

Notes to the condensed consolidated interim financial information

2 Summary of significant accounting policies

Except as described below, the accounting policies and method of computation used in the preparation of the Interim Financial Information are generally consistent with those used in the Financial Statements in all material aspects, which have been prepared in accordance with IFRS under the historical cost convention, as modified by the revaluation of financial assets measured at fair value through other comprehensive income, financial assets at fair value through profit or loss and derivative financial assets and liabilities, which are carried at fair value and subsequent changes are recognized in the statement of comprehensive income.

Taxes on income for the interim period are accrued using the estimated tax rates that would be applicable to expected total annual assessable profit.

(a) New and amended standards and interpretations adopted by the Group

The Group has applied the following standards and amendments for the first time for their annual reporting period commencing January 1, 2025:

- Amendments to IAS 21 – Lack of Exchangeability

The amendments listed above did not have material impact on the amounts recognized in prior periods and are not expected to significantly affect the current or future periods.

(b) New standards and amendments to standards and interpretations not yet adopted

Several new standards and amendments to standards and interpretations have been issued but not effective during the six months ended June 30, 2025 and have not been early adopted by the Group:

	Effective for annual periods beginning on or after
Amendments to IFRS 9 and IFRS 7 – Classification and measurement of financial instruments	January 1, 2026
Annual improvements to IFRS – Volume 11	January 1, 2026
IFRS 18 – Presentation and Disclosures in Financial Statements	January 1, 2027
IFRS 19 – Subsidiaries without Public Accountability: Disclosures	January 1, 2027

The Group is in the process of assessing potential impact of the above new amendments that is relevant to the Group upon initial application. According to the preliminary assessment, the above new amendments, other than IFRS 18, are not expected to have any significant impact on the Group's consolidated balance sheets and results of operations upon adopting the above new amendments. IFRS 18 will replace IAS 1 Presentation of financial statements, introducing new requirements that will help to achieve comparability of the financial performance of similar entities and provide more relevant information and transparency to users. Even though IFRS 18 will not impact the recognition or measurement of items in the financial statements, its impacts on presentation and disclosure are expected to be pervasive, in particular those related to the statement of financial performance and providing management-defined performance measures within the financial statements. The Group is currently assessing the detailed implications of applying IFRS 18 on the Group's consolidated financial statements. From the high-level preliminary assessment performed, the following potential impacts have been identified:

2 Summary of significant accounting policies (continued)

(b) New standards and amendments to standards and interpretations not yet adopted (continued)

- Although the adoption of IFRS 18 will have no impact on the Group's net profit, the Group expects that grouping items of income and expenses in the statement of profit or loss into the new categories will impact how operating profit is calculated and reported. From the high-level impact assessment that the Group has performed, the following items might potentially impact operating profit:
 - o Foreign exchange differences currently aggregated in the line item 'other income, gains or loss – net' in operating profit might need to be disaggregated, with some foreign exchange gains or losses presented below operating profit.
 - o IFRS 18 has specific requirements on the category in which derivative gains or losses are recognized – which is the same category as the income and expenses affected by the risk that the derivative is used to manage. Although the Group currently recognizes gains or losses in operating profit, there might be a change to where these gains or losses are recognized, and the Group is currently evaluating the need for change.
- The line items presented on the primary financial statements might change as a result of the application of the concept of 'useful structured summary' and the enhanced principles on aggregation and disaggregation. In addition, since goodwill will be required to be separately presented in the statement of financial position, the Group will disaggregate goodwill and other intangible assets and present them separately in the statement of financial position.
- The Group does not expect there to be a significant change in the information that is currently disclosed in the notes because the requirement to disclose material information remains unchanged; however, the way in which the information is grouped might change as a result of the aggregation/disaggregation principles. In addition, there will be significant new disclosures required for:
 - o management-defined performance measures;
 - o a break-down of the nature of expenses for line items presented by function in the operating category of the statement of profit or loss – this break-down is only required for certain nature expenses; and
 - o for the first annual period of application of IFRS 18, a reconciliation for each line item in the statement of profit or loss between the restated amounts presented by applying IFRS 18 and the amounts previously presented applying IAS 1.
- From a cash flow statement perspective, there will be changes to how interest received and interest paid are presented. Interest paid will be presented as financing cash flows and interest received as investing cash flows, which is a change from current presentation as part of operating cash flows.

The Group will apply the new standard from its mandatory effective date of 1 January 2027. Retrospective application is required, and so the comparative information will be restated in accordance with IFRS 18.

Notes to the condensed consolidated interim financial information

3 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.

In 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 are the same as those applied to the Financial Statements.

4 Management of financial risk

The Group's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

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

There were no changes in any material risk management policies during the six months ended June 30, 2025.

The Group manages liquidity risk by maintaining adequate cash and cash equivalents and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities. Management believes that the Group's current cash and cash equivalents and anticipated cash flows from operations, investment and financing activities will be sufficient to meet the Group's anticipated working capital requirements and capital expenditures for the next 12 months from June 30, 2025.

4.1 Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to enhance shareholders' value in the long-term.

The Group monitors capital (including share capital and reserves) by regularly reviewing the capital structure. As a part of this review, the Company considers the cost of capital and the risks associated with the issued share capital. The Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or repurchase the Company's shares. In the opinion of the Directors of the Company, the Group's capital risk was low as at June 30, 2025.

4.2 Fair value estimation

Fair value estimates are made at a specific point in time based on relevant market information and information about financial instruments. When an active market exists, such as an authorized securities exchange, the market value is the best reflection of the fair values of financial instruments. For financial instruments where there is no active market, fair value is determined using valuation techniques.

The Group's financial assets measured at fair value mainly include financial assets measured at fair value through profit or loss and financial assets measured at fair value through other comprehensive income.

4 Management of financial risk (continued)

4.2 Fair value estimation (continued)

Determination of fair value and fair value hierarchy

All assets and liabilities for which fair value is measured or disclosed in the historical financial information are categorized within the fair value hierarchies. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three broad levels. The level in the fair value hierarchy within which the fair value measurement is categorized in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety.

The levels of the fair value hierarchy are as follows:

- (a) Fair value is based on quoted prices (unadjusted) in active markets for identical assets or liabilities ("Level 1");
- (b) Fair value is based on 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) ("Level 2"); and
- (c) Fair value is based on inputs for the asset or liability that are not based on observable market data (unobservable inputs) ("Level 3").

The level of fair value calculation is determined by the lowest level input that is significant in the overall calculation. As such, the significance of the input should be considered from an overall perspective in the calculation of fair value.

For Level 2 financial instruments, valuations are generally obtained from third party pricing services for identical or comparable assets, or through the use of valuation methodologies using observable market inputs, or recent quoted market prices. Valuation service providers typically gather, analyse and interpret information related to market transactions and other key valuation model inputs from multiple sources, and through the use of widely accepted internal valuation models, provide a theoretical quote on various securities. The fair values of the investments in wealth management products ("WMPs"), which mainly include openended treasury management investments, were determined based on the prices and exchange rates on the balance sheet date quoted by the respective issuers of the WMPs and derivative products, respectively. The inputs used for the fair value measurement of WMPs issued by financial intuitions only include the prices quoted by the issuers which can be observed in open markets as they are quoted to public on daily basis, but they do not meet the quoted prices within Level 1 as the WMPs are not actively traded.

For Level 3 financial instruments, prices are determined using valuation methodologies such as discounted cash flow models and other similar techniques. Determinations to classify fair value measurement within Level 3 of the valuation hierarchy are generally based on the significance of the unobservable factors to the overall fair value measurement, and valuation methodologies such as discounted cash flow models and other similar techniques. To determine the fair value of loans and advances to customers from Virtual Bank, loans are segregated into portfolios of similar characteristics. Fair values are estimated using discounted cash flow methodology incorporating a range of input assumptions including expected customer prepayment rates, new business interest rate estimates for similar loans. The fair value of loans reflects uncertainty in expectations about future defaults at the balance sheet date and the fair value effect of repricing between origination and the reporting date. For credit impaired loans, fair value is estimated by discounting the future cash flows over the period they are expected to be recovered.

Notes to the condensed consolidated interim financial information

4 Management of financial risk (continued)

4.2 Fair value estimation (continued)

Determination of fair value and fair value hierarchy (continued)

For assets and liabilities that are recognized at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The following tables provide the fair value measurement hierarchy of the Group's financial assets and liabilities:

(Unaudited)	As at June 30, 2025			
	Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000	Total RMB'000
Financial assets				
Financial assets measured at fair value through profit or loss (Note 19)	—	1,082,608	—	1,082,608
Financial assets measured at fair value through other comprehensive income (Note 15)	—	—	—	—
Financial liabilities				
Derivative financial liabilities (Note 27)	—	3,889	—	3,889

	As at December 31, 2024			
	Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000	Total RMB'000
Financial assets				
Financial assets measured at fair value through profit or loss (Note 19)	—	455,016	—	455,016
Financial assets measured at fair value through other comprehensive income (Note 15)	—	—	—	—
Derivative financial assets (Note 27)	—	40,356	—	40,356

For the six months ended June 30, 2025 and year ended December 31, 2024, there were no transfers among different levels of fair values measurement.

Notes to the condensed consolidated interim financial information

4 Management of financial risk (continued)

4.2 Fair value estimation (continued)

Determination of fair value and fair value hierarchy (continued)

Movements of Level 3 financial instruments measured at fair value are as follows:

	Six months ended June 30,	
	2025	2024
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Beginning of the period	–	1,906,189
Additions, net	–	213,666
Gain recognised in other comprehensive income	–	6,122
Losses recognised in other gain	–	(10,881)
Disposal	–	(2,111,892)
	<hr/>	<hr/>
End of the period	–	3,204

Notes to the condensed consolidated interim financial information

5 Segment information and revenue

5.1 Description of segments and principal activities

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision makers ("CODM"), who are responsible for allocating resources and assessing performance of the operating segments and making strategic decisions. The Group's chief operating decision makers have been identified as the executive directors of the Company, they review the Group's internal reporting in order to assess performance, allocate resources, and determine the operating segments based on these reports.

There was one reporting segment of the Group for the six months ended June 30, 2025, Technology Solutions; as well there were and two reporting segments of the Group for the six months ended June 30, 2024, Technology Solutions and Virtual Bank Business. On April 2, 2024, the Virtual Bank Business segment was disposed of and reported as discontinued operations (Note 13).

As the Group's revenues are substantially earned and expenses are substantially incurred in the PRC, no geographical segments are presented.

(Unaudited)	Six months ended June 30,	
	2025	2024
	Continuing operations	Continuing operations
	Technology Solutions	Technology Solutions
	RMB'000	RMB'000
Revenue	801,157	1,415,769
Cost of revenue	(591,996)	(889,987)
Gross profit	209,161	525,782
Operating loss	(105,691)	(105,502)
Other segment information		
Depreciation of property and equipment	17,846	29,325
Amortization of intangible assets	12,702	29,777

The above disclosures have taken into intersegment eliminations and adjustments.

The reconciliation from operating loss to loss before income tax during the six months ended June 30, 2025 and 2024 is shown in the condensed consolidated statement of comprehensive income.

Notes to the condensed consolidated interim financial information

5 Segment information and revenue (continued)

5.2 Revenue

(a) Disaggregation of revenue from contracts with customers

	Six months ended June 30,	
	2025	2024
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Continuing operations		
Technology Solutions		
Implementation	291,417	326,086
Transaction based and support revenue		
– Operation support services	309,517	265,391
– Business origination services	9,942	22,775
– Risk management services	105,785	126,514
– Cloud services platform (i)	2,349	607,416
– Post-implementation support services	38,842	29,348
– Others	43,305	38,239
	<u>801,157</u>	<u>1,415,769</u>

Notes to the condensed consolidated interim financial information

5 Segment information and revenue (continued)

5.2 Revenue (continued)

(a) Disaggregation of revenue from contracts with customers (continued)

- (i) Revenue from cloud services platform decreased primarily due to the decision of the Group to gradually discontinue the operation of cloud services from July 2024 onwards given subsidiaries and associates of Ping An Insurance (Group) Company of China, Ltd. (the "Ping An Group") ceased to utilize relevant services.

Disaggregation of revenue by timing of transfer of services over time or at a point in time is set out below:

(Unaudited)	At a point in time RMB'000	Over time RMB'000	Total RMB'000
Six months ended June 30, 2025			
Implementation	7,421	283,996	291,417
Transaction based and support revenue			
– Operation support services	94,923	214,594	309,517
– Business origination services	9,942	–	9,942
– Risk management services	105,785	–	105,785
– Cloud services platform	–	2,349	2,349
– Post-implementation support services	–	38,842	38,842
– Others	43,305	–	43,305
	<u>261,376</u>	<u>539,781</u>	<u>801,157</u>

Notes to the condensed consolidated interim financial information

5 Segment information and revenue (continued)

5.2 Revenue (continued)

(a) Disaggregation of revenue from contracts with customers (continued)

(Unaudited)	At a point in time RMB'000	Over time RMB'000	Total RMB'000
Six months ended June 30, 2024			
Implementation	15,665	310,421	326,086
Transaction based and support revenue			
– Operation support services	56,263	209,128	265,391
– Business origination services	22,775	–	22,775
– Risk management services	126,514	–	126,514
– Cloud services platform	–	607,416	607,416
– Post-implementation support services	–	29,348	29,348
– Others	38,239	–	38,239
	<u>259,456</u>	<u>1,156,313</u>	<u>1,415,769</u>

During the six months ended June 30, 2025 and 2024, the Group mainly operated in PRC and most of the revenue were generated in PRC.

Notes to the condensed consolidated interim financial information

5 Segment information and revenue (continued)

5.2 Revenue (continued)

(b) Contract assets

The Group has recognized the following revenue-related contract assets:

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Contract assets		
– Implementation	110,936	113,986
– Transaction based and support	5,480	11,856
– Operation support services	981	6,905
– Post implementation support services	4,499	4,951
	116,416	125,842
Less: Impairment loss allowance		
– Implementation	(46,715)	(57,910)
– Transaction based and support	(3,018)	(4,512)
– Operation support services	(579)	(2,201)
– Post implementation support services	(2,439)	(2,311)
	(49,733)	(62,422)
	<u>66,683</u>	<u>63,420</u>

Notes to the condensed consolidated interim financial information

6 Expenses by nature

	Six months ended June 30,	
	2025	2024
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Continuing operations		
Technology service fees	289,092	793,319
Employee benefit expenses (a)	426,184	507,967
Outsourcing labor costs	42,065	45,643
Purchase costs of products	38,518	30,953
Amortization of intangible assets (Note 12)	12,702	29,777
Depreciation of property and equipment (Note 11)	17,846	29,325
Travelling expenses	12,071	21,751
Marketing and advertising fees	12,621	13,029
Professional service fees	12,279	9,072
Customer acquisition cost	9,421	7,727
Others	35,268	39,659
Total cost of revenue, research and development expenses, selling and marketing expenses, general and administrative expenses	908,067	1,528,222

	Six months ended June 30,	
	2025	2024
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Continuing operations		
Research and development costs		
– Employee benefit expenses	78,452	118,049
– Technology service fees	34,945	286,971
– Amortization of intangible assets	55	67
– Depreciation of property and equipment	1,164	1,797
– Others	2,592	3,103
Amounts incurred	117,208	409,987
Less: capitalized	(222)	(10,347)
	116,986	399,640

Notes to the condensed consolidated interim financial information

6 Expenses by nature (continued)

(a) Employee benefit expenses are as follows:

	Six months ended June 30,	
	2025	2024
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Continuing operations		
Wages and salaries	314,566	352,776
Welfare and other benefits	114,363	153,788
Share-based payments (Note 24)	(2,745)	1,403
	<u>426,184</u>	<u>507,967</u>

7 Other income, gains or loss – net

	Six months ended June 30,	
	2025	2024
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Continuing operations		
Net foreign exchange income/(loss)	2,217	(4,906)
Government grants and tax rebates	6,459	6,652
Net gain on financial assets measured at fair value through profit or loss	10,280	9,531
(Loss)/gain on modification of leases and disposal of property and equipment and intangible asset	(29)	2,727
Net (loss)/gain on derivatives	(3,510)	14,462
Others	(341)	1,718
	<u>15,076</u>	<u>30,184</u>

Notes to the condensed consolidated interim financial information

8 Finance income – net

	Six months ended June 30,	
	2025	2024
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Continuing operations		
Finance income		
Interest income on bank deposits	25,415	29,686
Finance costs		
Interest expense on borrowings	(1,498)	(6,153)
Interest expense on lease liabilities (Note 16(b))	(600)	(1,472)
Bank charges	(971)	(363)
	(3,069)	(7,988)
	22,346	21,698

9 Income tax (expense)/benefit

The income tax (expense)/benefit of the Group for the six months ended June 30, 2025 and 2024 are analyzed as follows:

	Six months ended June 30,	
	2025	2024
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Continuing operations		
Current income tax	(2,368)	665
Deferred income tax	–	1,681
Income tax (expense)/benefit	(2,368)	2,346

9 Income tax (expense)/benefit (continued)

(a) PRC Enterprise Income Tax ("EIT")

The income tax provision of the Group in respect of operations in Mainland China had been calculated at the tax rate of 25% for the six months ended June 30, 2025 and 2024, unless preferential tax rates were applicable.

Certain subsidiaries of the Group in the mainland China were subject to "High and New Technology Enterprise", whose preferential enterprise income tax rate is 15% for the six months ended June 30, 2025 and 2024. Moreover, certain subsidiaries of the Group were established in the Shenzhen Qianhai Shenzhen-Hong Kong Cooperation Zone and accordingly is entitled to a reduced income tax rate of 15% for the six months ended June 30, 2025 and 2024.

In addition, certain mainland China subsidiaries of the Group were subject to "small and thin-profit enterprises" under the EIT Law, whose preferential income tax rate was 20% for the six months ended June 30, 2025 and 2024.

(b) Cayman Islands Enterprise Income Tax

The Company was not subject to any taxation in the Cayman Islands for the six months ended 30 June 2025 and 2024.

(c) Hong Kong Profits Tax

Hong Kong profits tax had been provided for at the rate of 16.5% on the estimated assessable profits for the six months ended June 30, 2025 and 2024.

(d) Enterprise Income Tax in Other Jurisdictions

Income tax on profit arising from other jurisdictions, including Singapore, Indonesia, Malaysia and United Arab Emirates, had been calculated on the estimated assessable profit for the six months ended 30 June 2025 and 2024 at the respective rates prevailing in the relevant jurisdictions, which were not higher than 25%.

(e) PRC Withholding Tax ("WHT")

According to the EIT Law, distribution of profits earned by PRC companies since January 1, 2008 to overseas investors is subject to withholding tax of 5% or 10%, depending on the region of incorporation of the overseas investor, upon the distribution of profits to overseas-incorporated immediate holding companies.

As at June 30, 2025 and 2024, the Group has deficits in retained earnings, so no withholding tax is provided.

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10 (Loss)/earnings per share

The calculations of basic and diluted (loss)/earnings per share are based on:

	Six months ended June 30,	
	2025	2024
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Loss from continuing operations as presented in the statement of comprehensive income	(85,713)	(81,458)
Less: loss from continuing operations attributable to non-controlling interests	<u>7,218</u>	<u>10,973</u>
Loss from continuing operations attributable to owners of the Company	<u>(78,495)</u>	<u>(70,485)</u>
(Loss)/profit from discontinued operations	<u>—</u>	<u>209,499</u>
(Loss)/profit attributable to owners of the Company used in calculating basic and diluted (loss)/earnings per share	<u>(78,495)</u>	<u>139,014</u>
Weighted average number of ordinary shares in issue (in'000 shares)	<u>1,091,369</u>	<u>1,089,589</u>

Notes to the condensed consolidated interim financial information

10 (Loss)/earnings per share (continued)

	Six months ended June 30,	
	2025	2024
	(Unaudited)	(Unaudited)
Loss per share for loss from continuing operations attributable to owners of the Company		
– Basic loss per share (RMB)	(0.07)	(0.06)
– Diluted loss per share (RMB)	(0.07)	(0.06)
– Basic loss per ADS (RMB)(Note)	(2.16)	(1.94)
– Diluted loss per ADS (RMB)(Note)	(2.16)	(1.94)
Earnings per share for profit from discontinued operations attributable to owners of the Company		
– Basic earnings per share (RMB)	–	0.19
– Diluted earnings per share (RMB)	–	0.19
– Basic earnings per ADS (RMB)(Note)	–	5.77
– Diluted earnings per ADS (RMB)(Note)	–	5.77
(Loss)/earnings per share for (loss)/profit attributable to owners of the Company		
– Basic (loss)/earnings per share (RMB)	(0.07)	0.13
– Diluted (loss)/earnings per share (RMB)	(0.07)	0.13
– Basic (loss)/earnings per ADS (RMB)(Note)	(2.16)	3.83
– Diluted (loss)/earnings per ADS (RMB)(Note)	(2.16)	3.83

Note: One ADS represented thirty ordinary shares of the Company.

Basic (loss)/earnings per share is calculated by dividing the (loss)/profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the six months ended June 30, 2025 and 2024.

Shares held for share incentive scheme purpose have been treated as treasury shares. Accordingly, for purpose of calculation of (loss)/earnings per share, the issued and outstanding number of ordinary shares as at June 30, 2025 and 2024, taking into account the shares held for share incentive scheme purpose, were 1,091,369,026 shares and 1,089,589,125 shares, respectively.

The effects of all outstanding share options granted under the Share Option Scheme and Restricted Share Units Scheme (Note 24) for six months ended June 30, 2025 and 2024 have been excluded from the computation of diluted (loss)/earnings per share. Accordingly, dilutive (loss)/earnings per share for the six months ended June 30, 2025 and 2024 were the same as basic (loss)/earnings per share for the period.

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11 Property and equipment

(Unaudited)	Office and telecommunication equipment RMB'000	Right-of-use properties RMB'000	Leasehold improvements RMB'000	Total RMB'000
Six months ended June 30, 2025				
Opening net book amount	14,798	23,706	5,391	43,895
Additions	3,537	16,006	–	19,543
Disposals, net	(200)	(139)	–	(339)
Depreciation charge	(3,283)	(12,147)	(2,416)	(17,846)
Exchange difference	(17)	(5)	(22)	(44)
Closing net book amount	14,835	27,421	2,953	45,209
As at June 30, 2025				
Cost	94,512	213,312	122,360	430,184
Accumulated depreciation	(77,064)	(187,280)	(118,743)	(383,087)
Exchange difference	(2,613)	1,389	(664)	(1,888)
Net book amount	14,835	27,421	2,953	45,209

(Unaudited)	Office and telecommunication equipment RMB'000	Right-of-use properties RMB'000	Leasehold improvements RMB'000	Total RMB'000
Six months ended June 30, 2024				
Opening net book amount	25,246	48,572	11,258	85,076
Additions	271	51,334	3,124	54,729
Disposal of subsidiaries	(1,623)	(5,777)	–	(7,400)
Disposals, net	(832)	(35,434)	–	(36,266)
Depreciation charge	(5,572)	(18,248)	(6,517)	(30,337)
Exchange difference	4	8	18	30
Closing net book amount	17,494	40,455	7,883	65,832
As at June 30, 2024				
Cost	99,300	286,956	121,508	507,764
Accumulated depreciation	(79,196)	(247,868)	(112,958)	(440,022)
Exchange difference	(2,610)	1,367	(667)	(1,910)
Net book amount	17,494	40,455	7,883	65,832

Notes to the condensed consolidated interim financial information

11 Property and equipment (continued)

During the different periods, the approximate depreciation which were charged to cost of revenue, research and development expenses, selling and marketing expenses and general and administrative expenses were as follows:

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Continuing operations		
– Cost of revenue	2,159	2,208
– Research and development expenses	1,164	1,797
– Selling and marketing expenses	489	692
– General and administrative expenses	14,034	24,628
	17,846	29,325
Discontinued operations	–	1,012
	17,846	30,337

Depreciation of office and telecommunication equipment is allocated to different functional expenses based on usage of equipment by different functional divisions. Right-of-use properties and leasehold improvement are primarily related to business office buildings leased by the Group and used as corporate headquarters. For leased business office buildings which are for general and administrative use, the depreciation of the related right-of-use properties and leasehold improvement is charged to general and administrative expense.

Notes to the condensed consolidated interim financial information

12 Intangible assets

(Unaudited)	Application and platform					Goodwill	Business license	Others	Total
	Contributed by Ping An Group	Developed internally	Acquired	Purchased Software	Development costs in progress				
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Six months ended June 30, 2025									
Opening net book amount	-	23,757	-	2,613	5,864	157,260	6,142	-	195,636
Additions	-	-	-	-	222	-	-	-	222
Transfer	-	5,734	-	-	(5,734)	-	-	-	-
Impairment	-	(380)	-	-	-	-	-	-	(380)
Amortization	-	(5,439)	-	(2,203)	-	-	(5,060)	-	(12,702)
Exchange differences	-	(217)	-	-	-	-	-	-	(217)
Closing net book amount	-	23,455	-	410	352	157,260	1,082	-	182,559
As at June 30, 2025									
Cost	690,910	652,379	61,078	133,506	352	157,260	155,492	80,263	1,931,240
Accumulated amortization	(690,910)	(635,348)	(61,078)	(133,213)	-	-	(154,410)	(80,263)	(1,755,222)
Exchange differences	-	6,424	-	117	-	-	-	-	6,541
Net book amount	-	23,455	-	410	352	157,260	1,082	-	182,559

(Unaudited)	Application and platform					Goodwill	Business license	Others	Total
	Contributed by Ping An Group	Developed internally	Acquired	Purchased Software	Development costs in progress				
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Six months ended June 30, 2024									
Opening net book amount	-	128,860	-	7,229	16,001	289,161	30,120	-	471,371
Additions	-	-	-	602	13,759	-	-	-	14,361
Transfer	-	5,422	-	-	(5,422)	-	-	-	-
Impairment	-	(258)	-	-	-	-	-	-	(258)
Disposal of subsidiaries	-	(94,028)	-	(1,934)	(13,102)	-	-	-	(109,064)
Amortization	-	(17,916)	-	(2,663)	-	-	(15,453)	-	(36,032)
Exchange differences	-	42	-	7	56	-	-	-	105
Closing net book amount	-	22,122	-	3,241	11,292	289,161	14,667	-	340,483
As at June 30, 2024									
Cost	690,910	636,973	61,078	133,506	10,428	289,161	155,492	80,263	2,057,811
Accumulated amortization	(690,910)	(621,097)	(61,078)	(130,382)	-	-	(140,825)	(80,263)	(1,724,555)
Exchange differences	-	6,246	-	117	864	-	-	-	7,227
Net book amount	-	22,122	-	3,241	11,292	289,161	14,667	-	340,483

Notes to the condensed consolidated interim financial information

12 Intangible assets (continued)

During the six months ended June 30, 2025 and 2024, the amount of amortization charged to cost of revenue, research and development expenses and general and administrative expenses are as follows:

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Continuing operations		
– Cost of revenue	12,565	29,228
– Research and development expenses	55	67
– General and administrative expenses	82	482
	12,702	29,777
Discontinued operations	–	6,255
	12,702	36,032

13 Discontinued operations

On November 13, 2023, the Company entered into the Share purchase Agreement with Lufax Holding Ltd (the Purchaser, "Lufax"), pursuant to which the Company conditionally agreed to sell, and the Purchaser conditionally agreed to acquire Ping An OneConnect Bank (Hong Kong) Limited ("OneConnect Bank") through transferring the entire issued share capital of the Jin Yi Tong Limited (the "Disposal Company", a company indirectly holds 100% of the issued share capital of OneConnect Bank through its 100% owned subsidiary Jin Yi Rong Limited) at a consideration of HK\$933,000,000 in cash, subject to the terms and conditions of the Share Purchase Agreement. The transaction was approved by shareholders of the Company through an extraordinary general meeting held on January 16, 2024 and was completed on April 2, 2024. Upon closing, the Company ceased to hold any interest in the Disposal Company. Accordingly, the Disposal Company, Jin Yi Rong Limited and OneConnect Bank and any company that is directly or indirectly controlled by OneConnect Bank (the "Disposal Group") ceased to be subsidiaries of the Company and was no longer be consolidated into the consolidated financial statements of the Group. The Disposal Group was reported as discontinued operations. Financial information relating to the discontinued operations for the period to the date of disposal is set out below.

(a) Financial performance and cash flow information

The financial performance and cash flow information presented are for the period from January 1, 2024 to the date of disposal (2024 column).

Notes to the condensed consolidated interim financial information

13 Discontinued operations (continued)

(a) Financial performance and cash flow information (continued)

	2024 RMB'000
Revenue	44,295
Cost of revenue	(38,404)
Expenses	(46,549)
Net impairment losses on financial and contract assets	(10,856)
Other income, gains or loss – net	956
Finance costs – net	(80)
Loss after income tax of discontinued operations	(50,638)
Gain on sale of subsidiaries after income tax (see (b) below)	260,137
Profit from discontinued operations	209,499
Exchange differences on translation of discontinued operations	177
Changes in the fair value of debt instruments measured at fair value through other comprehensive income of discontinued operations	6,056
Disposal of subsidiaries	18,237
Total comprehensive income from discontinued operations	233,969
Net cash used in operating activities	(3,286)
Net cash used in investing activities	(112,210)
Net cash used in financing activities	(1,417)
Net decrease in cash and cash equivalents	(116,913)

Notes to the condensed consolidated interim financial information

13 Discontinued operations (continued)

(b) Details of the sale of the Disposal Group

	2024 RMB'000 (Unaudited)
Cash consideration received, less transaction cost paid	839,087
Less: Cash and bank balances disposed of	<u>(115,916)</u>
Net cash inflow from disposal	<u>723,171</u>
Cash consideration received, less transaction cost paid	839,087
Less: carrying amount of net assets sold	<u>(560,713)</u>
Gain on sale before income tax and reclassification reserve	278,374
Reclassification of foreign currency translation reserve	(30,180)
Reclassification of fair value change reserve	11,943
Income tax expense on gain	<u>—</u>
Gain on sale after income tax	<u>260,137</u>

Notes to the condensed consolidated interim financial information

14 Financial instruments by category

The Group holds the following financial instruments:

	Note	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Financial assets			
Financial assets measured at amortized cost			
– Trade receivables	17	559,779	506,535
– Prepayments and other receivables (excluding non-financial asset items)	18	142,143	159,601
– Restricted cash and time deposits over three months	20	801,934	51,940
– Cash and cash equivalents	21	385,031	1,947,922
Financial assets measured at fair value through other comprehensive income (FVOCI)			
	15	–	–
Financial assets measured at fair value through profit or loss (FVPL)			
	19	1,082,608	455,016
Derivative financial assets (held at FVPL)	27	–	40,356
Total		2,971,495	3,161,370
Financial liabilities			
Liabilities at amortized cost			
– Trade and other payables (excluding non-financial liability items)	25	908,697	695,059
– Short-term borrowings	26	20,658	19,160
Derivative financial liabilities (held at FVPL)	27	3,889	–
Total		933,244	714,219

Notes to the condensed consolidated interim financial information

15 Financial assets measured at fair value through other comprehensive income

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Equity securities (Note (a))	—	—
Less: Non-current financial asset measured at fair value through other comprehensive income	—	—
	—	—

- (a) On August 4, 2016, the Group acquired 5% equity interest in Fujian Exchange Settlement Centre Co., Ltd. (福建交易所清算中心股份有限公司) at a consideration of RMB5,000,000. The fair value change of the equity interest was recognized in other comprehensive income.

16 Leases

(a) Amounts recognized in the consolidated balance sheet

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Right-of-use assets (Note 11)		
– Properties	27,421	23,706
Lease liabilities (Note 25)		
– Non-current	14,291	10,670
– Current	13,709	13,735
	28,000	24,405

Notes to the condensed consolidated interim financial information

16 Leases (continued)

(b) Amounts recognized in the consolidated statement of comprehensive income

	Six months ended June 30,	
	2025	2024
	RMB'000 (Unaudited)	RMB'000 (Unaudited)
Depreciation charge of right-of-use assets		
– Continuing operations (Note 11)	12,147	17,431
– Discontinued operations	–	817
	<u>12,147</u>	<u>18,248</u>
Interest expenses		
– Continuing operations (Note 8)	600	1,472
– Discontinued operations	–	80
	<u>600</u>	<u>1,552</u>
Total	<u>12,747</u>	<u>19,800</u>

The total cash outflow for leases for the six months ended June 30, 2025 and 2024 were RMB13,563,000 and RMB17,805,000 respectively.

Expenses recognized in relation to short-term leases for the six months ended June 30, 2025 and 2024 amounted to RMB694,000 and to RMB1,774,000 respectively.

Notes to the condensed consolidated interim financial information

17 Trade receivables

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Trade receivables	635,261	582,068
Less: impairment loss allowance	(75,482)	(75,533)
	<u>559,779</u>	<u>506,535</u>
Less: non-current portion of trade receivables	(10,221)	(10,106)
	<u>549,558</u>	<u>496,429</u>

Trade receivables and their aging analysis, based on recognition date, are as follows:

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Up to 1 year	534,520	510,135
1 to 2 years	67,391	35,830
2 to 3 years	22,746	20,069
Above 3 years	<u>10,604</u>	<u>16,034</u>
	<u>635,261</u>	<u>582,068</u>

Notes to the condensed consolidated interim financial information

18 Prepayments and other receivables

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Deposit receivable*	86,199	127,732
Value-added-tax deductible	104,292	152,930
Advance to suppliers	35,945	29,055
Advance to staffs	7,482	10,680
Others	62,704	35,090
Less: impairment loss allowance	(6,760)	(6,760)
	289,862	348,727
Less: Non-current portion of other receivables	(8,826)	(6,506)
	281,036	342,221

* Deposit receivable mainly represents deposit paid to related parties and other suppliers according to the contract terms and receivable within one year.

Notes to the condensed consolidated interim financial information

19 Financial assets measured at fair value through profit or loss

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Wealth management products	1,082,608	455,016

As at June 30, 2025 and December 31, 2024, out of the wealth management products which the Group invested in, RMB1,076,836,000 and RMB260,860,000 were managed by subsidiaries of Ping An Group which are redeemable upon request by the holders, respectively.

20 Restricted cash and time deposits over three months

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Restricted bank deposits	34,256	40,960
Accrued interests	10,680	442
Time deposits with initial terms over three months	756,998	10,538
	<u>801,934</u>	<u>51,940</u>
Less: Non-current portion of restricted cash and time deposits over three months	<u>(7,833)</u>	<u>—</u>
	<u>794,101</u>	<u>51,940</u>

Restricted cash balances were those held in bank accounts subject to certain restriction according to agreement with certain parties and regulatory restrictions.

Notes to the condensed consolidated interim financial information

21 Cash and cash equivalents

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Cash on hand	–	12
Cash at banks	385,031	1,947,910
	<u>385,031</u>	<u>1,947,922</u>

22 Share capital

	Number of shares	USD
Authorized		
Ordinary shares of USD0.00001 at June 30, 2025 and December 31, 2024	<u>5,000,000,000</u>	<u>50,000</u>

Issued	Number of shares	USD	Equivalent to RMB
Ordinary shares of USD0.00001 on June 30, 2025, December 31, 2024 and June 30, 2024	<u>1,169,980,653</u>	<u>11,700</u>	<u>78,008</u>

Notes to the condensed consolidated interim financial information

23 Other reserves

(Unaudited)	Recapitalization reserve RMB'000	Share premium RMB'000	Share-based compensation reserve RMB'000	Foreign currency translation differences RMB'000	Others RMB'000	Total RMB'000
As at January 1, 2025	1,200,000	9,627,159	225,258	225,978	(237,186)	11,041,209
– Foreign currency translation differences	–	–	–	(6,526)	–	(6,526)
Share-based payments:						
– Value of employee services and Business cooperation arrangements (Note 24)	–	–	(3,966)	–	–	(3,966)
– Vesting of shares under Restricted Share Unit Scheme	–	–	(4,325)	–	–	(4,325)
– Exercise of shares under Share Option Scheme	–	–	15	–	–	15
As at June 30, 2025	1,200,000	9,627,159	216,982	219,452	(237,186)	11,026,407

(Unaudited)	Recapitalization reserve RMB'000	Share premium RMB'000	Share-based compensation reserve RMB'000	Foreign currency translation differences RMB'000	Others RMB'000	Total RMB'000
As at January 1, 2024	1,200,000	9,627,159	224,100	166,687	(228,095)	10,989,851
– Foreign currency translation differences	–	–	–	11,340	–	11,340
– Fair value changes on financial assets measured at fair value through other comprehensive income	–	–	–	–	6,056	6,056
– Disposal of subsidiaries	–	–	–	30,180	(11,943)	18,237
Share-based payments:						
– Value of services (Note 24)	–	–	2,205	–	–	2,205
As at June 30, 2024	1,200,000	9,627,159	226,305	208,207	(233,982)	11,027,689

24 Share-based payments

For the purpose of establishing the Group's share incentive scheme, a special purpose vehicle was set up in 2017 to indirectly hold ordinary shares of the Company. As the Company has the power to govern the relevant activities of the special purpose vehicle and can derive benefits from the services to be rendered by the grantees, the directors of the Company consider that it is appropriate to consolidate the special purpose vehicle. In September 2020, the Company purchased at par value of the 66,171,600 ordinary shares indirectly held by the special purpose vehicle and deposited these shares to the depository of its ADS program. The aggregate consideration of RMB88,280,000 for 66,171,600 shares had been recognized as "shares held for share incentive scheme" before the respective shares were effectively transferred to grantees under share incentive scheme. This payment of RMB88,280,000 has been settled in December 2023.

On November 7, 2017, equity-settled share-based compensation plan ("the Share Option Scheme") was set up with the objective to recognize and reward the contribution of eligible directors, employees and other persons (collectively, the "Grantees") for the growth and developments of the Group. On September 10, 2019, the Board of Directors of the Company approved to amend and restate the equity-settled share-based compensation plan to supplement the Share Option Scheme with performance-based shares to grant to the Grantees ("the Restricted Share Units Scheme"). The 66,171,600 shares reserved for the share incentive scheme comprise the options previously granted under the Share Option Scheme and the remaining shares for grant under the Restricted Share Units Scheme. Both the Share Option Scheme and the Restricted Share Units Scheme are valid and effective for 10 years from the grant date. In 2022, the Company approved the increase of the number of ordinary shares available for award grant purpose under its share incentive scheme by 35,099,420. As such, the total number of ordinary shares which may be issued under the share incentive scheme is 101,271,020 shares.

In 2022, the Board of Directors of the Company approved a new share repurchase program in which the Company may purchase its own ADSs for award grant purpose. For the year ended December 31, 2022, the Company repurchased 8.02 million ADSs for a total cost of RMB74,992,000.

Notes to the condensed consolidated interim financial information

24 Share-based payments (continued)

Share-based compensation expenses for the six months ended June 30, 2025 and 2024 were allocated as follows:

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Continuing operations		
– Cost of revenue	(573)	562
– Research and development expenses	(273)	292
– Selling and marketing expenses	(383)	183
– General and administrative expenses	(2,737)	1,022
	(3,966)	2,059
Discontinued operations	–	146
	(3,966)	2,205
Continuing operations		
– Value of employee's services (Note 6)	(2,745)	1,403
– Value of business cooperation arrangements	(1,221)	656
	(3,966)	2,059
Discontinued operations	–	146
	(3,966)	2,205

(a) Share Option Scheme

Subject to the Grantee continuing to be a service provider, 100% of these options will be vested over 4 years upon fulfilling the service conditions and performance conditions prescribed in the grantee agreement.

The exercisable period of options starts no earlier than 12 months after the Company successfully completes an initial public offering and the Company's shares get listed in the stock exchange ("IPO and Listing") and no later than 10 years from the grant date. The vesting date is determined by the Board of Directors of the Company.

Notes to the condensed consolidated interim financial information

24 Share-based payments (continued)

(a) Share Option Scheme (continued)

Movements in the number of share options granted to employees are as follows:

	Number of share options Six months ended June 30,	
	2025 (Unaudited)	2024 (Unaudited)
At beginning of period	6,830,110	8,141,810
Exercised	139,950	–
Forfeited	(769,140)	(833,510)
At end of period	6,200,920	7,308,300

For the outstanding share options, the weighted-average exercise price was RMB14.19 and RMB16.28 per share, respectively, as of June 30, 2025 and 2024, respectively.

Share options outstanding at the balance sheet dates have the following expiry dates and exercise prices.

Grant Year	Expiry Year	Exercise price	Fair value of options	Number of share options	
				As at June 30, 2025 (Unaudited)	As at December 31, 2024
2017	2027	RMB1.33	RMB0.62	677,550	831,690
2017	2027	RMB2.00	RMB0.52	4,003,080	4,139,400
2018	2028	RMB52.00	RMB26.00	1,316,640	1,418,520
2019	2029	RMB52.00	RMB23.42	203,650	440,500
				6,200,920	6,830,110

The Company has used the discounted cash flow method to determine the underlying equity fair value of the Company to determine the fair value of the underlying ordinary share before its IPO. Key assumptions, such as discount rate and projections of future performance, are required to be determined by the Company with best estimate.

Notes to the condensed consolidated interim financial information

24 Share-based payments (continued)

(a) Share Option Scheme (continued)

Based on fair value of the underlying ordinary share, the Company has used Binomial option-pricing model to determine the fair value of the share option as at the grant date. Key assumptions are set as below:

	2017	2018	2019
Discount rate	24.0%	17.0%	17.0%
Risk-free interest rate	4.0%	4.0%	3.0%
Volatility	52.0%	51.0%	46.0%
Dividend yield	0.0%	0.0%	0.0%

The Binomial Model requires the input of highly subjective assumptions. The risk-free rate for periods within the contractual life of the option is based on the China Treasury yield curve in effect at the time of grant. The expected dividend yield was estimated based on the Company's expected dividend policy over the expected life of the options. The Company estimates the volatility of its ordinary shares at the respective dates of grant based on the historical volatility of similar U.S. public companies for a period equal to the expected life preceding the grant date.

(b) Restricted Share Units Scheme

Subject to the Grantee continuing to be a service provider, 100% of these restricted share units will be vested over 4 years upon fulfilling the service conditions and performance conditions prescribed in the grantee agreement.

Movements in the number of restricted share units granted to employees are as follows:

	Number of restricted share units Six months ended June 30,	
	2025	2024
	(Unaudited)	(Unaudited)
At beginning of period	23,129,137	30,526,123
Granted	200,000	–
Vested	3,241,753	–
Forfeited	(10,613,535)	(3,465,592)
At end of period	15,957,355	27,060,531

Notes to the condensed consolidated interim financial information

24 Share-based payments (continued)

(b) Restricted Share Units Scheme (continued)

Restricted share units outstanding at the balance sheet dates have the following expiry dates and fair value prices.

Grant Year	Expiry Year	Fair value of restricted share units RMB	Number of restricted share units	
			As at June 30, 2025 (Unaudited)	As at December 31, 2024
09/10/2019	09/10/2029	35.22	–	158,807
01/01/2020	01/01/2030	16.18	6,942	11,502
04/01/2020	04/01/2030	16.98	25,041	42,505
07/01/2020	07/01/2030	38.67	905	1,500
06/01/2021	06/01/2031	13.69	60,752	125,030
06/01/2021	06/01/2031	14.31	5,697	7,500
06/01/2021	06/01/2031	14.93	–	37,500
07/01/2021	07/01/2031	15.16	66,356	99,001
09/01/2021	09/01/2031	5.53	1,680,910	2,721,253
10/01/2021	10/01/2031	5.25	43,997	67,501
10/01/2021	10/01/2031	4.68	2,186,768	3,239,591
01/02/2022	01/02/2032	2.40	61,515	96,421
01/02/2022	01/02/2032	2.41	929,171	1,740,001
01/02/2022	01/02/2032	3.29	68,003	432,265
01/02/2022	01/02/2032	2.64	116,553	165,760
04/02/2022	04/02/2032	1.78	9,055	40,000
07/02/2022	07/02/2032	2.72	16,037	25,000
10/02/2022	10/02/2032	0.98	64,149	80,000
12/16/2022	12/16/2032	0.81	9,593,004	12,965,500
01/02/2023	01/02/2033	0.71	62,500	62,500
12/16/2024	12/16/2034	0.39	760,000	760,000
12/16/2024	12/16/2034	0.44	–	250,000
01/02/2025	01/02/2035	0.44	200,000	–
			15,957,355	23,129,137

Notes to the condensed consolidated interim financial information

24 Share-based payments (continued)

(b) Restricted Share Units Scheme (continued)

Based on fair value of the underlying ordinary share, the Company has used the Monte Carlo model to determine the fair value of the restricted share units as at the grant date. The model inputs for restricted share units granted during the six months ended June 30, 2025 and 2024 included:

	Six months ended June 30,	
	2025	2024
	(Unaudited)	(Unaudited)
Risk-free interest rate	1.28%	*
Volatility	61.70%	*
Dividend yield	0.00%	*

* Not applicable, as no restricted share units were granted during the six months ended June 30, 2024.

The Monte Carlo model requires the input of highly subjective assumptions. The risk-free rate for periods within the contractual life of the restricted share units is based on the China Treasury Bond Yield Curve in effect at the time of grant. The expected dividend yield was estimated based on the Company's expected dividend policy over the expected life of the restricted share units. The Company estimates the volatility of its ordinary shares at the date of grant based on the historical volatility of similar US public companies for a period equal to the expected life preceding the grant date. The fair value is recognised as an expense over the relevant service period, which is the vesting period of the restricted share units.

Notes to the condensed consolidated interim financial information

25 Trade and other payables

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Trade payables (i)		
Due to related parties (Note 29(d))	15,198	7,492
Due to third parties	82,167	83,194
	97,365	90,686
Other payables		
Redemption liability (ii)	232,951	232,951
Accrued expenses	205,036	218,942
Security deposits	28,377	32,262
Lease liabilities (Note 16(a))	28,000	24,405
Income and other tax payables	18,913	21,605
Amounts due to related parties (Note 29(d))	156,046	234,828
Others	160,922	148,833
	927,610	1,004,512
Less: non-current portion of trade and other payables		
Lease liabilities	(14,291)	(10,670)
	913,319	993,842

- (i) As at June 30, 2025 and December 31, 2024, based on recognition date, the aging of the trade payables are mainly within 1 year.
- (ii) The Group wrote a put option on the equity in Vantage Point Technology pursuant to the relevant transaction documents entered into with certain non-controlling shareholders of Vantage Point Technology, which provides each of such non-controlling shareholders with the right to require the Group to purchase the equity interest subject to the terms and conditions of the put option. A financial liability (redemption liability) of RMB183,569,000 was initially recognized on the acquisition date to account for the put option and other reserve of the same amount were debited accordingly. The redemption liability was subsequently measured at amortized cost. As at June 30, 2025, the redemption liability of RMB232,951,000 was estimated based on the estimation of matters relating to the terms and conditions of the put option which is in the process of renegotiation as of the date of this report.

Notes to the condensed consolidated interim financial information

26 Short-term borrowings

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Unsecured	20,658	19,160

The weighted average interest rate of short-term borrowings based on nominal interest rate was 4.90% and 4.90% per annum as at June 30, 2025 and December 31, 2024, respectively.

27 Derivative financial assets and liabilities

	As at June 30, 2025		As at December 31, 2024	
	Nominal amount RMB'000 (Unaudited)	Fair value	Nominal amount RMB'000	Fair value
Foreign exchange swaps	–	–	–	–
Currency forwards	–	–	386,542	40,356
Derivative financial assets	–	–	386,542	40,356
Foreign exchange swaps	–	–	–	–
Currency forwards	369,700	3,889	–	–
Derivative financial liabilities	369,700	3,889	–	–

Notes to the condensed consolidated interim financial information

28 Dividends

No dividends were paid or declared by the Company for the six months ended June 30, 2025 and 2024.

29 Related party transactions

The following significant transactions were carried out between the Group and its related parties during the six months ended June 30, 2025 and 2024.

(a) Names and relationships with related parties

The following companies are related parties of the Group that had balances and/or transactions with the Group during the six months ended June 30, 2025 and 2024.

Name of related parties	Relationship with the Group
Sen Rong Limited ("Sen Rong") (i)	A shareholder that has significant influence over the Group
Rong Chang Limited ("Rong Chang") (i)	A shareholder that has significant influence over the Group
Bo Yu Limited ("Bo Yu")	A shareholder that has significant influence over the Group
Ping An Group	Ultimate parent company of Bo Yu
Subsidiaries of Ping An Group (ii)	Controlled by Ping An Group

- (i) Sen Rong and Rong Chang has entered into an acting-in-concert agreement in 2020 and an amended and restarted agreement in 2021. As a result, Rong Chang and Sen Rong as a concert group had significant influence over the Group.
- (ii) Lufax and its subsidiaries became subsidiaries of Ping An Group on July 30, 2024 with their financial results consolidated into Ping An Group's consolidated financial statements. As a result, Lufax and its subsidiaries have become related parties of the Group since July 30, 2024.

Notes to the condensed consolidated interim financial information

29 Related party transactions (continued)

(b) Key management personnel compensations

Key management includes directors (executive and non-executive) and senior officers. The compensations paid or payable by the Group to key management for employee services are shown below:

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Wages and salaries	2,374	6,030
Welfare and other benefits	347	183
Share-based payments	(1,132)	949
	<u>1,589</u>	<u>7,162</u>

(c) Significant transactions with related parties

	Six months ended June 30,	
	2025	2024
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Revenue		
Ping An Group and its subsidiaries	<u>384,046</u>	<u>822,880</u>
Purchase of services		
Ping An Group and its subsidiaries	<u>121,248</u>	<u>704,051</u>
Net gain from wealth management products consolidated by related parties		
Ping An Group and its subsidiaries	<u>52</u>	<u>5,884</u>
Net gain on derivatives		
Ping An Group and its subsidiaries	<u>663</u>	<u>14,462</u>
Interest income on bank deposits		
Ping An Group and its subsidiaries	<u>7,119</u>	<u>12,554</u>
Addition in right-of-use assets		
Ping An Group and its subsidiaries	<u>15,852</u>	<u>46,793</u>

Notes to the condensed consolidated interim financial information

29 Related party transactions (continued)

(d) Significant balances with related parties

	As at June 30, 2025 RMB'000 (Unaudited)	As at December 31, 2024 RMB'000
Trade receivables		
Ping An Group and its subsidiaries (i)	252,235	179,019
Contract assets		
Ping An Group and its subsidiaries	8,125	11,582
Prepayment and other receivables		
Ping An Group and its subsidiaries	84,142	114,778
Cash and cash equivalents, restricted cash and time deposits over three months		
Ping An Group and its subsidiaries	587,235	192,604
Trade and other payables – due to related parties		
Ping An Group and its subsidiaries (i)	171,244	242,320
Trade and other payables – lease liabilities		
Ping An Group and its subsidiaries	19,656	13,762
Contract liabilities		
Ping An Group and its subsidiaries	6,215	13,271
Financial assets measured at fair value through profit or loss		
Ping An Group and its subsidiaries	–	230,724
Derivative financial assets		
Ping An Group and its subsidiaries	–	39,812

(i) The balances with related parties were unsecured, interest-free and repayable on demand.

Notes to the condensed consolidated interim financial information

30 The Group's maximum exposure to unconsolidated structured entities

The Group has determined that all of assets management products managed by the Group and its investments in WMPs, which are not controlled by the Group, are unconsolidated structured entities. The Group invests in WMPs for treasury management purposes.

The following table shows the Group's maximum exposure to the unconsolidated structured entities which represents the Group's maximum possible risk exposure that could occur as a result of the Group's arrangements with structured entities. The maximum exposure is contingent in nature and approximates the sum of direct investments made by the Group. The direct investments made by the Group are classified as FVPL.

The size of unconsolidated structured entities and the Group's funding and maximum exposure are shown below:

30 June 2025	Unconsolidated structured entities			
	Size	Carrying amount	The Group's maximum exposure	Interest held by the Group
	RMB'000	RMB'000	RMB'000	
Wealth management products managed by related parties	Note (a)	1,076,836	1,076,836	Investment income
Wealth management products managed by third parties	Note (b)	5,772	5,772	Investment income

31 December 2024	Unconsolidated structured entities			
	Size	Carrying amount	The Group's maximum exposure	Interest held by the Group
	RMB'000	RMB'000	RMB'000	
Wealth management products managed by related parties	Note (a)	260,860	260,860	Investment income
Wealth management products managed by third parties	Note (b)	194,156	194,156	Investment income

- (a) The wealth management products are sponsored by related financial institutions, including Ping An Group. The information related to size of these structured entities were not publicly available. The carrying amount is recorded in FVPL.
- (b) The wealth management product is sponsored by third party and the information related to size of the structured entity was not publicly available. The carrying amount is recorded in FVPL.

31 Contingencies

The Group did not have any material contingent liabilities as at June 30, 2025 and December 31, 2024.