YANGZIJIANG SHIPBUILDING (HOLDINGS) LTD.
(Incorporated in the Republic of Singapore)
(Company Registration No. 200517636Z)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

Table of Contents

YANGZIJIANG SHIPBUILDING (HOLDINGS) LTD. AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR SIX-MONTH PERIOD ENDED 30 JUNE 2026

A. Condensed Consolidated Statement of Comprehensive Income

		The Group			
		1st Half Year			
	Note	**1H2026** RMB'000	% of Revenue	1H2025 RMB'000	+/-% Variance
Revenue	4	17,533,773	100%	12,877,529	36%
Cost of sales		(11,183,875)	-64%	(8,430,838)	33%
Gross profit		6,349,898	36%	4,446,691	43%
Other income					
- Interest		227,777	1%	486,398	-53%
- Others		35,859	0.2%	35,279	2%
Other gains, net		62,544	0.4%	138,869	-55%
Expenses					
- Administrative					
- Reversal of impairment loss on financial assets - net		221	0.001%	6,180	-96%
- Others		(529,269)	-3%	(364,462)	45%
		(529,048)	-3%	(358,282)	48%
- Finance		(34,928)	-0.2%	(65,403)	-47%
Share of results of associated companies and joint ventures[#]		482,950	3%	481,437	0.3%
Profit before income tax	5	**6,595,052**	38%	**5,164,989**	28%
Income tax expense	6	(1,231,936)	-7%	(987,599)	25%
Profit for the period		**5,363,116**	31%	**4,177,390**	28%
Profit/(loss) attributable to:					
Equity holders of the Company		5,368,007	31%	4,181,364	28%
Non-controlling interests		(4,891)	-0.03%	(3,974)	23%
		5,363,116	31%	**4,177,390**	28%
Earnings per share attributable to equity holders of the Company (expressed in RMB cents per share)					
– Basic and diluted		**136.40**		**106.02**	29%

[#] Share of results of associated companies and joint ventures is after tax.
n.m. denotes not meaningful.

A. Condensed Consolidated Statement of Comprehensive Income (continued)

	The Group		
	1st Half Year		
	1H2026	**1H2025**	**+/-%**
	RMB'000	RMB'000	Variance
Net profit	**5,363,116**	**4,177,390**	28%
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss:			
Cash flow hedges			
- Fair value gains	8,122	138,724	-94%
- Reclassification	(8,122)	(109,529)	-93%
Share of other comprehensive loss from the associated companies and joint ventures			
- Currency translation losses - net	-	(602)	-100%
Currency translation (losses)/gains arising from consolidation	(74,010)	16,150	n.m.
Items that will not be reclassified subsequently to profit or loss:			
Currency translation losses attributable to non-controlling interests	(792)	(104)	662%
Other comprehensive (loss)/income, net of tax	**(74,802)**	**44,639**	n.m.
Total comprehensive income, net of tax	**5,288,314**	**4,222,029**	25%
Total comprehensive income/(loss) attributable to:			
Equity holders of the Company	5,293,997	4,226,107	25%
Non-controlling interests	(5,683)	(4,078)	39%
	5,288,314	**4,222,029**	25%

B. Condensed Consolidated Statement of Financial Position

		The Group		The Company	
		As at	As at	**As at**	As at
		30 Jun 2026	31 Dec 2025	**30 Jun 2026**	31 Dec 2025
	Note	**RMB'000**	RMB'000	**RMB'000**	RMB'000
ASSETS					
Current assets					
Cash and cash equivalents		**15,919,564**	20,075,701	**311,679**	47,074
Restricted cash		**750,089**	6,068,489	**-**	-
Financial assets, at fair value through profit or loss		**3,372**	12,529	**-**	-
Trade and other receivables	8	**7,345,128**	7,923,067	**6,849,983**	11,355,510
Inventories		**4,030,750**	3,557,854	**-**	-
Contract assets		**7,209,741**	5,580,827	**-**	-
Derivative financial instruments		**63,842**	57,113	**-**	-
		35,322,486	43,275,580	**7,161,662**	11,402,584
Non-current assets					
Financial assets, at fair value through profit or loss		**300**	300	**-**	-
Trade and other receivables	8	**680,454**	963,846	**4,196,056**	4,803,977
Investments in subsidiaries		**-**	-	**10,448,534**	10,029,470
Investments in joint ventures		**1,505,112**	1,447,388	**342,211**	303,011
Investments in associated companies		**6,838,012**	1,097,666	**6,484,193**	855,172
Investment property	9	**2,286,613**	2,249,316	**-**	-
Property, plant and equipment	10	**9,373,399**	9,084,541	**-**	-
Intangible assets		**19,635**	20,841	**-**	-
Deferred income tax assets		**156,805**	194,369	**-**	-
		20,860,330	15,058,267	**21,470,994**	15,991,630
Total assets		**56,182,816**	58,333,847	**28,632,656**	27,394,214
LIABILITIES					
Current liabilities					
Trade and other payables	11	**4,125,292**	3,791,579	**361,630**	308,394
Contract liabilities		**11,331,472**	13,140,238	**-**	-
Derivative financial instruments		**59,814**	65,304	**-**	-
Borrowings	12	**4,125,000**	5,500,000	**-**	-
Provisions		**729,948**	750,205	**-**	-
Current income tax liabilities		**910,013**	1,293,083	**5,631**	60,502
		21,281,539	24,540,409	**367,261**	368,896
Non-current liabilities					
Other payables	11	**382,250**	318,468	**50,109**	36,731
Deferred income tax liabilities		**1,190,662**	1,217,148	**160,048**	144,315
		1,572,912	1,535,616	**210,157**	181,046
Total liabilities		**22,854,451**	26,076,025	**577,418**	549,942
NET ASSETS		**33,328,365**	32,257,822	**28,055,238**	26,844,272
EQUITY					
Capital and reserves attributable to equity holders of the Company					
Share capital		**7,361,990**	7,361,990	**7,326,773**	7,326,773
Treasury shares		**(285,966)**	(285,966)	**(285,966)**	(285,966)
Other reserves		**1,829,159**	1,739,531	**180,637**	180,637
Retained earnings		**24,312,957**	23,326,359	**20,833,794**	19,622,828
		33,218,140	32,141,914	**28,055,238**	26,844,272
Non-controlling interests		**110,225**	115,908	**-**	-
Total equity		**33,328,365**	32,257,822	**28,055,238**	26,844,272

C. Condensed Consolidated Statement of Cash Flows

	The Group	
	1H2026	**1H2025**
	RMB '000	RMB '000
Cash flows from operating activities		
Net profit	5,363,116	4,177,390
Adjustments for:		
- Income tax expense	1,231,936	987,599
- Depreciation of property, plant and equipment	296,219	234,765
- Depreciation of investment property	-	105
- Amortisation of intangible assets	2,348	2,149
- Finance expenses	34,928	65,403
- Gain on disposal of property, plant and equipment	(234,096)	(5,544)
- Fair value change on:		
• Derivative financial instruments	(12,219)	(7,196)
• Financial assets at fair value, through profit and loss	(17,043)	(3,165)
- Interest income	(227,777)	(486,398)
- Share of profits of associated companies and joint ventures	(482,950)	(481,437)
	5,954,462	**4,483,671**
Changes in working capital, net of effects from acquisition and disposal of subsidiaries		
- Inventories	(472,896)	(1,068,520)
- Contract balances	(3,437,680)	33,013
- Trade and other receivables	736,331	(1,112,108)
- Trade and other payables	522,921	(822,507)
- Provisions	(20,257)	(3,237)
- Restricted cash	-	3,605
Cash generated from operations	3,282,881	1,513,917
Interest paid	(34,928)	(65,403)
Interest received	227,777	486,398
Income tax paid	(1,603,928)	(792,974)
Net cash provided by operating activities	**1,871,802**	**1,141,938**
Cash flows from investing activities		
Proceeds from sales of property, plant and equipment	751,548	21,132
Proceeds from partial disposal of investment in a joint venture	-	100,774
Proceeds from sales of financial assets, at fair value through profit and loss	26,200	8,126
Dividend received from a joint venture	323,015	158,528
Dividend received from an associated company	4,000	-
Additions to property, plant and equipment	(1,195,260)	(769,893)
Additions to investment property	(117,508)	(81,257)
Acquisition of intangible assets	(1,142)	(872)
Investments in an associated company	(5,629,021)	(833,051)
Investments in a joint venture	(39,200)	-
Return of capital by an associated company	15,800	5,814
Loan to a non-related party	-	(15,000)
Repayment of loan by non-related parties	125,000	-
Decrease in restricted cash	5,318,400	-
Net cash used in investing activities	**(418,168)**	**(1,405,699)**
Cash flows from financing activities		
Purchase of treasury shares	-	(158,213)
Proceeds from borrowings	3,000,000	1,250,000
Repayments of borrowings	(4,375,000)	(2,000,000)
Capital injection by non-controlling interests	-	15,000
Dividends paid to equity holders	(4,217,771)	(2,607,832)
Repayment of loan from an associated company	(17,000)	-
Net cash used in financing activities	**(5,609,771)**	**(3,501,045)**
Net decrease in cash and cash equivalents	**(4,156,137)**	**(3,764,806)**
Cash and cash equivalents at the beginning of financial period	20,075,701	28,119,740
Cash and cash equivalents at the end of financial period	**15,919,564**	**24,354,934**

D. Condensed Consolidated Statement of Changes in Equity

	<------	------	------	Attributable to equity holders of the Company	------	------	------	------>		
	Share capital RMB'000	**Treasury shares RMB'000**	**Statutory reserves RMB'000**	**Hedging reserve RMB'000**	**Currency translation reserves RMB'000**	**Other reserves RMB'000**	**Retained earnings RMB'000**	**Total RMB'000**	**Non-controlling interests RMB'000**	**Total equity RMB'000**
1H2026										
As at 1 January 2026	7,361,990	(285,966)	4,357,740	-	90,296	(2,708,505)	23,326,359	32,141,914	115,908	32,257,822
Profit/(loss) for the financial period	-	-	-	-	-	-	5,368,007	5,368,007	(4,891)	5,363,116
Other comprehensive loss	-	-	-	-	(74,010)	-	-	(74,010)	(792)	(74,802)
Total comprehensive income/(loss)	-	-	-	-	(74,010)	-	5,368,007	5,293,997	(5,683)	5,288,314
Dividends relating to 2025 paid[1]	-	-	-	-	-	-	(4,217,771)	(4,217,771)	-	(4,217,771)
Transfer[2]	-	-	163,638	-	-	-	(163,638)	-	-	-
Total transactions with owners, recognised directly in equity	-	-	163,638	-	-	-	(4,381,409)	(4,217,771)	-	(4,217,771)
As at 30 June 2026	**7,361,990**	**(285,966)**	**4,521,378**	**-**	**16,286**	**(2,708,505)**	**24,312,957**	**33,218,140**	**110,225**	**33,328,365**

D. Condensed Consolidated Statement of Changes in Equity (continued)

	<------------Attributable to equity holders of the Company------------>									
	Share capital RMB'000	**Treasury shares RMB'000**	**Statutory reserves RMB'000**	**Hedging reserve RMB'000**	**Currency translation reserves RMB'000**	**Other reserves RMB'000**	**Retained earnings RMB'000**	**Total RMB'000**	**Non-controlling interests RMB'000**	**Total equity RMB'000**
1H2025										
As at 1 January 2025	7,361,990	(127,753)	4,028,378	(33,166)	130,531	(2,708,505)	17,626,477	26,277,952	99,177	26,377,129
Profit/(loss) for the financial period	-	-	-	-	-	-	4,181,364	4,181,364	(3,974)	4,177,390
Other comprehensive income/(loss)	-	-	-	29,195	15,548	-	-	44,743	(104)	44,639
Total comprehensive income/(loss)	-	-	-	29,195	15,548	-	4,181,364	4,226,107	(4,078)	4,222,029
Dividends relating to 2024 paid	-	-	-	-	-	-	(2,607,832)	(2,607,832)	-	(2,607,832)
Share buyback	-	(158,213)	-	-	-	-	-	(158,213)	-	(158,213)
Transfer[(2)]	-	-	157,888	-	-	-	(157,888)	-	-	-
Capital injection by non-controlling interest	-	-	-	-	-	-	-	-	15,000	15,000
Total transactions with owners, recognised directly in equity	-	(158,213)	157,888	-	-	-	(2,765,720)	(2,766,045)	15,000	(2,751,045)
As at 30 June 2025	**7,361,990**	**(285,966)**	**4,186,266**	**(3,971)**	**146,079**	**(2,708,505)**	**19,042,121**	**27,738,014**	**110,099**	**27,848,113**

D. Condensed Consolidated Statement of Changes in Equity (continued)

THE COMPANY	Attributable to equity holders of the Company				
	Share capital	Treasury shares	Other reserves	Retained earnings	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance as at 1 January 2026	7,326,773	(285,966)	180,637	19,622,828	26,844,272
Dividends relating to 2025 paid[1]	-	-	-	(4,217,771)	(4,217,771)
Total comprehensive income	-	-	-	5,428,737	5,428,737
Balance as at 30 June 2026	**7,326,773**	**(285,966)**	**180,637**	**20,833,794**	**28,055,238**
Balance as at 1 January 2025	7,326,773	(127,753)	180,637	14,055,023	21,434,680
Dividends relating to 2024 paid	-	-	-	(2,607,832)	(2,607,832)
Share buyback	-	(158,213)	-	-	(158,213)
Total comprehensive income	-	-	-	4,056,775	4,056,775
Balance as at 30 June 2025	**7,326,773**	**(285,966)**	**180,637**	**15,503,966**	**22,725,410**

(1) The RMB4,218 million represents the final dividend of 20.0 Singapore cents per ordinary share in respect of the financial year ended 31 December 2025. The Company paid the dividend on 14 May 2026.

(2) This represents amounts set aside for reserve fund and enterprise expansion fund in compliance with local laws in the PRC where subsidiaries of the Group operate. The reserve fund can only be used, upon approval by the relevant authority, to offset prior year's losses or to increase capital while the enterprise expansion fund can only be used to increase capital upon approval by the relevant authority.

E. Notes to the Condensed Consolidated Interim Financial Statements

1. Corporate information

Yangzijiang Shipbuilding (Holdings) Ltd. (the "Company") is listed on the Singapore Exchange and incorporated and domiciled in Singapore. The address of its registered office is 36 Robinson Road, #20-01 City House, Singapore 068877. The principal place of business is 9 Raffles Place, #54-01, Republic Plaza, Singapore 048619.

The principal activities of the Company are investment holding and agency service for shipbuilding and related activities. The principal activities of its significant subsidiaries are:

a) Shipbuilding, production and processing of large-scale steel structures;
b) Facilitating the sale and export of ships for the shipbuilder and trading of ship related equipment;
c) Chartering of vessels; and
d) Holding of investment property.

2. Basis of Preparation

The condensed consolidated interim financial statements as at and for the six-month period ended 30 June 2026 have been prepared in accordance with Singapore Financial Reporting Standards (International) 1-34 Interim Financial Reporting (SFRS(I) 1-34) issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last consolidated annual financial statements for the year ended 31 December 2025.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s.

The condensed consolidated interim financial statements are presented in Renminbi ("RMB"), which is the Company's functional currency.

2.1. New or amended standards adopted by the Group

There are no new or amended SFRS(I)s and SFRS(I) interpretations effective for annual periods beginning on or after 1 January 2026 that have a significant impact on the condensed financial statements of the Group.

2.2. Use of judgements and estimates

In preparing the condensed consolidated interim financial statements, management has made judgements, 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.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2025.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3. Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4. Segment and revenue information

Management has determined the operating segments based on the reports reviewed by the Executive Chairman and head of respective business departments (collectively known as "Management Team") that are used to make strategic decisions.

The principal activities of shipbuilding segment are that of shipbuilding. The principal activities of shipping segment consist of charter hire income earned by vessel owning companies.

Other segments include terminal services, trading of raw materials, the manufacture and sale of steel pipe piles and large-diameter welded steel pipes, ship design services, the sale of residential units, and the holding and leasing of investment properties. These are not identified as reportable operating segments, as they are not separately reported to the Management Team. The results of these operations are included in "Others".

Information regarding the Group's reportable segments is presented in the following table.

Continuing reportable segments

	Shipbuilding	Shipping	Others	Total
	RMB'000	RMB'000	RMB'000	RMB'000
The Group				
1 January 2026 to 30 June 2026				
Segment revenue	**16,512,686**	**585,350**	**435,737**	**17,533,773**
Segment result	**6,097,922**	**470,086**	**40,692**	**6,608,700**
Included within segment result:				
Raw materials and consumables used	(7,176,536)	-	(354,736)	(7,531,272)
Subcontracting costs	(1,765,193)	-	(4,564)	(1,769,757)
Vessel operations expenses	-	(222,656)	-	(222,656)
Finance expenses	(34,778)	-	(150)	(34,928)
Fair value gain on:				
· Derivatives financial instruments	12,219	-	-	12,219
· Financial assets, at fair value through profit or loss	-	-	17,043	17,043
Depreciation of property, plant and equipment	(172,899)	(117,466)	(5,854)	(296,219)
Share of profits of associated companies	107,828	-	33,517	141,345
Share of profits of joint ventures	341,605	-	-	341,605
Sales of bunker stock	-	13,104	-	13,104
Bad debt recovery	221	-	-	221
(Loss)/gain on disposal of:				
· Property, plant and equipment	(1,267)	236,853	(1,490)	234,096
Subsidies and incentives	20,206	2,600	61	22,867
Interest income - finance lease	-	20,581	-	20,581
Segment assets	**40,223,721**	**4,685,743**	**11,116,547**	**56,026,011**
Segment assets includes:				
Investment in associated companies	6,838,012	-	-	6,838,012
Investments in joint ventures	1,505,112	-	-	1,505,112
Additions to property, plant and equipment	790,627	169,568	235,065	1,195,260
Addition to investment property	-	-	117,508	117,508
Segment liabilities	**(20,300,724)**	**(177,573)**	**(275,479)**	**(20,753,776)**

	Shipbuilding	Shipping	Others	Total
	RMB'000	RMB'000	RMB'000	RMB'000
The Group				
1 January 2025 to 30 June 2025				
Segment revenue	**12,249,118**	**511,353**	**117,058**	**12,877,529**
Segment result	**4,575,304**	**178,143**	**(6,358)**	**4,747,089**
Included within segment result:				
Raw materials and consumables used	(6,003,293)	-	(80,646)	(6,083,939)
Subcontracting costs	(1,420,448)	-	(14,504)	(1,434,952)
Vessel operations expenses	-	(300,957)	-	(300,957)
Finance expenses	(65,403)	-	-	(65,403)
Fair value gain on:				
· Derivatives financial instruments	7,196	-	-	7,196
· Financial assets, at fair value through profit or loss	-	-	3,165	3,165
Depreciation of property, plant and equipment	(151,905)	(79,893)	(2,967)	(234,765)
Depreciation of investment property	-	-	(105)	(105)
Share of profits of associated companies	160,444	-	497	160,941
Share of profits of joint venture	320,496	-	-	320,496
Sales of bunker stock	-	17,551	-	17,551
Subsidies and incentives	40,848	-	59	40,907
Bad debt recovery	5,500	680	-	6,180
(Loss)/gain on disposal of:				
· Property, plant and equipment	(455)	5,999	-	5,544
Cash flow hedges, reclassified from hedging reserve	128,859	-	-	128,859
Interest income - finance lease	-	29,800	-	29,800
Segment assets	**43,172,040**	**5,551,574**	**5,513,541**	**54,237,155**
Segment assets includes:				
Investment in associated companies	1,046,180	-	-	1,046,180
Investments in joint ventures	1,127,827	-	-	1,127,827
Additions to property, plant and equipment	631,167	3,639	135,087	769,893
Addition to investment property	-	-	81,257	81,257
Segment liabilities	**(24,225,610)**	**(177,793)**	**(152,482)**	**(24,555,885)**

Sales between segments are carried out at market terms.

The Management Team assesses the performance of the operating segments based on a measure of segment results. Certain administrative expenses and foreign currency exchange differences are not allocated to segments, as these types of activities and differences are shared by all segments. Interest income on cash and cash equivalents, and foreign currency translation differences on borrowings (classified under finance expenses) are not allocated to segments, as these types of activities are driven by the treasury department of the Group, which manages the cash position of the Group.

Reconciliation

(i) Segment profits

A reconciliation of segment results to profit before tax is as follows:

	1H2026 RMB'000	1H2025 RMB'000
Segment results for reportable segments	**6,568,008**	4,753,447
Segment results for other segments	**40,692**	(6,358)
Unallocated:		
Other income	**229,951**	474,326
Other losses - net	**(223,686)**	(46,801)
Administrative expenses	**(19,913)**	(9,625)
Profit before tax	**6,595,052**	**5,164,989**

(ii) Segment assets

The amounts provided to the Management Team with respect to total assets are measured in a manner consistent with that of the financial statements. All assets are allocated to reportable segments other than deferred income tax assets.

	As at 30 June 2026 RMB'000	As at 31 December 2025 RMB'000
Segment assets for reportable segments	**44,909,464**	53,111,319
Other segment assets	**11,116,547**	5,028,159
Unallocated:		
Deferred income tax assets	**156,805**	194,369
Total assets	**56,182,816**	**58,333,847**

(iii) Segment liabilities

The amounts provided to the Management Team with respect to total liabilities are measured in a manner consistent with that of the financial statements. All liabilities are allocated to the reportable segments other than current income tax liabilities and deferred income tax liabilities.

Segment liabilities are reconciled to total liabilities as follows:

	As at 30 June 2026 RMB'000	As at 31 December 2025 RMB'000
Segment liabilities for reportable segments	**(20,478,297)**	(23,206,011)
Other segment liabilities	**(275,479)**	(359,783)
Unallocated:		
Current income tax liabilities	**(910,013)**	(1,293,083)
Deferred income tax liabilities	**(1,190,662)**	(1,217,148)
Total liabilities	**(22,854,451)**	**(26,076,025)**

4.2. *Disaggregation of Revenue*

(a) Disaggregation of revenue

The Group derives revenue from the transfer of goods and services over time and at a point in time in the following major product lines.

	At a point in time	Over time	Total
	RMB'000	RMB'000	RMB'000
The Group			
1H2026			
Shipbuilding segment			
- Shipbuilding revenue	-	16,361,074	16,361,074
- Sale of steel parts	151,612	-	151,612
Shipping segment			
Charter hire income	-	585,350	585,350
Others segment			
Rendering of ship design services	13,718	-	13,718
Sale of goods - materials and others	413,432	-	413,432
Sales of residential units	8,587	-	8,587
Total revenue	**587,349**	**16,946,424**	**17,533,773**

	At a point in time	Over time	Total
	RMB'000	RMB'000	RMB'000
The Group			
1H2025			
Shipbuilding segment			
- Shipbuilding revenue	-	12,143,743	12,143,743
- Sale of steel parts	105,375	-	105,375
Shipping segment			
Charter hire income	-	511,353	511,353
Others segment			
Rendering of ship design services	9,338	-	9,338
Sale of goods - materials and others	80,720	-	80,720
Rental income	-	6,783	6,783
Sales of residential units	20,076	-	20,076
Others	141	-	141
Total revenue	**215,650**	**12,661,879**	**12,877,529**

(b) Revenue from major products

Revenue of shipbuilding segment is derived from the construction of container ships, multiple purpose cargo ships and other types of vessels. Revenue of shipping segment is derived from the charter income earned by vessel owning companies. Revenue from other segment is mainly derived from trading activities and the manufacture and sale of steel pipes. Breakdown of the revenue by major product types is as follows:

	1H2026 RMB'000	1H2025 RMB'000
Construction of container ships	9,877,316	7,785,666
Construction of multiple purpose cargo ships	629,115	499,258
Construction of oil tankers	3,393,508	3,858,819
Construction of gas carriers	2,461,135	-
Sales of steel parts	151,612	105,375
Charter hire income	585,350	511,353
Rental income	-	6,783
Rendering of ship design services	13,718	9,338
Sale of goods - materials and others	413,432	80,720
Sales of residential units	8,587	20,076
Others	-	141
	17,533,773	**12,877,529**

(c) Geographical information

The Group's revenue based on the customers' locations are as follows:

	1H2026 RMB'000	1H2025 RMB'000
Italy	-	4,391,032
Greece	4,049,949	2,394,443
France	5,212,673	540,608
Singapore	3,227,980	1,947,633
Denmark	2,027,307	268,110
United Kingdom	127,554	830,971
Japan	1,364,020	979,833
Greater China	587,348	269,470
Switzerland	-	428,743
Bulgaria	341,912	137,103
Canada	-	122,766
Other European countries	285,001	362,155
Other Asian countries	310,029	204,662
	17,533,773	**12,877,529**

Revenues of approximately RMB9,701,114,000 (1H2025: RMB6,800,362,000) are derived from three (1H2025: three) major customers. These revenues are attributable to the shipbuilding segment.

5. Profit before taxation

5.1 Significant items

	The Group	
	1H2026	**1H2025**
	RMB'000	**RMB'000**
After charging:		
Depreciation and amortisation	298,567	237,019
Finance costs - Interest on borrowings	34,928	65,403
Foreign exchange related losses/(gains), net	226,660	(66,907)
After crediting:		
Gain from disposal of property, plant and equipment	234,096	5,544
Fair value gains on derivative financial instruments	12,219	7,196
Interest income	227,777	486,398
Subsidies and incentives	22,867	40,907
Fair value gain on financial assets, at fair value through profit or loss	17,043	3,165
Bad debt recovery	221	6,180
Sale of bunker stock and materials	13,104	17,551
Inventory write-down reversal / (write-down)	310	(6,592)

5.2 Related party transactions

The Group had the following transactions with the following related parties.

	The Group	
	1H2026	**1H2025**
	RMB'000	**RMB'000**
Sales of goods to joint ventures	**34,169**	140,679
Sales of goods to an associated company	**238,370**	64,041
Provision of services to a joint venture	**19,692**	2,033
Rental income from a joint venture	**39,271**	44,034
Rental income from an associated company	**-**	1,949
Repayment of loan to an associated company	**17,000**	-
Interest expenses paid to an associated company	**15**	-
Interest income from loan to an associated company	**-**	197
Purchase of goods from an associated company	**465**	5,378
Purchase of goods from a joint venture	**399,603**	103,377
Services provided by a joint venture	**3,570**	9,801
Professional services received from a related party	**81**	35

Related party comprises mainly company which is controlled or significantly influenced by the Group's key management personnel.

6. Income taxes

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	The Group	
	1H2026	1H2025
	RMB'000	RMB'000
Income tax expense attributable to profit is made up of:		
Current year		
- Current income tax	**1,220,858**	854,187
- Deferred income tax	**11,078**	133,412
	1,231,936	987,599

7. Dividends

	The Group	
	1H2026	1H2025
	RMB'000	RMB'000
Ordinary dividends		
Final exempt dividend paid in respect of the previous financial year of SGD20.0 cents (2025: SGD12.0 cents) per share	**4,217,771**	2,607,832

8. Trade and other receivables

	The Group	
	30 Jun 2026	31 Dec 2025
	RMB'000	RMB'000
Current		
Finance lease receivables	**30,934**	84,390
Trade receivables	**275,073**	470,635
Other receivables	**476,595**	599,429
Value added tax recoverable	**460,946**	449,400
Prepayments	**6,101,580**	6,319,213
	7,345,128	7,923,067
Non-current		
Finance lease receivables	**523,355**	780,259
Other receivables	**-**	65,500
Prepayments	**157,099**	118,087
	680,454	963,846

9. Investment property

During the six months ended 30 June 2026, the Group incurred approximately RMB118 million in respect of renovation works on its investment property.

10. Property, plant and equipment

During the six months ended 30 June 2026, the Group acquired assets amounting to RMB1,195 million (30 June 2025: RMB770 million) and disposed of assets amounting to RMB517 million (30 June 2025: RMB16 million).

11. Trade and other payables

	The Group	
	30 Jun 2026	31 Dec 2025
	RMB'000	RMB'000
Current		
Trade payables	**2,519,542**	2,051,890
Other payables	**1,298,584**	1,385,484
Deferred compensation income	**157,482**	194,737
Other operating accruals	**149,684**	159,468
	4,125,292	3,791,579
Non-current		
Other payables	**382,250**	318,468
	382,250	318,468

12. Borrowings

	The Group		The Company	
	30 Jun 2026	31 Dec 2025	**30 Jun 2026**	31 Dec 2025
	RMB'000	RMB'000	**RMB'000**	RMB'000
Current				
Bank borrowings (unsecured)	**4,125,000**	5,500,000	**-**	-
	4,125,000	5,500,000	**-**	-
	4,125,000	5,500,000	**-**	-

13. Capital Commitment

Capital expenditures contracted for at the balance sheet date but not recognised in the financial statements are as follows:

	The Group	
	30 Jun 2026	31 Dec 2025
	RMB'000	RMB'000
Property, plant and equipment	1,713,189	2,010,861
Investment property	201,132	313,475
	1,914,321	2,324,336

14. Fair value measurement

The following table presents assets and liabilities measured at fair value and classified by level of the following fair value measurement hierarchy:

(i) Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;
(ii) Level 2 – inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
(iii) Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Group	Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000	Total RMB'000
30 June 2026				
Assets				
Financial assets, at fair value through profit or loss	**-**	**-**	**3,672**	**3,672**
Derivative financial instruments, non-hedging	**-**	**63,842**	**-**	**63,842**
Liabilities				
Derivative financial instruments, non-hedging	**-**	**(59,814)**	**-**	**(59,814)**
31 December 2025				
Assets				
Financial assets, at fair value through profit or loss	-	-	12,829	12,829
Derivative financial instruments, non-hedging	-	57,113	-	57,113
Liabilities				
Derivative financial instruments, non-hedging	-	(55,749)	-	(55,749)
Derivative financial instruments held for hedging	-	(9,555)	-	(9,555)

Other Information Required by Listing Rule Appendix 7.2

1. Review

The financial statements have not been audited nor reviewed by our auditors.

2. Number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There were no outstanding convertible securities as of 30 June 2026 and 30 June 2025.

3. Number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	Number of Shares ('000)			
	As at 30 June 2026	%	As at 30 June 2025	%
Shares held as treasury shares	38,488	0.97%	38,488	0.97%
Issued shares excluding treasury shares	3,935,589	99.03%	3,935,589	99.03%
Total number of shares	**3,974,077**	100.00%	**3,974,077**	100.00%

The Company did not have subsidiary holdings as of 30 June 2026 and 30 June 2025.

4. The total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	Number of Shares ('000)	
	As at 30 June 2026	As at 31 December 2025
Issued shares at the end of periods	3,974,077	3,974,077
Treasury shares at the end of periods	(38,488)	(38,488)
Issued shares excluding treasury shares	**3,935,589**	**3,935,589**

5. A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Total number of treasury shares	Number of Shares ('000)	RMB'000
Balance as at 1 January 2026	38,488	285,966
Repurchased during 1H2026	-	-
Treasury shares re-issued	-	-
Balance as at 30 June 2026	**38,488**	**285,966**

6. Net Asset Value

	The Group		The Company	
	30 June 2026	31 December 2025	**30 June 2026**	31 December 2025
Net asset value per ordinary share based on issued share capital excluding treasury shares (RMB cents)	**844.04**	816.70	**712.86**	682.09

The Group's and the Company's net assets value per ordinary share as of 30 June 2026 and 31 December 2025 have been computed based on the share capital of 3,935,589,220 shares.

7. Earnings per share

	The Group	
	1H2026	1H2025
(a) Based on weighted average number of ordinary shares in issue (RMB cents) - Basic EPS	**136.40**	106.02
Weighted average number of Ordinary shares	**3,935,589,220**	3,943,826,789
(b) On fully diluted basis (RMB cents)	**136.40**	106.02

Basic earnings per share is calculated by dividing the net profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period.

Diluted earnings per share is equal to basic earnings per share as of 30 June 2026 and 30 June 2025 as the Company has no potential dilutive ordinary shares.

8. A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable as the Company does not have any subsidiary holdings.

9. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. It must include a discussion of the following:

a) any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

Income statement review

	1H2026		1H2025	
	RMB'000	%	RMB'000	%
Shipbuilding				
Turnover	16,512,686	100%	12,249,118	100%
Cost	(10,383,487)	-63%	(7,932,470)	-65%
Margin	**6,129,199**	37%	**4,316,648**	35%
Shipping				
Turnover	585,350	100%	511,353	100%
Cost	(379,928)	-65%	(380,849)	-74%
Margin	**205,422**	35%	**130,504**	26%
Others				
Turnover	435,737	100%	117,058	100%
Cost	(420,460)	-96%	(117,519)	-100%
Margin	**15,277**	4%	**(461)**	-0.4%

Revenue

In 1H2026, a total of 27 vessels were delivered, of which 10 vessels were delivered by the Group's joint venture, Yangzi-Mitsui Shipbuilding Co., Ltd. ("**Yangzi-Mitsui**"). This compares with 23 vessels delivered in 1H2025, including 4 vessels delivered by the joint venture.

Despite the lower number of vessels delivered by the Group's subsidiary shipyards, shipbuilding revenue increased by 35% year-on-year to RMB16,513 million in 1H2026, from RMB12,249 million in 1H2025. The increase was mainly attributable to the progressive construction of vessels secured at higher contract prices and a favourable change in product mix, particularly the progressive construction of 24,000TEU ultra-large LNG Dual Fuel containerships and 100,000CBM very large ethane carriers ("**VLECs**"). The commencement of shipbuilding activities at Jiangsu Yangzi Hongyuan Shipbuilding Co., Ltd. ("**Hongyuan yard**") also contributed to the increase.

Although the Hongyuan yard remains partially complete, it has commenced shipbuilding activities with RMB545 million of shipbuilding revenue recognised during the 2nd quarter, representing approximately 3% of the Group's shipbuilding revenue for 1H2026.

The revenue contribution from the shipping business increased by 14% year-on-year, from RMB511 million in 1H2025 to RMB585 million in 1H2026. The increase was mainly attributable to higher year-on-year charter rates during the period.

The Group is also engaged in other businesses, including terminal services, trading of raw materials, the manufacture and sale of steel pipe piles and large-diameter welded steel pipes, ship design services, the sale of residential units, and the holding and leasing of investment properties. Revenue from these businesses increased significantly to RMB436 million in 1H2026, from RMB117 million in 1H2025. The increase was primarily driven by higher trading revenue and the consolidation of revenue from Jiangsu Yangzi Chengkang Marine Heavy Industry Co., Ltd. ("**Chengkang**"), which is principally engaged in the manufacture and sale of steel pipe piles and large-diameter welded steel pipes. Trading revenue included RMB238 million from the sale of raw materials to Tsuneishi Zhoushan Tsuneishi Group (Zhoushan) Shipbuilding Co., Ltd. ("**Tsuneishi Zhoushan**"), a 34%-owned associated company of the Group, while Chengkang contributed revenue of RMB110 million during the period. In addition, the Group recognised revenue of RMB8.6 million from the sale of residential units held by Jiangsu Yangxing Property Co., Ltd.

Operating cost

In line with the increase in shipbuilding revenue, cost of sales for the shipbuilding business increased by 31% year-on-year to RMB10,383 million in 1H2026, from RMB7,932 million in 1H2025. No allowance for losses on onerous contracts, or reversal thereof, was recognised during the period.

Operating costs for the shipping business were slightly lower than in the corresponding period last year, mainly due to the reduction in fleet size following the disposal of six vessels, comprising three older bulk carriers, two domestic-trading bulk carriers and one 1,800 TEU containership.

Gross profit

Gross profit margin for the shipbuilding business improved to approximately 37% in 1H2026, from 35% in 1H2025. The improvement was mainly attributable to the progressive construction of vessels secured at higher contract prices, particularly 24,000TEU ultra-large LNG Dual Fuel containerships and 100,000CBM VLECs.

Gross profit margin for the shipping business increased to 35% in 1H2026, from 26% in 1H2025, mainly due to improved charter rates and an improved fleet mix following the disposal of certain older and less efficient vessels during the period.

Gross profit margin for the Group's other businesses was 4% in 1H2026, compared with approximately nil in 1H2025. The 1H2025 margin was adversely affected by a one-off impairment loss of RMB7 million on inventories relating to residential properties held by Jiangsu Yangxing Property Co., Ltd. In 1H2026, the margin remained moderated by a higher proportion of revenue from raw material trading activities, which generally carry lower margins.

Other income

The "Other income" category primarily comprises interest income from bank deposits, interest income from ship finance leases, and income from the sale of bunker stock.

Interest income decreased by 53% year-on-year to RMB228 million in 1H2026, from RMB486 million in 1H2025. The decrease was mainly attributable to lower average bank balances and a change in the currency mix of the Group's deposits, with a lower proportion of US dollar deposits and a higher proportion of Renminbi deposits, which generally carried lower interest rates during the period.

Other gains - net

The category of "Other gains - net" encompasses several components, including foreign exchange-related gains/losses, fair value changes on derivative financial instruments and financial assets at fair value through profit or loss, gain on disposal of property, plant and equipment as well as subsidies and incentives.

In 1H2026, the Group recorded net other gains of RMB63 million, compared with net other gains of RMB139 million in 1H2025. The net gains in 1H2026 were mainly attributable to a gain of RMB234 million on the disposal of property, plant and equipment, which arose primarily from the disposal of six vessels by the shipping segment during the period, comprising three 92,500 DWT bulk carriers, two 52,000 DWT domestic-trading bulk carriers and one 1,800 TEU containership. The Group also recorded fair value gains of RMB17 million on financial assets at fair value through profit or loss, fair value gains of RMB12 million on derivative financial instruments, and subsidies and incentives of RMB23 million. These gains were partially offset by net foreign exchange losses of RMB227 million during the period.

Expenses

In 1H2026, administrative expenses increased to RMB529 million, from RMB358 million in 1H2025. The increase was mainly attributable to higher research and development expenses.

In 1H2026, the finance cost decreased to RMB35 million from RMB65 million in 1H2025. This decrease is attributed to the Group's lower bank borrowing during the same period.

Share of results of associated companies and joint ventures

The "Share of results of associated companies and joint ventures" represents the portion of results attributed to the Group's associated companies and joint ventures. In 1H2026, this amounted to RMB483 million, comprising mainly a share of profit of RMB342 million from the Group's joint venture, Yangzi-Mitsui, RMB108 million from Tsuneishi Zhoushan, a 34%-owned associated company in which the Group invested in 1H2025, and RMB34 million from Poseidon Corp., a 10%-owned associated company. The contribution from Poseidon Corp. represented approximately one month of profit sharing following the completion of the Group's investment at the end of May 2026.

Corporate income Tax

In line with the higher profit before tax, income tax expense increased to RMB1,232 million in 1H2026, from RMB988 million in 1H2025. The Group's effective tax rate decreased slightly to 18.7% in 1H2026, from 19.1% in 1H2025, mainly due to a higher proportion of profit contributed by the Group's Singapore-incorporated shipping entities, which are subject to lower effective tax rates.

Statements of Financial Position Review

Assets

Cash and cash equivalents decreased from RMB20,076 million as at 31 December 2025 to RMB15,920 million as at 30 June 2026, mainly due to net cash used in investing and financing activities during the period, partially offset by net cash generated from operating activities.

Restricted cash comprises cash balances that are not readily available for general use, including deposits pledged for performance guarantees, letters of credit and regulatory reserve accounts, as well as short-term deposits with restricted liquidity prior to maturity. Restricted cash decreased from RMB6,068 million as at 31 December 2025 to RMB750 million as at 30 June 2026. The decrease was mainly attributable to the maturity of short-term deposits that had previously been classified as restricted cash due to restrictions on withdrawal prior to maturity.

Investment in financial assets, at fair value through profit or loss, decreased from RMB13 million as at 31 December 2025 to RMB4 million as at 30 June 2026. The decrease was mainly attributable to the disposal of financial assets with a carrying amount of RMB26 million during 1H2026, partially offset by fair value gains of RMB17 million recognised during the period.

Current trade and other receivables decreased from RMB7,923 million as of 31 December 2025 to RMB7,345 million as of 30 June 2026. The decrease was mainly attributable to the repayment of a loan by third parties during the period and the progressive utilisation of prepayments made to equipment suppliers as construction under the relevant shipbuilding contracts commenced.

Inventories increased to RMB4,031 million as at 30 June 2026, up from RMB3,558 million as at 31 December 2025. The increase was primarily attributable to the rise in work-in-progress related to two 175,000 CBM LNG carriers, following the termination of their shipbuilding contracts in FY2024.

Contract assets increased to RMB7,210 million as at 30 June 2026, from RMB5,581 million as at 31 December 2025, mainly due to the commencement and progressive construction of more shipbuilding contracts during the period.

As at 30 June 2026, current derivative financial assets amounted to RMB64 million, representing the positive fair value of USD/RMB forward contracts, as well as USD put options purchased and USD call options written. These derivative contracts were entered into by the Group for the purposes of managing foreign exchange exposure and were not designated as hedging instruments for accounting purposes.

Non-current trade and other receivables decreased from RMB964 million as at 31 December 2025 to RMB680 million as at 30 June 2026. The decrease was mainly attributable to the reclassification of a third-party loan from non-current to current receivables and the settlement of certain finance lease receivables upon expiry of the underlying lease arrangements, partially offset by an increase in non-current prepayments relating to capital expenditure.

Investments in joint ventures increased from RMB1,447 million as at 31 December 2025 to RMB1,505 million as at 30 June 2026. The increase was mainly attributable to the Group's share of profits of RMB342 million, primarily contributed by Yangzi-Mitsui, and an investment of RMB39 million in ENN Yangtze (Tianjin) Shipping Co., Ltd., a newly established 49%-owned joint venture. These increases were partially offset by dividends of RMB323 million received from Yangzi-Mitsui during 1H2026.

Investments in associated companies increased significantly from RMB1,098 million as at 31 December 2025 to RMB6,838 million as at 30 June 2026. The increase was mainly attributable to the Group's investment of RMB5,629 million in Poseidon Corp., a 10%-owned associated company, following the completion of the transaction at the end of May 2026. The Group also recognised a share of profit of RMB34 million from Poseidon Corp., representing approximately one month of its post-acquisition results. In addition, the Group recognised a share of profit of RMB108 million from Tsuneishi Zhoushan. These increases were partially offset by a return of capital of RMB15.8 million and dividends of RMB4 million received from Suzhou Yangzi Chengkang Marine Engineering Co., Ltd., formerly known as Jiangsu Yangzi Chengkang Marine Equipment Co., Ltd., a 40%-owned associated company.

Investment property increased from RMB2,249 million as at 31 December 2025 to RMB2,287 million as at 30 June 2026. The increase was mainly attributable to additional capital expenditure of RMB118 million during the period, as well as translation losses of RMB80 million arising from the depreciation of the Singapore dollar against the Renminbi during the period.

Property, plant and equipment increased from RMB9,085 million as at 31 December 2025 to RMB9,373 million as at 30 June 2026. The increase was mainly attributable to capital expenditure of RMB910 million incurred on the LNG terminal conversion project and the Hongyuan yard, as well as additional capital expenditure of RMB104 million on the Group's existing shipyards. These additions were partially offset by depreciation charges and the disposal of six vessels by the shipping segment during the period, comprising three 92,500 DWT bulk carriers, two 52,000 DWT domestic-trading bulk carriers and one 1,800 TEU containership.

Intangible assets, which mainly comprise computer software licenses, decreased from RMB21 million as at 31 December 2025 to RMB20 million as at 30 June 2026. The decrease was mainly attributable to amortisation during the period, partially offset by additions of RMB1 million in 1H2026.

Deferred income tax assets decreased from RMB194 million as at 31 December 2025 to RMB157 million as at 30 June 2026. The decrease was mainly due to the tax impact arising from the net release of warranty provisions and fair value changes on derivative financial instruments during the period.

Liabilities

Current trade and other payables increased from RMB3,792 million as at 31 December 2025 to RMB4,125 million as at 30 June 2026, mainly due to higher trade payables to suppliers following the commencement of shipbuilding activities at the Hongyuan yard.

Due to progressive execution of construction contracts in 1H2026, contract liabilities as of 30 June 2026 decreased to RMB11,331 million from RMB13,140 million as of 31 December 2025.

The current derivative financial liabilities of RMB60 million mainly represented the fair values of USD/RMB forward contracts with positive valuation. These contracts were entered by the Group for non-hedging purpose to improve the USD/RMB exchange rate.

The Group's borrowings, consisting entirely of unsecured loans, amounted to RMB4,125 million as at 30 June 2026, down from RMB5,500 million as at 31 December 2025. The decrease was primarily due to the net repayment of bank borrowings during the period.

Current income tax liabilities decreased from RMB1,293 million as at 31 December 2025 to RMB910 million as at 30 June 2026. The decrease was mainly attributable to income tax payments made during the period, partially offset by current income tax expense recognised on the profit generated in 1H2026.

As at 30 June 2026, non-current other payables of RMB382 million represented accruals in respect of the Group's employee share appreciation rights. The increase from RMB318 million as at 31 December 2025 was mainly attributable to additional accruals recognised during the period and changes in the valuation of the liabilities arising from movements in the Company's share price.

Equity

Total equity attributable to equity holders of the Company increased from RMB32,142 million as at 31 December 2025 to RMB33,218 million as at 30 June 2026. The increase was mainly attributable to profit generated during the period, partially offset by the payment of the FY2025 final dividend.

Statements of Cash Flows Review

The decrease in cash and cash equivalents from RMB20,076 million to RMB15,920 million was primarily driven by cash outflows of RMB6,028 million related to investing and financing activities, partially offset by net cash inflows of RMB1,872 million from operating activities during the period.

Net cash used in investing activities amounted to RMB418 million in 1H2026. The cash outflow was mainly attributable to capital expenditure of RMB1,195 million, primarily relating to the LNG terminal project and the Hongyuan yard, and an investment of RMB5,629 million in Poseidon Corp. These outflows were partially offset by dividends of RMB323 million received from the Group's joint venture, Yangzi-Mitsui, and proceeds of RMB752 million from the disposal of property, plant and equipment, mainly comprising six vessels disposed of by the shipping segment during the period, and a RMB5,318 million decrease in restricted cash following the maturity of restricted short-term deposits.

Net cash used in financing activities amounted to RMB5,610 million in 1H2026, mainly comprising the payment of the FY2025 final dividend of RMB4,218 million to equity holders of the Company and net repayment of bank borrowings of RMB1,375 million.

10. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

11. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.

Amid ongoing conflict in the Middle East, disruptions in the Red Sea and around the Strait of Hormuz, geopolitics have continued to keep transit volumes along affected routes below normal levels and led to vessel diversions and longer sailing distances. Against this backdrop, shipbuilding demand has remained broadly stable, supported by ongoing fleet renewal and decarbonisation requirements, despite the geopolitical and macroeconomic uncertainties. Newbuild prices have generally softened from their peak, while prices for oil tankers have strengthened, with geopolitical tensions further inflating them. The global orderbook reached a record of approximately US$657 billion (around 207 million CGT) by mid-2026, equivalent to about 21% of the world fleet.[1]

Shipbuilding industry

Global newbuilding activity was strong in the first half of 2026. Globally, total new orders rose approximately 66% year-on-year to 42.95 million CGT across 1,481 vessels, of which Chinese shipyards secured around 72% by CGT.[2] The market continues to see a rotation in demand from the large-sized containerships that dominated a few years ago towards oil tankers, gas carriers, and small- to medium-sized containerships. Demand for dry bulk carriers, which had remained relatively subdued in recent years, has also begun to recover gradually. Although newbuild prices for containerships, gas carriers and dry bulk carriers have eased from their recent peaks, the declines have remained relatively modest, while prices for oil tankers have continued to rise amid stronger demand and heightened geopolitical tensions.

Shipping industry

In the dry bulk market, the Baltic Dry Index strengthened over the first half, rising from around 1,880 in January to approximately 2,840 by mid-July 2026, supported by firm Capesize and Panamax earnings on iron ore, coal and grain trades.[3]

Against this backdrop, the Group maintains its overall fleet scale while progressively renewing its vessels to enhance fuel efficiency and environmental performance. During the first half of 2026, the Group disposed of 6 vessels as part of its ongoing fleet-optimisation programme, and continues to prioritise a flexible deployment strategy, prioritising spot charters to preserve operational agility amid market volatility, while remaining ready to lock in attractive time charters when market conditions improve. The Group expects its shipping business to remain stable in the second half of 2026.

Summary

As at 30 June 2026, the Group had secured approximately US$1.75 billion new orders. In July 2026, the Group secured further new orders of approximately US$0.21 billion for four oil tankers, bringing total new orders secured in 2026 to approximately US$1.96 billion as at the end of July. The Group remains committed to achieve its FY2026 order-win target of US$4.5 billion.

The Group remains focused on executing its outstanding orderbook of US$22.4 billion as at 30 June 2026, having delivered 27 vessels in the first half of 2026 out of a full-year delivery target of 58 vessels.

Construction of Hongyuan yard is progressing on track, having commenced operations and begun contributing to revenue in the first half of 2026, with full integration into the Group's shipbuilding capacity expected by 2027. Alongside the new yard, the Group has deepened its partnership with Seaspan Corp through the acquisition of a 10% stake in Poseidon Corp (Seaspan Corp's holding company), with Executive Chairman and CEO Mr Ren Letian appointed to Poseidon Corp's board. The LNG terminal conversion project is proceeding as scheduled, and work progresses for the establishment of Jiangsu Yangzi Hongda Shipbuilding and Repair, which will focus primarily on drydocking and vessel retrofitting services. Looking ahead, the Group remains focused on the disciplined execution of its healthy order book and prudent capital management to create long-term value for its stakeholders.

12. Dividend

a) Current Financial Period Reported On

None.

b) Corresponding Period of the Immediately Preceding Financial Year

None.

c) Whether the dividend is before tax, net of tax or tax exempt

Not applicable.

[1] Clarksons Research: First Half 2026 Shipping Market Review
[2] PortNews (citing Clarksons Research): China takes 72% of first-half shipbuilding orders, South Korea 19%
[3] BigMint (Baltic Exchange data): Baltic Dry Index, July 2026

d) Date payable

Not applicable.

e) Books closure date

Not applicable.

13. If no dividend has been declared (recommended), a statement to that effect.

It is the company's policy to declare dividend annually.

14. Interested Person Transactions

The following table sets out the current total of all transactions with the interested person for the financial period ended 30 June 2026:

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
YEE KEE SHIAN, LEON **Duane Morris & Selvam LLP** Receipt of legal services	RMB 81,000 * (Equivalent to SGD 15,000)	Nil^

*Aggregate value less than 3% of Group's NTA as at 31 December 2025, shareholder mandate not applicable.
^The Company does not obtain a shareholders' mandate for interested person transactions.

15. Confirmation pursuant to Rule 720 (1) of the Listing Manual

The Company confirms that it has procured undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7 under Rule 720 (1) of the Listing Manual.

16. Confirmation by the board pursuant to rule 705 (5) of the Listing Manual

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the six-month period ended 30 June 2026 to be false or misleading in any material aspect.

On Behalf of the Board of Directors

Ren Letian
Executive Chairman and Chief Executive Officer

Yee Chia Hsing
Independent Director

Singapore
Date: 6 August 2026