes for similar instruments;

4. Financial risk management (Continued)

4.2 Fair value estimation (Continued)

(ii) Valuation techniques used to determine fair values (Continued)

- discounted cash flow model and unobservable inputs mainly including assumptions of expected future cash flows and discount rate; and

- a combination of observable inputs and unobservable inputs, including discount rate, risk-free interest rate and expected volatility.

The fair value of the investment in associate is primarily based on the Group's attributable portion of the reported net asset value ("**NAV**") of the associate. The NAV was derived from the fair value of the underlying investments (most of total assets of the associate represented financial assets measured at fair value) at the same measurement date as that used by the Group. The Group understands and assesses the valuations provided by the general partner of the associate and made necessary adjustments as a result of the assessment. The associate measured at fair value through profit or loss is included in level 3.

4. Financial risk management (Continued)

4.2 *Fair value estimation (Continued)*

(iii) *Fair value measurements using significant unobservable inputs*

The following table presents the changes in level 3 financial assets for the six months ended June 30, 2026 and 2025, respectively.

	An associate at fair value through profit or loss RMB'000 (Unaudited)	Financial assets at fair value through profit or loss-unlisted securities RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
Opening balance as of January 1, 2026	20,332	20,706	41,038
Additions	—	2,160	2,160
Gains/(losses) recognised in other losses — net	561	(5,714)	(5,153)
Foreign exchange adjustments	—	162	162
Closing balance as of June 30, 2026	20,893	17,314	38,207

4. Financial risk management (Continued)

4.2 Fair value estimation (Continued)

(iii) Fair value measurements using significant unobservable inputs (Continued)

	An associate at fair value through profit or loss RMB'000 (Unaudited)	Financial assets at fair value through profit or loss RMB'000 (Unaudited)	Total RMB'000 (Unaudited)
Opening balance as of January 1, 2025	21,643	40,294	61,937
Disposals	—	(9,500)	(9,500)
Capital reduction	—	(1,376)	(1,376)
Gains recognised in other gains — net	—	1,559	1,559
Closing balance as of June 30, 2025	21,643	30,977	52,620

(iv) Valuation inputs and relationships to fair value

The components of the level 3 instruments include investments in unlisted securities and an associate measured at fair value through profit or loss. As these instruments are not traded in an active market, their fair values have been determined using various applicable methodologies.

4. Financial risk management (Continued)

4.2 *Fair value estimation (Continued)*

(iv) *Valuation inputs and relationships to fair value (Continued)*

As of June 30, 2026

	As of June 30, 2026	Valuation technique	Significant unobservable inputs	Percentage or ratio range	Sensitivity of fair value to the input
Unlisted securities	17,314	Discounted cash flow model	Discount rate	20% – 24%	*Note (a)*
			Compound annual growth rate of revenue	2% – 78%	
			Discount for lack of marketability	15% – 30%	
			Volatility	37% – 107%	
An associate measured at fair value through profit or loss	20,893	*Note 4.2(ii)*	*Note (b)*	N/A	*Note (b)*

As of December 31, 2025

	As of December 31, 2025	Valuation technique	Significant unobservable inputs	Percentage or ratio range	Sensitivity of fair value to the input
Unlisted securities	20,706	Discounted cash flow model	Discount rate	20% – 24%	*Note (a)*
			Compound annual growth rate of revenue	8% – 76%	
			Discount for lack of marketability	15% – 30%	
			Volatility	37% – 107%	
An associate measured at fair value through profit or loss	20,332	*Note 4.2(ii)*	*Note (b)*	N/A	*Note (b)*

4. Financial risk management (Continued)

4.2 Fair value estimation (Continued)

(iv) Valuation inputs and relationships to fair value (Continued)

Notes:

(a) The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements.

As of June 30, 2026

Key unobservable inputs	Range of inputs	Change	Fair value increase/ (decrease) for the six months ended June 30, 2026 RMB'000
Discount rate	20% – 24%	-1%	736
		+1%	(1,165)
Compound annual growth rate of revenue	2% – 78%	-5%	(3,081)
		+5%	2,863
Discount for lack of marketability	15% – 30%	-5%	763
		+5%	(981)
Volatility	37% – 107%	-5%	79
		+5%	(1)

4. Financial risk management (Continued)

4.2 *Fair value estimation (Continued)*

(iv) *Valuation inputs and relationships to fair value (Continued)*

Notes: (Continued)

(a) The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements. (Continued)

As of 31 December, 2025

Key unobservable inputs	Range of inputs	Change	Fair value increase/ (decrease) for the year ended 31 December, 2025 RMB'000
Discount rate	20% – 24%	-1%	1,160
		+1%	(942)
Compound annual growth rate of revenue	8% – 76%	-5%	(2,328)
		+5%	2,538
Discount for lack of marketability	15% – 30%	-5%	1,426
		+5%	(1,213)
Volatility	37% – 107%	-5%	82
		+5%	(1)

b) The unobservable inputs which significantly impacted the fair value are the net asset value of the associate reported by its general partner and the adjustment made by the Group (together, the "**adjusted NAV**"). If the adjusted NAV increased/decreased by 5% as of June 30, 2026, the fair value as of June 30, 2026 would increase/decrease by RMB1,045,000 (December 31, 2025: RMB1,017,000).

5. Revenue and segment information

The chief operating decision maker ("**CODM**") of the Group, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the executive directors that make strategic decisions.

The Group separately manages the production and operation of each segment and evaluates their operating results respectively, in order to make decisions about resources to be allocated to these segments and to assess their performance. For the six months ended June 30, 2026 and 2025, the Group is organised into two reportable operating segments.

The Group identifies two operations segments as follows:

— Game Business, which is primarily engaged in developing and publishing online games in the PRC and other countries and regions; and

— Film Business, which is primarily engaged in licensing self-developed online drama rights to third-party publishers and producing online drama rights for specific customers in the PRC.

The accounting policies of the operating segments are the same as the Group's accounting policies. Segment loss represents the loss from each segment without allocation of unallocated expenses, losses/gains on disposal of intangible assets, impairment on intangible assets, other losses/gains-net, finance cost/income-net and share of profit of investment accounted for using equity method. The CODM assesses the performance of the operating segments based on the operating profit/loss of each reporting segments.

5. Revenue and segment information (Continued)

Segment revenue and results

	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Segment revenue:		
Game Business		
— Sales of in-game virtual items	**12,364**	16,861
— License fee and technical support fee	**—**	302
	12,364	17,163
Film Business		
— Licensing and production of online dramas and others	**566**	11,374
Other operation		
— Sales of goods	**695**	—
	13,625	28,537

5. Revenue and segment information (Continued)

Segment revenue and results (Continued)

The following is an analysis of the Group's revenue and results by reportable segment:

	Game Business Six months ended June 30,		Film Business Six months ended June 30,		Other operation Six months ended June 30,		Total Six months ended June 30,	
	2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)	**2026 RMB'000 (Unaudited)**	2025 RMB'000 (Unaudited)	**2026 RMB'000 (Unaudited)**	2025 RMB'000 (Unaudited)	**2026 RMB'000 (Unaudited)**	2025 RMB'000 (Unaudited)
Segment revenue	**12,364**	17,163	**566**	11,374	**695**	—	**13,625**	28,537
Segment loss	**(6,000)**	(6,191)	**(1,257)**	(2,180)	**(4,844)**	—	**(12,101)**	(8,371)
(Losses)/gains on disposal of intangible assets							**(3,242)**	19,755
Impairment on intangible assets							**(24,090)**	(4,236)
Unallocated corporate expenses							**(1,400)**	(1,579)
Other (losses)/gains — net							**(8,002)**	2,504
Finance (cost)/income — net							**(244)**	205
Share of profit of investment accounted for using equity method							**816**	2,789
(Loss)/profit before income tax							**(48,263)**	11,067

5. Revenue and segment information (Continued)

Segment revenue and results (Continued)

A breakdown of revenue derived from the PRC and South Korea in the respective period is as follows:

	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Revenue from external customers:		
— PRC	**9,985**	22,512
— South Korea	**3,640**	6,025
	13,625	28,537

A breakdown of revenue derived from the transfer of goods and services recognised over time and at a point in time in the respective period is as follows:

	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Revenue from contracts with customers		
— Recognised over time	**12,364**	28,100
— Recognised at a point in time	**1,261**	437
	13,625	28,537

5. Revenue and segment information (Continued)

Segment revenue and results (Continued)

The Group's non-current assets other than financial instruments and investment accounted for using equity method were located as follows:

	As of June 30, 2026 RMB'000 (Unaudited)	As of December 31, 2025 RMB'000 (Audited)
— PRC	**27,028**	24,699
— Hong Kong and other overseas countries	**63,708**	90,873
— South Korea	**29**	35
	90,765	115,607

6. Other operating (expenses)/income — net

	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Bad debt recovered	**800**	2
Government subsidies	**78**	144
Foreign exchange gains, net	**1,192**	393
Gain on disposal of property, plant and equipment	**55**	26
(Losses)/gains on disposal of intangible assets	**(3,242)**	19,755
Impairment on intangible assets	**(24,090)**	(4,236)
Waiver of other payables	**792**	—
Reversal of provision of compensation	**1,200**	—
Others	**28**	(5)
	(23,187)	16,079

7. Other (losses)/gains — net

	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Fair value (losses)/gains from financial assets at fair value through profit or loss	**(8,563)**	827
Fair value gain from an associate measured at fair value through profit or loss	**561**	—
Gain on disposal of financial assets at fair value through profit or loss	**—**	1,677
	(8,002)	2,504

8. Expenses by nature

Expenses included in cost of revenue, selling and marketing expenses, administrative expenses, research and development expenses, net impairment losses on receivables and contract assets are analysed as follows:

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Service charges by game distribution channels	**3,071**	3,743
Content fee to game developers	**2,913**	2,304
Bandwidth and server custody fees	**1,677**	1,856
Cost of inventory recognised as an expense	**347**	—
Film production costs	**262**	10,290
Employee benefit expenses (excluding share-based compensation expenses)	**14,604**	11,720
Charged to share-based compensation expenses	**436**	1,775
Depreciation of property, plant and equipment and right-of-use assets *(Note 11)*	**2,901**	1,452
Amortisation of intangible assets *(Note 11)*	**24**	35
Net impairment losses on receivables and contract assets	**92**	413
Promotion and advertising expenses	**112**	422
Travelling and entertainment expenses	**334**	354
Office rental expenses	**598**	1,049
Other professional service fees	**2,912**	2,634
Utilities and office expenses	**346**	158
Auditors' remuneration		
— Non-audit related services	**294**	294
Others	**348**	548
Total	**31,271**	39,047

9. Income tax credit

The income tax credit of the Group for six months ended June 30, 2026 and 2025 is analysed as follows:

	Six months ended June 30,	
	2026	2025
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Current income tax	**3**	—
Deferred tax	**(43)**	—
Income tax credit	**(40)**	—

The Company is incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law of Cayman Islands and accordingly, is exempted from Cayman Islands income tax.

No income tax provision for Hong Kong Profits Tax has been made, as the subsidiaries incorporated in Hong Kong did not have any taxable profit generated from operations in Hong Kong for the six months ended June 30, 2026 and 2025.

The income tax provision of the Group in respect of operations in the PRC has been calculated based on the statutory tax rate of 25% on the estimated assessable profits for the six months ended June 30, 2026 and 2025 of each of the group companies, except that: (i) one subsidiary of the Company, incorporated in Horgos, was entitled to a preferential income tax rate of 12.5% for the six months ended June 30, 2026 and 2025 under the relevant PRC tax rules and regulations; (ii) one subsidiary (for the six months ended June 30, 2025: two subsidiaries) of the Company were qualified as "High and New Technology Enterprises" and entitled to a preferential income tax rate of 15% for the six months ended June 30, 2026 and 2025; and (iii) three subsidiaries of the Company, incorporated in Horgos, were exempted from income taxes under the relevant PRC tax rules and regulations for the six months ended June 30, 2025; and (iv) four subsidiaries of the Company were qualified as a "Small Low-profit Enterprise" and were subject to EIT on 25% of its taxable income at a tax rate of 20% for the six months ended June 30, 2026.

10. (Loss)/earnings per share

(a) *Basic*

Basic (loss)/earnings per share for the six months ended June 30, 2026 and 2025 is calculated by dividing the (loss)/profit of the Group attributable to the owners of the Company of the period by the weighted average number of ordinary shares in issue during the period.

	Six months ended June 30,	
	2026 (Unaudited)	2025 (Unaudited)
(Loss)/profit attributable to owners of the Company (RMB'000)	**(47,980)**	11,429
Weighted average number of ordinary shares in issue (thousand shares)	**362,883**	356,980
Basic (loss)/earnings per share (expressed in RMB per share)	**(0.132)**	0.032

10. (Loss)/earnings per share (Continued)

(b) Diluted

Diluted (loss)/earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

For the six months ended June 30, 2026 and 2025, the Company had two categories of potential ordinary shares, restricted share units and share options granted to eligible person. As the Group incurred loss for the six months ended June 30, 2026, the potential ordinary shares were not included in the calculation of dilutive loss per share where their inclusion would be anti-dilutive. The computation of diluted earnings per share does not assume the exercise of the Company's options because the exercise price of those options was higher than the average market price for shares for the six months ended June 30, 2025. Accordingly, dilutive (loss)/earnings per share for the six months ended June 30, 2026 and 2025 are the same as basic (loss)/earnings per share of the period.

11. Property, plant and equipment, right-of-use assets and intangible assets

	Property, plant and equipment RMB'000 (Unaudited)	Right-of-use assets RMB'000 (Unaudited)	Intangible assets RMB'000 (Unaudited)
As of January 1, 2026	**4,304**	**5,337**	**87,571**
Additions	**1,422**	**820**	**14,269**
Depreciation/amortisation charge	**(1,674)**	**(1,227)**	**(24)**
Disposal	**(51)**	**—**	**(13,170)**
Impairment	**—**	**—**	**(24,090)**
Foreign exchange adjustments	**(88)**	**—**	**(2,760)**
As of June 30, 2026	**3,913**	**4,930**	**61,796**

	Property, plant and equipment RMB'000 (Unaudited)	Right-of-use assets RMB'000 (Unaudited)	Intangible assets RMB'000 (Unaudited)
As of January 1, 2025	6,606	—	53,906
Additions	624	—	56,358
Depreciation/amortisation charge	(1,452)	—	(35)
Disposal	(563)	—	(35,695)
Impairment	—	—	(4,236)
Foreign exchange adjustments	(18)	—	(305)
As of June 30, 2025	5,197	—	69,993

11. Property, plant and equipment, right-of-use assets and intangible assets (Continued)

(i) The additions in intangible assets for the six months ended June 30, 2026 were primarily due to the purchase of cryptocurrencies. The Group had purchased cryptocurrencies of 25.3741 (for the six months ended June 30, 2025: 62.9877) units of Bitcoins, no units of (for the six months ended June 30, 2025: 330.4948) Ethereum and 2,130.0840 (for the six months ended June 30, 2025: 6,991.7000) units of Solana at aggregate cash considerations of USD2,067,000 (equivalent to RMB14,269,000) (for the six months ended June 30, 2025: USD7,850,000 (equivalent to RMB56,358,000)).

(ii) The recoverable amount of each type of cryptocurrencies are determined based on fair value less costs of disposal. In determining the fair values, the relevant available markets are identified by the Group, and the Group consider accessibility to, and activity within those markets in order to identify the principal cryptocurrency markets for the Group. The fair value of Bitcoin, Ethereum and Solana traded in active markets (such as trading and exchange platforms) is determined based on quoted market prices at the end of the reporting period. A market is regarded as active if quoted prices are readily and regularly available from an exchange and those prices represent actual and regularly occurring market transactions on an arm's length basis. Therefore, the fair value used for assessment of recoverable amount in impairment tests is determined as quoted prices (unadjusted) in active markets for Bitcoin (Level 1), Ethereum (Level 1) and Solana (Level 1).

During the six months ended June 30, 2026, the recoverable amounts of Bitcoin, Ethereum and Solana were approximately RMB56,025,000, RMB4,635,000 and RMB3,065,000, respectively, which were lower than their carrying amounts. Therefore, impairment losses on Bitcoin, Ethereum and Solana in total of RMB24,090,000 was recognised in profit or loss.

11. Property, plant and equipment, right-of-use assets and intangible assets (Continued)

During the six months ended June 30, 2025, the recoverable amounts of Bitcoin, Ethereum and Solana were approximately RMB70,883,000, RMB16,571,000 and RMB6,554,000, respectively, which were lower than their carrying amounts except for the recoverable amounts of Bitcoin exceeded its carrying amount. Therefore, impairment losses on Ethereum and Solana in total of RMB4,236,000 was recognised in profit or loss.

12. Film rights and films in progress

	As of June 30, 2026 RMB'000 (Unaudited)	As of December 31, 2025 RMB'000 (Audited)
Film rights and films in progress — Under production/production yet to commence	**14,092**	12,728

	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Beginning of the period	**12,728**	9,059
Additions	**1,364**	822
End of the period	**14,092**	9,881

13. Financial assets at fair value through profit or loss

	As of June 30, 2026 RMB'000 (Unaudited)	As of December 31, 2025 RMB'000 (Audited)
Included in non-current assets		
Unlisted securities *(Note)*	**17,314**	20,706
Include in current assets		
Equity listed outside Hong Kong	**292**	2,471
Equity listed in Hong Kong	**733**	—
	1,025	2,471

Note:

There is no quoted market price available for the unlisted securities. The Group has determined the fair value of these investments based on estimated future cash flows method. The fair values are within level 3 of the fair value hierarchy.

14. Trade receivables

	As of June 30, 2026 RMB'000 (Unaudited)	As of December 31, 2025 RMB'000 (Audited)
Trade receivables	**5,691**	5,665
Loss allowance	**(3,116)**	(3,024)
Total trade receivables	**2,575**	2,641

The revenue of the Group from the game distribution channels, third-party payment vendors, game publishers and film publishers are mainly made on credit terms determined on an individual basis with a normal period up to 60 days. Ageing analysis based on recognition date of the gross trade receivables at the end of the reporting period is as follows:

	As of June 30, 2026 RMB'000 (Unaudited)	As of December 31, 2025 RMB'000 (Audited)
0–60 days	**1,773**	2,378
61–90 days	**651**	150
91–180 days	**134**	128
181–365 days	**242**	131
Over 1 year	**2,891**	2,878
	5,691	5,665

15. Other receivables

	As of June 30, 2026 RMB'000 (Unaudited)	As of December 31, 2025 RMB'000 (Audited)
Current *(Note (a))*		
Loans to third parties and related interest *(Note (b))*	**20,963**	20,963
Receivable from capital reduction of an associate measured at fair value through profit or loss	**5,500**	10,035
Receivable from disposal of financial assets at fair value through profit or loss	**4,471**	4,471
Amount due from a related company	**4,990**	—
Others	**2,771**	3,095
	38,695	38,564
Loss allowances	**(22,717)**	(22,717)
	15,978	15,847
Non-current		
Rental and other deposits	**920**	871
Others	**827**	827
	1,747	1,698

Notes:

(a) As of June 30, 2026 and December 31, 2025, due to the short-term nature of the other receivables, the carrying amounts are considered to be a reasonable approximation of their fair values.

(b) Loans to third parties are mainly due from film producers for the Group's investment in film projects. These loans are repayable within 12 months and with a fixed return of 15%~20% (2025: 15%~20%) per annum. The balance of these loans to film producers and related interest has been fully impaired, thus the net balance of these loans after allowance is nil as of June 30, 2026 and December 31, 2025.

16. Other assets

	As of June 30, 2026 RMB'000 (Unaudited)	As of December 31, 2025 RMB'000 (Audited)
Current		
Prepaid service charges to game distribution channels	8,468	8,481
Prepayments to game developers	7,394	6,430
Prepaid rental, advertising costs and others	2,413	2,715
Deductible value-added tax input	4,486	5,121
	22,761	22,747
Non-current		
Prepaid service charges to game distribution channels	575	592
Deductible value-added tax input *(Note)*	5,459	5,075
	6,034	5,667

Note:

The Group reclassified the deductible value-added tax input to non-current assets based on the forecast utilisation of the deductible value-added tax input.

17. Reserves

(Unaudited)	Capital reserve RMB'000	Currency translation differences RMB'000	Statutory surplus reserve RMB'000	Share-based compensation reserve RMB'000	Other reserves RMB'000	Total RMB'000
Balance as of January 1, 2026	4,687	105,243	18,039	297,028	3,838	428,835
Share of other comprehensive loss of investments accounted for using the equity method	–	–	–	–	(2,477)	(2,477)
Employee share option and RSU Scheme:						
— Value of employee services *(Note 18)*	–	–	–	436	–	436
Currency translation differences	–	(4,352)	–	–	–	(4,352)
Balance as of June 30, 2026	4,687	100,891	18,039	297,464	1,361	422,442

(Unaudited)	Capital reserve RMB'000	Currency translation differences RMB'000	Statutory surplus reserve RMB'000	Share-based compensation reserve RMB'000	Other reserves RMB'000	Total RMB'000
Balance as of January 1, 2025	4,687	109,662	18,039	294,476	5,248	432,112
Share of other comprehensive loss of investments accounted for using the equity method	–	–	–	–	(386)	(386)
Employee share option and RSU Scheme:						
— Value of employee services *(Note 18)*	–	–	–	1,775	–	1,775
Currency translation differences	–	(1,057)	–	–	–	(1,057)
Balance as of June 30, 2025	4,687	108,605	18,039	296,251	4,862	432,444

18. Share-based payments

*(a) Restricted Share Units ("**RSUs**")*

Pursuant to a resolution passed by the Board of Directors of the Company on March 21, 2014, the Company set up a RSU scheme (the "**Old RSU Scheme**") with the objective to attract, motivate and retain skilled and experienced personnel, including directors, senior management, and other employees, for the development and expansion of the Group by providing them with the opportunity to own equity interests in the Company, and to reward non-employees who provides or has provided consultancy or other advisory services to the Group.

On March 20, 2024, the Board agreed to extend the validity period of all the RSUs granted to another ten years.

On July 12, 2024, the Board of the Company passed a resolution to adopt a new RSU scheme (the "**2024 RSU Scheme**") which is valid and effective for a period of ten years commencing from July 12, 2024, unless it is terminated earlier in accordance with the rules of 2024 RSU Scheme. The 2024 RSU Scheme is a share award scheme, pursuant to which existing shares (excluding shares being repurchased and held as treasury shares) will be purchased by the trustee from the secondary market out of funding contributed by the Group and be held on trust for the eligible participants until such shares are vested with the eligible participants in accordance with the 2024 RSU Scheme.

On May 16, 2025, the Group adopted a new share scheme (the "**2025 Share Scheme**") which comprises RSUs and share options grant to the eligible participants. The 2025 Share Scheme was approved at the annual general meeting of the Company, and it is valid and effective for a period of ten years commencing from May 16, 2025, unless it is terminated earlier in accordance with the rules of 2025 Share Scheme. During the six months ended June 30, 2026, no RSUs were granted or vested under the 2025 Share Scheme.

18. Share-based payments (Continued)

*(a) Restricted Share Units ("**RSUs**") (Continued)*

(i) Grant of the RSUs

On January 18, 2017, April 1, 2019, August 16, 2019, September 12, 2019, May 17, 2021, July 12, 2024, December 20, 2024 and December 5, 2025, 1,805,385, 1,300,000, 760,000, 3,680,000, 4,315,000, 11,039,249, 6,941,398 and 136,376 RSUs under the Old RSU Scheme and 2024 RSU Scheme were granted to directors, senior management, other employees and consultants, respectively. Details of those RSUs should be read in conjunction with the 2025 Financial Statements.

On April 30, 2026, 70,646 RSUs were granted and fully vested to a consultant under the 2024 RSU Scheme.

Movements in the number of RSUs outstanding:

	Number of RSUs	
	Six months ended June 30,	
	2026	2025
	(Unaudited)	(Unaudited)
Beginning of the period	**4,931,612**	12,463,676
Granted	**70,646**	—
Lapsed	**—**	(1,552,393)
Vested	**(2,924,550)**	(3,125,767)
End of the period	**2,077,708**	7,785,516

As of June 30, 2026 and December 31, 2025, 51,141,362 and 48,216,812 RSUs respectively have been vested unconditionally.

18. Share-based payments (Continued)

*(a) Restricted Share Units ("**RSUs**") (Continued)*

(ii) Shares held for RSU Scheme

Pursuant to a resolution passed by the Board of Directors of the Company on March 21, 2014, the Company entered into a trust deed (the "**Trust Deed**") with The Core Trust Company Limited (the "**RSU Trustee**") and Premier Selection Limited (the "**RSU Nominee**") to assist with the administration of the Old RSU Scheme. On March 21, 2014, the Company issued 42,161,541 ordinary shares to the RSU Nominee at a par value of USD0.000025 each, totalling RMB6,488 funded by Mr. Wang Feng. Accordingly, 42,161,541 ordinary shares of the Company underlying the RSUs were held by the RSU Nominee for the benefit of eligible participants pursuant to the RSU Scheme and the Trust Deed.

The above shares held for Old RSU Scheme were regarded as treasury shares and have been deducted from shareholders' equity; the costs of these shares totalling approximately RMB6,488 were credited to "other reserves" as deemed contributions from shareholders. As a result of the vesting of no RSUs (for the six months ended June 30, 2025: 13,125) during the six months ended June 30, 2026, approximately no amount (for the six months ended June 30, 2025: RMB2) was transferred out from treasury shares upon vesting of these RSUs.

On August 22, 2024, the Company entered a Trust Deed with RSU Trustee and Best Review Global Limited (the "**2024 RSU Nominee**") to assist with the administration of the 2024 RSU Scheme. As of June 30, 2026 and December 31, 2025, no shares were held by the 2024 RSU Nominee in accordance with the 2024 RSU Scheme.

18. Share-based payments (Continued)

*(a) Restricted Share Units ("**RSUs**") (Continued)*

(iii) Fair value of RSUs

The fair value of RSUs granted on January 18, 2017, April 1, 2019, August 16, 2019, September 12, 2019, May 17, 2021, July 12, 2024, December 20, 2024, December 5, 2025 and April 30, 2026 was assessed to approximate to the market price of the grant date at the amount of HKD3.10 each (equivalent to RMB4,945,015 in total), HKD0.88 each (equivalent to RMB979,000 in total), HKD0.64 each (equivalent to RMB436,000 in total), HKD0.72 each (equivalent to RMB2,396,000 in total), HKD0.73 each (equivalent to RMB2,608,000 in total), HKD0.34 each (equivalent to RMB3,378,000 in total), HKD0.50 each (equivalent to RMB3,212,000 in total), HKD0.38 each (equivalent to RMB47,000 in total) and HKD0.27 each (equivalent to RMB16,000 in total) respectively.

(b) Share options

On November 20, 2014, the shareholders of the Company approved the establishment of a share option scheme (the "**Pre-IPO Share Option Scheme**") with an objective to incentivise and reward the eligible persons for their contribution to the Group and to align their interests with that of the Company so as to encourage them to work towards enhancing the value of the Company. The Pre-IPO Share Option Scheme will be valid and effective for a period of ten years commencing from December 30, 2014, (the listing date) unless it is terminated earlier in accordance with the rules of Pre-IPO Share Option Scheme.

18. Share-based payments (Continued)

(b) Share options (Continued)

On May 16, 2025, the Group adopted the 2025 Share Scheme which comprises RSUs and share options grant to the eligible participants. The 2025 Share Scheme was approved at the annual general meeting of the Company, and it is valid and effective for a period of ten years commencing from May 16, 2025, unless it is terminated earlier in accordance with the rules of 2025 Share Scheme. During the six months ended June 30, 2026, no share options were granted under the 2025 Share Scheme.

(i) Grant of share options

On January 18, 2017, April 1, 2019, August 16, 2019, May 17, 2021 and July 12, 2024, 9,225,000, 1,300,000, 860,000, 3,645,000 and 11,039,249 share options were granted under the Pre-IPO Share Option Scheme, details of which should be read in conjunction with the 2025 Financial Statements.

The option period for all shall options shall be ten years commencing from the respective grant date.

The Group has no legal or constructive obligations to repurchase or settle the options in cash.

Movements in the number of share options outstanding and their related weighted average exercise prices are as follows:

	Six months ended June 30,			
	2026		2025	
	Average Exercise Price	Number of share options	Average Exercise Price	Number of share options
Beginning of the period	HKD1.28	15,333,856	HKD2.07	21,745,297
Lapsed	HKD4.37	(975,000)	HKD0.34	(1,552,393)
Exercised	—	—	HKD0.34	(50,000)
End of the period	HKD1.07	14,358,856	HKD2.21	20,142,904

18. Share-based payments (Continued)

(b) Share options (Continued)

(i) Grant of share options (Continued)

Out of the 14,358,856 outstanding options (December 31, 2025: 15,333,856), 13,582,660 options (December 31, 2025: 13,005,268) were exercisable. Share options outstanding as of June 30, 2026 include nil (December 31, 2025: 975,000) share options, 3,291,250 (December 31, 2025: 3,291,250) share options, 1,300,000 (December 31, 2025: 1,300,000) share options, 621,250 (December 31, 2025: 621,250) share options, 1,177,500 (December 31, 2025: 1,177,500) share options, and 7,968,856 (December 31, 2025: 7,968,856) share options with the exercise price of HKD4.366, HKD3.10, HKD0.88, HKD0.65, HKD0.784 and HKD0.335 per share option, respectively. All these options will expire in 10 years from the grant date.

The weighted average share price of the Company's shares at exercise date on which the options were exercised was HK$0.43 for the six months ended June 30, 2025.

The share options outstanding as of June 30, 2026 had a weighted average remaining contractual life of 5.5 years (December 31, 2025: 6 years).

18. Share-based payments (Continued)

(b) *Share options (Continued)*

(ii) *Fair value of share options*

Based on the market price of the underlying ordinary shares of HKD3.10, HKD0.88, HKD0.65, HKD0.73 and HKD0.335 on the respective grant dates of the share options, the Company has used a Binomial option-pricing model to determine the fair value of the share options as of each grant date. The fair values of the share options granted on January 18, 2017, April 1, 2019, August 16, 2019, May 17, 2021 and July 12, 2024 were assessed to be HKD14,823,000 (approximately equivalent to RMB13,097,000), HKD678,000 (approximately equivalent to RMB580,000), HKD308,000 (approximately equivalent to RMB277,000), HKD1,640,000 (approximately equivalent to RMB1,358,000) and HKD1,941,000 (approximately equivalent to RMB1,773,000) respectively.

The key assumptions used in the valuation of the share options as of the grant date are set out in the table below:

	January 18, 2017	April 1, 2019	August 16, 2019	May 17, 2021	July 12, 2024
Risk-free interest rate	1.72%	1.6%	1.07%	1.23%	3.39%
Volatility	57.20%	61.00%	61.40%	67.50%	54.50%
Dividend yield	—	—	—	—	—

The Company estimated the risk-free interest rate based on the yield of a HK 10-Year Government Bond with a maturity life equal to the life of the share options. Volatility was estimated at grant date based on average of historical volatilities of the comparable companies with length commensurable to the time to maturity of the share options. Dividend yield is based on management estimation at the grant date.

18. Share-based payments (Continued)

(c) Expected retention rate of grantees

The Group estimates the expected yearly percentage of RSU and option grantees that will stay within the Group at the end of vesting periods (the "**Expected Retention Rate**") in order to determine the amount of share-based compensation expenses to be recorded in the interim condensed consolidated statements of comprehensive loss. As of June 30, 2026, the Expected Retention Rate of interim condensed employees was assessed to be 62% (December 31, 2025: 62%) and the Expected Retention Rate of existing directors and senior management was assessed to be 100% (December 31, 2025: 100%).

19. Trade and other payables

	As of June 30, 2026 RMB'000 (Unaudited)	As of December 31, 2025 RMB'000 (Audited)
Trade payables *(Note)*	**4,180**	3,470
Accrued expenses and liabilities	**15,640**	17,196
Salary and staff welfare payables	**18,114**	16,735
Provision for compensation	**—**	1,200
Amount due to a related party	**5,438**	5,438
Other taxes payables	**216**	474
	43,588	44,513

Note:

Trade payables are mainly arising from film production and licensing games from game developers. The credit terms of trade payables granted by the vendors are usually up to 30 days. The ageing analysis of trade payables based on recognition date is as follows:

19. Trade and other payables (Continued)

	As of June 30, 2026 RMB'000 (Unaudited)	As of December 31, 2025 RMB'000 (Audited)
0–180 days	2,762	2,855
181–365 days	1,049	367
1–2 years	132	25
2–3 years	93	76
Over 3 years	144	147
	4,180	3,470

20. Dividends

No dividends have been paid or declared by the Company during each of the six months ended June 30, 2026 and 2025.

21. Significant related party transactions

In addition to those disclosed elsewhere in the interim financial information, the following significant transactions were carried out between the Group and its related parties during the six months ended June 30, 2026 and 2025. In the opinion of the directors of the Company, the related party transactions were carried out in the normal course of business and at terms negotiated between the Group and the respective related parties.

21. Significant related party transactions (Continued)

(a) Balances with related parties

(i) Amounts due from/(to) related parties

	As of June 30, 2026 RMB'000 (Unaudited)	As of December 31, 2025 RMB'000 (Audited)
Travel Box (Beijing) Technology Co., Ltd. ("**Travel Box**")	**4,990**	—
Fuze Entertainment Co., Ltd.	**(5,438)**	(5,438)

The amount due from Travel Box represents RMB4,990,000 paid by the Group to Travel Box on account of amounts payable to Fuze Entertainment Co., Ltd.

(b) Key management personnel compensations

The compensations paid or payable to key management personnel for employee services are shown below:

	Six months ended June 30, 2026 RMB'000 (Unaudited)	2025 RMB'000 (Unaudited)
Wages, salaries and bonuses	**1,619**	1,631
Pension costs — defined contribution plans	**19**	19
Other social security costs, housing benefits and other employee benefits	**34**	34
Share-based compensation expenses	**318**	1,439
	1,990	3,123