

**Future Bright Mining Holdings Limited**

**高鵬礦業控股有限公司**

*(incorporated in the Cayman Islands with limited liability)*

(Stock Code : 2212)

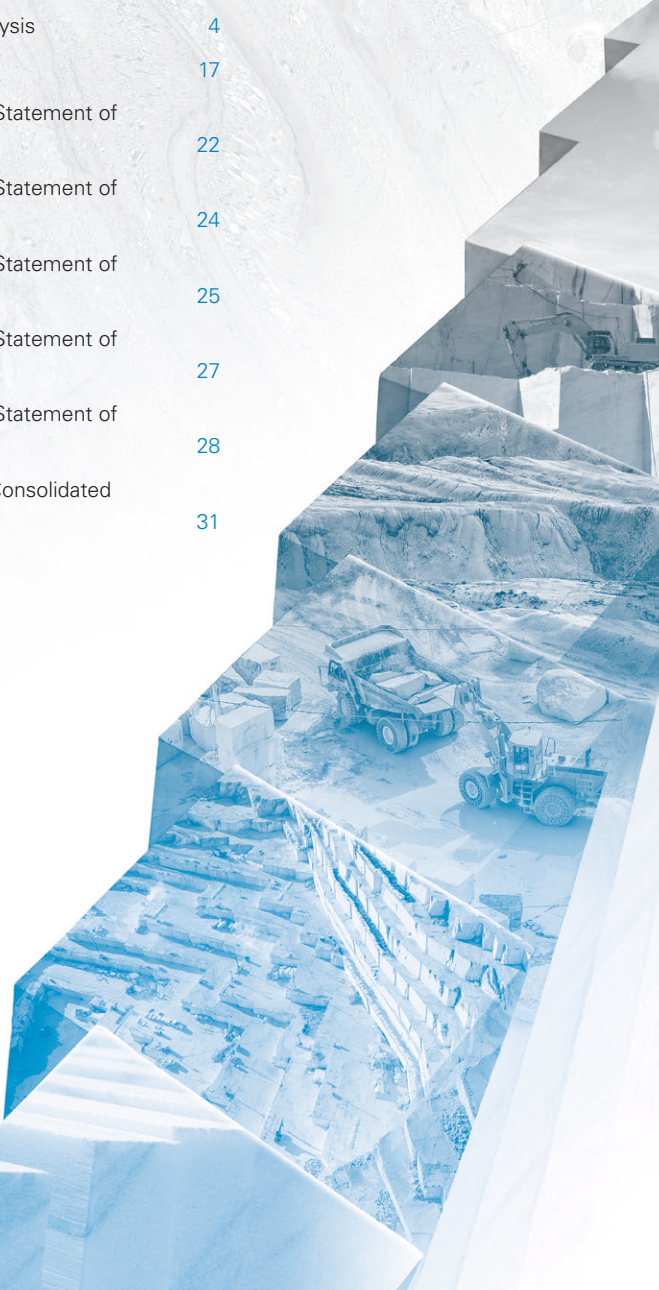
**2024**

INTERIM REPORT



## CONTENTS

	Page
Corporate Information	2
Management Discussion and Analysis	4
Other Information	17
Interim Condensed Consolidated Statement of Profit or Loss	22
Interim Condensed Consolidated Statement of Comprehensive Income	24
Interim Condensed Consolidated Statement of Financial Position	25
Interim Condensed Consolidated Statement of Changes in Equity	27
Interim Condensed Consolidated Statement of Cash Flows	28
Notes to the Interim Condensed Consolidated Financial Information	31





## **CORPORATE INFORMATION**

### **DIRECTORS**

#### **Executive Directors**

Bao Rongrong <sup>Note 1</sup>

Li Yuguo <sup>Note 2</sup>

Lyu Bin <sup>Note 2</sup>

Sun Hailong <sup>Note 3</sup>

Xue Yunfei  
*(Chief Executive Officer)* <sup>Note 4</sup>

Yang Jiantong

Yang Xiaoqiang *(Vice Chairman)* <sup>Note 1</sup>

#### **Non-Executive Directors**

Chen Jin <sup>Note 5</sup>

Zhu Min <sup>Note 6</sup>

#### **Independent Non-Executive Directors**

Prof. Lau Chi Pang *J.P.*

Wang Xiaolong

Wong Wan Lung

Zhang Yijun <sup>Note 7</sup>

### **COMPANY SECRETARY**

Wu Ho Wai

### **PRINCIPAL PLACE OF BUSINESS IN HONG KONG**

Unit 8101, Level 81  
International Commerce Centre  
1 Austin Road West  
Kowloon, Hong Kong

### **HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN THE PRC**

No. 207 Shuijing Avenue  
Chengguan Town  
Nanzhang County, Xiangyang City  
Hubei Province, the PRC

### **REGISTERED OFFICE**

Cricket Square  
Hutchins Drive  
P.O. Box 2681  
Grand Cayman  
KY1-1111  
Cayman Islands

### **AUDIT COMMITTEE**

Wong Wan Lung *(Chairperson)*

Prof. Lau Chi Pang *J.P.*

Wang Xiaolong

Zhang Yijun <sup>Note 8</sup>

### **NOMINATION COMMITTEE**

Wang Xiaolong *(Chairman)*

Prof. Lau Chi Pang *J.P.*

Wong Wan Lung

Yang Jiantong

Zhang Yijun <sup>Note 8</sup>

### **REMUNERATION COMMITTEE**

Wang Xiaolong *(Chairman)*

Prof. Lau Chi Pang *J.P.*

Wong Wan Lung

Yang Jiantong

Zhang Yijun <sup>Note 8</sup>

### **AUTHORISED REPRESENTATIVES**

Li Yuguo <sup>Note 9</sup>

Wu Ho Wai

Xue Yunfei <sup>Note 10</sup>

## **CORPORATE INFORMATION**

### **PRINCIPAL BANKERS**

The Hongkong and Shanghai  
Banking Corporation Limited  
China Citic Bank International Limited

### **LEGAL ADVISER AS TO HONG KONG LAWS**

Kwok Yih & Chan  
Suite 1501, 15th Floor  
Bank of America Tower  
12 Harcourt Road  
Central, Hong Kong

### **AUDITORS**

Reanda HK CPA Limited  
*(formerly known as Lau & Au Yeung  
C.P.A. Limited)*  
21st Floor, Tai Yau Building  
181 Johnston Road  
Wanchai, Hong Kong

### **CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE**

Conyers Trust Company (Cayman)  
Limited  
Cricket Square  
Hutchins Drive  
P.O. Box 2681  
Grand Cayman  
KY1-1111  
Cayman Islands

### **HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE**

Computershare Hong Kong Investor  
Services Limited  
Shops 1712–1716, 17th Floor  
Hopewell Centre  
183 Queen's Road East  
Wanchai, Hong Kong

### **STOCK CODE**

2212

### **WEBSITE**

<http://www.futurebrightltd.com>  
(information contained in this website  
does not form part of this report)

Note 1 Resigned with effect from 1 April 2024

Note 2 Resigned on 23 May 2024

Note 3 Appointed with effect from 1 April 2024

Note 4 Appointed as chief executive officer on 26 January 2024 and appointed as an executive  
Director with effect from 1 April 2024

Note 5 Appointed on 5 July 2024

Note 6 Appointed with effect from 10 August 2024

Note 7 Resigned on 5 July 2024

Note 8 Ceased on 5 July 2024

Note 9 Ceased on 23 May 2024

Note 10 Appointed on 23 May 2024

## MANAGEMENT DISCUSSION AND ANALYSIS

### FINANCIAL REVIEW

#### Revenue

For the six months ended 30 June 2024 (the “**Period**”), the operating revenue of Future Bright Mining Holdings Limited (the “**Company**”) and its subsidiaries (collectively the “**Group**”) was approximately RMB44.90 million, which represented an increase of approximately 289.42% as compared to the operating revenue of approximately RMB11.53 million for the six months ended 30 June 2023. Since the Group was undergoing expansion works of the Yiduoyan Project during the Period, no excavation work was conducted by the Group during the Period and hence no marble block was produced and sold. As a result, no revenue was derived from marble block segment for the Period (six months ended 30 June 2023: nil). All revenue was attributable to our coal trading business under the commodity trading segment.

Owing to the serious coal mining accident in Inner Mongolia which occurred in February 2023, the coal mining activities of our major suppliers were temporarily suspended and the Group’s coal trading business for the six months ended 30 June 2023 was adversely affected. During the Period, revenue increased significantly to approximately RMB44.90 million as the coal trading business was resumed to normal.

	Six months ended 30 June 2024			Six months ended 30 June 2023		
	RMB'000	Percentage to total revenue	Gross profit margin	RMB'000	Percentage to total revenue	Gross profit margin
Marble block	–	0.00%	0.00%	–	0.00%	0.00%
Commodity trading	<u>44,895</u>	<u>100.00%</u>	<u>2.43%</u>	<u>11,526</u>	<u>100.00%</u>	<u>0.40%</u>
Total	<u>44,895</u>	<u>100.00%</u>	<u>2.43%</u>	<u>11,526</u>	<u>100.00%</u>	<u>0.40%</u>

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **Cost of Sales**

The Group's cost of sales increased from approximately RMB11.48 million for the six months ended 30 June 2023 to approximately RMB43.80 million for the Period, representing an increase of approximately 281.53%, and such cost was solely attributable to our coal trading business under the commodity trading segment.

Since there was no mining operation during the Period, the cost of this segment was zero (six months ended 30 June 2023: nil). The increase in cost of sales of commodity trading was in line with the increase in revenue derived from the same segment.

### **Gross Profit and Gross Profit Margin**

The gross profit of the Group increased to approximately RMB1.09 million for the Period when compared with the gross profit for the six months ended 30 June 2023 of approximately RMB46,000.

Since no revenue was generated from marble block segment and no mining activity was conducted during the Period, the gross profit margin of this segment was zero (six months ended 30 June 2023: nil). The gross profit margin of the commodity trading segment increased to approximately 2.43% for the Period (six months ended 30 June 2023: gross profit margin of approximately 0.40%).

### **Other Income**

Other income for the Period was approximately RMB0.12 million, which represented an increase of approximately RMB0.06 million as compared to the other income of approximately RMB64,000 for the six months ended 30 June 2023. The increase was mainly attributable to the increase of bank interest income for the Period.

### **Administrative Expenses**

Administrative expenses mainly included legal and professional fees, printing and announcement fee, depreciation, amortisation of annual listing fee, directors' remuneration, salaries and benefits of staff and other general office expenses. During the Period, administrative expenses of the Group increased by approximately RMB1.10 million or 16.85% from approximately RMB6.53 million during the six months ended 30 June 2023 to approximately RMB7.63 million for the Period. The increase was mainly driven by the increment of staff costs and depreciation of leasehold improvement for our Hong Kong office for the Period.

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **Losses on Changes in Fair Value of Financial Assets at Fair Value Through Profit or Loss**

As at 30 June 2024, the Group had current equity investments at fair value through profit or loss of approximately RMB30,000 (representing approximately 0.02% of the Group's total assets as at 30 June 2024) which comprised investments in various Hong Kong listed shares and other investments (as at 31 December 2023: approximately RMB33,000). The Group recorded net fair value loss of the equity investments of approximately RMB3,000 for the Period (six months ended 30 June 2023: approximately RMB62,000).

### **Other Operating Income/Expenses**

Other operating expenses of approximately RMB3.15 million for the six months ended 30 June 2023 turned into other operating income of approximately RMB0.11 million for the Period as gain of approximately RMB0.27 million was recorded from disposal of property, plant and equipment (six months ended 30 June 2023: nil). Besides, loss arising from deregistration of subsidiary decreased to approximately RMB1,000 during the Period (six months ended 30 June 2023: approximately RMB2.34 million). Other operating expenses also included net foreign exchange loss of approximately RMB0.13 million for the Period (six months ended 30 June 2023: approximately RMB0.80 million).

### **Finance Costs**

Finance costs increased from approximately RMB0.48 million for the six months ended 30 June 2023 to approximately RMB3.58 million for the Period. The Group's finance costs represented interest on discounted provision for rehabilitation, interest on lease liabilities of office premises, interest on borrowings and interest on mining right payable. The increase was mainly attributable to the interest of mining right payable of approximately RMB1.33 million (six months ended 30 June 2023: nil) and the interest on borrowings of approximately RMB2.15 million (six months ended 30 June 2023: approximately RMB0.25 million).

### **Loss attributable to Owners of the Company**

In view of the above factors, loss attributable to owners of the Company slightly increased from approximately RMB9.62 million for the six months ended 30 June 2023 to approximately RMB9.74 million for the Period.



## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **BUSINESS REVIEW**

#### **Marble and Marble-related Business**

During the Period, we are continuously focusing on the development of the Yiduoyan Project, which is an open pit mine in the Hubei Province of the PRC. Since the Group was undergoing expansion works of the Yiduoyan Project during the Period, no excavation work was conducted by the Group during the Period and hence no marble block was produced and sold (six months ended 30 June 2023: nil). As a result, no revenue was derived from this business segment for the Period (six months ended 30 June 2023: nil).

#### **Trading of Commodities Business**

Revenue generated from this segment was approximately RMB44.90 million (six months ended 30 June 2023: approximately RMB11.53 million), with a gross profit margin of approximately 2.43% (six months ended 30 June 2023: approximately 0.40%).

Owing to the serious coal mining accident in Inner Mongolia which occurred in February 2023, the coal mining activities of our major suppliers were temporarily suspended and the Group's coal trading business for the six months ended 30 June 2023 was adversely affected. During the Period, revenue increased significantly to approximately RMB44.90 million as the coal trading business was resumed to normal.

### **THE YIDUOYAN PROJECT**

The Yiduoyan Project is an open pit mine located in the Hubei Province of the PRC. On 12 July 2023, the Group has successfully renewed the mining permit of the Yiduoyan Project, for a term of 20 years, from 12 July 2023 to 12 July 2043.

The renewed mining permit covers a mining area of 0.3973 km<sup>2</sup> and an annual production capacity of 540,000 tonnes (equivalent to approximately 200,000 m<sup>3</sup>, as compared to the permitted annual production capacity of 20,000 m<sup>3</sup> under the original mining permit). With the increase in permitted annual production capacity, it is expected that the Group would be able to expand its mining production in the future.



## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **MAJOR EXPLORATION, DEVELOPMENT AND PRODUCTION ACTIVITIES**

#### **Mineral Exploration**

We have completed the mineral exploration works at the time of renewing the mining permit, and no further mineral exploration work was carried out for the Period. As a result, there was no expenditure on mineral exploration.

#### **Development**

Since the Group was undergoing expansion works of the Yiduoyan Project during the Period, mining operation was temporarily suspended during the Period. The Group recorded development expenditures of approximately RMB2.56 million with respect to the expansion of the Yiduoyan Project during the Period (six months ended 30 June 2023: approximately RMB3,000). A detailed breakdown of the development expenditures is set out below:

	<b>RMB'000</b>
Design service fee for expansion of mine facilities	170.0
Education and training for production safety	0.3
Forest lease prepayment	1,534.7
Purchase of office equipment	4.5
Rental of production equipment and machinery	100.0
Service fee of resource reserve verification report	750.0
Water resource fee for mine	2.9
	<hr/>
Total	<u><u>2,562.4</u></u>

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **Mining Operation**

Since the Group was undergoing expansion works of the Yiduoyan Project during the Period, no excavation work was conducted during the Period and hence no marble block was produced and sold. As a result, the expenditure of mining activities per m<sup>3</sup> was nil (six months ended 30 June 2023: nil).

### **FUTURE PROSPECTS**

Our objective is to become a well-known supplier of marble blocks in the PRC. We plan to accomplish this goal by pursuing the following strategies:

### **Business Outlook**

#### ***Develop marble and marble-related business***

The Group remained cautiously optimistic about its future prospects of the marble business. The Group is actively exploring new customers by different ways including through the network of the senior management. We expect the current decline in the marble business to be temporary and that our business will have a stable growth in the coming years.

As disclosed in the Company's annual report for the year ended 31 December 2023 (the "**2023 Annual Report**"), on 12 July 2023, the Group has successfully renewed the mining permit of the Yiduoyan Project, for a term of 20 years, from 12 July 2023 to 12 July 2043.

The renewed mining permit covers a mining area of 0.3973 km<sup>2</sup> and an annual production capacity of 540,000 tonnes (equivalent to approximately 200,000 m<sup>3</sup>, as compared to the permitted annual production capacity of 20,000 m<sup>3</sup> under the original mining permit). With the increase in permitted annual production capacity, it is expected that the Group would be able to expand its mining production in the future.

The Group is currently undergoing expansion of the road between the mining surface and the main roads. Afterwards, the expansion of mining surface and construction of the mining facilities will be proceeded simultaneously. It is expected marble production can be resumed in the fourth quarter of 2024.

The Group has signed sales contract of marble with a customer, of which partial deposit has been received. The Group expects that more sales contracts can be concluded after the completion of expansion works.

## **MANAGEMENT DISCUSSION AND ANALYSIS**

Besides, we will increase product varieties and recognition through industry exchanges. As part of our future plans for acquisitive growth, we continue to carefully identify and evaluate selective acquisition opportunities.

### ***Develop the commodities trading business***

We believe that continued development of the commodities trading business will enable the Group to expand its business portfolio, diversify its income source and possibly enhance its financial performance. Other than trading of coals, we will look for other attractive opportunities whenever the same arises.

## **SIGNIFICANT INVESTMENTS**

The Group had no material investments during the Period.

## **FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS**

Saved as disclosed in this interim report, the Group does not have other plans for material investments and capital assets as at 30 June 2024.

## **INTERIM DIVIDEND**

The board (the “**Board**”) of directors (the “**Directors**”) of the Company has resolved not to declare an interim dividend for the six months ended 30 June 2024 (six months ended 30 June 2023: nil).

## **MAJOR ACQUISITIONS AND DISPOSALS DURING THE PERIOD**

There were no material acquisitions and disposals of subsidiaries, associates or joint ventures by the Group during the Period.

## **LIQUIDITY, CAPITAL RESOURCES AND GEARING RATIO**

During the Period, the Group’s liquidity funds were primarily used to invest in the development of the mine and for its operations and such funds were funded by a combination of capital contribution by shareholders, borrowings from independent third parties as well as cash generated from operation.

As at 30 June 2024, the Group had cash and cash equivalents of approximately RMB44.58 million which were denominated in Hong Kong dollars and Renminbi (as at 31 December 2023: approximately RMB13.09 million).



## **MANAGEMENT DISCUSSION AND ANALYSIS**

As at 30 June 2024, borrowings of the Group comprised the loan from third parties of approximately RMB59.19 million (as at 31 December 2023: approximately RMB58.12 million) which are interest bearing at 3% to 10% (as at 31 December 2023: 5% to 10%) per annum.

The gearing ratio (defined as long-term debt divided by total shareholder's equity) as at 30 June 2024 was 0.84 (as at 31 December 2023: 1.98). The current ratio of the Group as at 30 June 2024 was about 1.36 times as compared to 1.46 times as at 31 December 2023, based on current assets of approximately RMB50.04 million (as at 31 December 2023: approximately RMB18.70 million) and current liabilities of approximately RMB36.89 million (as at 31 December 2023: approximately RMB12.78 million).

### **CHARGES OVER THE GROUP'S ASSETS**

There were no charges over the Group's assets as at 30 June 2024.

### **CAPITAL STRUCTURE**

On 19 January 2024, a total of 175,543,200 placing shares have been successfully placed by the placing agent to not less than six placees at the placing price of HKD0.205 per placing share under the general mandate granted to the Directors by resolution of the shareholders passed at the annual general meeting of the Company held on 27 June 2023. Upon the completion of the aforesaid placing of new shares, the total number of issued shares was increased from 877,716,000 shares to 1,053,259,200 shares. Please refer to the Company's announcements dated 5 January 2024 and 19 January 2024 for further details of the placing.

### **EMPLOYEES AND REMUNERATION POLICY**

As at 30 June 2024, the Group has a total of 25 full time employees (including Directors) who are located in Hong Kong and the PRC. Employees' remuneration packages have been reviewed periodically and determined with reference to the performance of the individual and prevailing market practices. Remuneration packages include basic salaries and other employees' benefits including contributions to statutory mandatory provident funds for our Hong Kong employees, and social insurance together with housing provident funds for our PRC employees. Besides, the Group also provides medical benefits and subsidies employees in various training and continuous education programmes.

## MANAGEMENT DISCUSSION AND ANALYSIS

### USE OF PROCEEDS FROM THE PLACING OF NEW SHARES UNDER GENERAL MANDATE

#### Placing of New Shares on 16 February 2017

The net proceeds from the placing of new shares under general mandate on 16 February 2017, after deducting the commissions and other fees and expenses in relation to the placing, amounted to approximately HKD34 million (equivalent to approximately RMB30 million).

Up to 30 June 2024, the Group had used the net proceeds of the Placing as follows:

	Original allocation of net proceeds			New allocation of the remaining proceeds after the change in use of net proceeds (Note)			Utilisation of the remaining proceeds up to 30 June 2024		Remaining balance of net proceeds as at 30 June 2024	
	RMB		% of Net Proceeds	RMB		% of Remaining Proceeds	RMB		RMB	
	HKD million	Equivalent 'million		HKD million	Equivalent 'million		HKD million	Equivalent 'million	HKD million	Equivalent 'million
Building a processing plant to produce slabs	24	21	70.59%	-	-	-	-	-	-	-
Capital costs for expansion of production capacity of the Yiduoyan Project	-	-	-	13	11.37	56.52%	13	11.37	-	-
General working capital of the Group	10	9	29.41%	10	8.75	43.48%	10	8.75	-	-
<b>Total</b>	<b>34</b>	<b>30</b>	<b>100.00%</b>	<b>23</b>	<b>20.12</b>	<b>100.00%</b>	<b>23</b>	<b>20.12</b>	<b>-</b>	<b>-</b>

#### Net proceeds utilised for the Period

	HKD million (unaudited)	RMB Equivalent 'million (unaudited)
General working capital of the Group	2.68	2.42

## MANAGEMENT DISCUSSION AND ANALYSIS

The following table sets out the breakdown of the use of proceeds as general working capital of the Group during the Period:

	<b>HKD million (unaudited)</b>	<b>RMB Equivalent 'million (unaudited)</b>
Administrative expenses	0.93	0.84
Capital expenditures	0.20	0.18
Professional fee	0.26	0.23
Rental costs	0.62	0.56
Staff costs	0.67	0.61
	<hr/>	<hr/>
Total	<u>2.68</u>	<u>2.42</u>

During the Period, the utilised net proceeds amounted to approximately HKD2.68 million and the net proceeds were fully utilised as at 30 June 2024.

Note:

On 24 August 2023, the Board resolved to change the use of the remaining proceeds as follows:

- (i) approximately HKD13 million (equivalent to approximately RMB11.37 million) to be used as capital costs for the expansion of production capacity of the Yiduoyan Project; and
- (ii) approximately HKD10 million (equivalent to approximately RMB8.75 million) for the general working capital of the Group.

For details, please refer to the announcement of the Company dated 24 August 2023.



## MANAGEMENT DISCUSSION AND ANALYSIS

### Placing of New Shares on 19 January 2024

The net proceeds from the placing of new shares under general mandate on 19 January 2024, after deducting the commissions and other fees and expenses in relation to the placing, amounted to approximately HKD35.3 million (equivalent to approximately RMB32.1 million).

Up to 30 June 2024, the Group had used the net proceeds as originally intended as follows:

	Allocation of net proceeds			Utilisation up to 30 June 2024		Remaining balance of net proceeds as at 30 June 2024	
	RMB		% of Net Proceeds	RMB		RMB	
	HKD'million	'million		Equivalent	'million	Equivalent	'million
Expansion and development of project facilities at the Yiduoyan Project	24.7	22.5	69.97%	2.7	2.5	22.0	20.0
General working capital of the Group	10.6	9.6	30.03%	4.6	4.1	6.0	5.5
<b>Total</b>	<b>35.3</b>	<b>32.1</b>	<b>100.00%</b>	<b>7.3</b>	<b>6.6</b>	<b>28.0</b>	<b>25.5</b>

### Net proceeds utilised for the Period

	RMB Equivalent	
	HKD million (unaudited)	'million (unaudited)
Expansion and development of project facilities at the Yiduoyan Project	2.70	2.50
General working capital of the Group	4.56	4.14
<b>Total</b>	<b>7.26</b>	<b>6.64</b>

## MANAGEMENT DISCUSSION AND ANALYSIS

The following table sets out the breakdown of the use of proceeds as general working capital of the Group during the Period:

	HKD million (unaudited)	RMB Equivalent 'million (unaudited)
Administrative expenses	1.20	1.09
Professional fee	0.35	0.31
Rental costs	1.24	1.13
Staff costs	1.77	1.61
	<hr/>	<hr/>
Total	<u>4.56</u>	<u>4.14</u>

The Group intends to use the remaining proceeds of approximately HKD22 million and HKD6 million as originally intended for expansion and development of project facilities at the Yiduoyan Project and general working capital of the Group respectively by 31 December 2024.

### CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

The Group did not have any significant capital commitments and contingent liabilities as at 30 June 2024.

### EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES AND RELATED HEDGES

The Group's monetary assets and transactions are mainly denominated in Hong Kong dollars ("HKD") and Renminbi ("RMB"). During the Period, the Group did not use financial instruments for hedging purposes. The Group will continue to monitor the related foreign currency exposure and will take necessary procedures to reduce the currency risks arising from the fluctuations in exchange rates at reasonable costs.

## MANAGEMENT DISCUSSION AND ANALYSIS

### OTHER MATTERS

During the course of the audit for the year ended 31 December 2022, it has come to the Company's attention that the Beijing branch of Shengjing Bank Co., Ltd.\* (盛京銀行股份有限公司北京分行) (the "**Bank**") has, on 20 May 2022, applied and obtained an order from the Security Bureau in Faku County, Shenyang, the PRC (瀋陽市法庫縣公安局) to freeze the registered capital in the amount of RMB10 million (the "**Subject Registered Capital**") of Xiangyang Future Bright Mining Limited\* (襄陽高鵬礦業有限公司) ("**XYFB**") (representing approximately 50% of the registered capital of XYFB) held by Future Bright (H.K.) Investment Limited ("**FBHK**") (the "**Order**"). Both XYFB and FBHK are wholly-owned subsidiaries of the Company. Under the Order, no transfer of the Subject Registered Capital is allowed.

Based on subsequent enquiries made by the Company, the Order was made in relation to a loan dispute (the "**Loan Dispute**") involving Mr. Li Yuguo ("**Mr. Li**"), the then executive Director (resigned on 23 May 2024) and former controlling shareholder (ceased on 23 January 2024) of the Company, and the Bank.

As advised by the PRC legal advisers to the Company, there is currently nothing to indicate that XYFB or FBHK (i) is involved in or otherwise connected with the Loan Dispute; and (ii) has provided any form of guarantee, security or assets pledge to the Bank in relation to the Loan Dispute. Based on the information currently available, the PRC legal advisers are of the view that the Order does not have any direct impact on the normal business operations of the Group.

The Company has been closely following up with Mr. Li on the above with a view of discharging the Order and will seek appropriate legal advice where necessary. The Directors confirm that, to the best of their knowledge and information having made all reasonable enquiries, the Group has not provided any form of guarantee, security or assets pledge to the Bank in relation to the Loan Dispute. As at the date of this report, the Directors are of the view that the Order did not have any material impact on the Group's operations. The Company will closely monitor any development and announce any updates once available.

\* For identification purposes only



## **OTHER INFORMATION**

### **CORPORATE GOVERNANCE PRACTICES**

The Company is committed to maintaining a high standard of corporate governance to safeguard the interests of its shareholders and enhance the corporate value, accountability and transparency of the Company. The Company's corporate governance practices are based on the principles, code provisions and certain recommended best practices set out in Part 2 of the Corporate Governance Code (the "**CG Code**") in Appendix C1 to the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"). During the Period, the Company had complied with the applicable code provisions of the CG Code during the Period. The Company will continue to enhance its corporate governance practices appropriate to the operation and growth of its business.

### **MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Group has adopted the code of conduct with respect to the dealings in securities of the Company by the Directors as set out in Appendix C3 to the Listing Rules (the "**Model Code**").

Having made specific enquiry with the Directors, all the Directors confirmed that they had complied with the required standard set out in the Model Code during the Period.

### **PURCHASE, SALE OR REDEMPTION OF SHARES**

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the Period.

## OTHER INFORMATION

### DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITION IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY

As at 30 June 2024, the interests or short positions of the Directors and chief executive of the Company in the shares (the “**Shares**”), underlying Shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance, Chapter 571 of the Law of Hong Kong (the “**SFO**”)) as were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to be under such provisions of the SFO), or as were entered in the register required to be kept under Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code as set out in Appendix C3 to the Listing Rules are as follows:

Name	Company/name of associated corporation	Capacity and nature of interest	Number of ordinary shares		Approximate % shareholding (Note)
			Long position	Short position	
Sun Hailong	The Company	Beneficial owner	258,647,000	-	24.56

Note: This is calculated based on a total number of 1,053,259,200 issued shares as at 30 June 2024.

Save as disclosed above, as at 30 June 2024, none of the Directors nor chief executive of the Company had registered any interests or short positions in any Shares, underlying Shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) as were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to be under such provisions of the SFO), or as were entered in the register required to be kept under Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

## OTHER INFORMATION

### SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

So far as the Directors are aware, as at 30 June 2024, the following persons or corporations, other than the Directors or chief executives of the Company, had or were deemed or taken to have interests or short positions in the Shares and underlying Shares which were required to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the SFO:

Name	Long/short position	Capacity and nature of interest	Number of ordinary shares	Approximate % shareholding (Note 2)
Zhang Caihong	Long position	Interest of spouse (Note 1)	258,647,000	24.56

Notes:

- 258,647,000 Shares were held by Mr. Sun Hailong. Ms. Zhang Caihong, being the spouse of Mr. Sun Hailong, is deemed to be interested in the same number of Shares that Mr. Sun Hailong is interested in under the SFO.
- This is calculated based on a total number of 1,053,259,200 issued shares as at 30 June 2024.

Save as disclosed above, the Company has not been notified by any persons or corporations, other than the Directors or chief executives of the Company, who had or were deemed or taken to have interests or short positions in the Shares or underlying Shares of the Company which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO or as recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO as at 30 June 2024.

### EVENTS AFTER THE REPORTING PERIOD

The Directors are not aware of any significant event requiring disclosure that has taken place subsequent to 30 June 2024 and up to the date of this report.



## OTHER INFORMATION

### UPDATE ON DIRECTORS' INFORMATION

The change in the information of the Directors since the publication of the 2023 Annual Report required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules is set out below:

- Ms. Bao Rongrong and Mr. Yang Xiaoqiang have resigned as executive Directors of the Company with effect from 1 April 2024.
- Mr. Sun Hailong and Mr. Xue Yunfei (“**Mr. Xue**”) have been appointed as executive Directors of the Company with effect from 1 April 2024.
- Mr. Li has resigned as chairman of the board of Zhong Jia Guo Xin Holdings Company Limited (Stock Code: 899) with effect from 3 April 2024. He has also ceased to be the executive director of Fullwealth International Group Holdings Limited (Stock Code: 1034) with effect from 13 May 2024.
- Mr. Li and Mr. Lyu Bin have resigned as executive Directors on 23 May 2024. Following the resignation of Mr. Li, he has ceased to be the authorised representative of the company with effect from 23 May 2024. Mr. Xue has been appointed as the authorised representative in place of Mr. Li with effect from 23 May 2024.
- Mr. Chen Jin has been appointed as a non-executive Director on 5 July 2024.
- Mr. Zhang Yijun has resigned as an independent non-executive Director on 5 July 2024. Following the resignation of Mr. Zhang, he has ceased to be the member of each of the audit committee, the nomination committee and the remuneration committee.
- Ms. Zhu Min has been appointed as a non-executive Director with effect from 10 August 2024.

For further details, please refer to the announcements of the Company dated 28 March 2024, 23 May 2024, 5 July 2024 and 8 August 2024.

Save as disclosed above, there is no other information required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

## ***OTHER INFORMATION***

### **REVIEW OF ACCOUNTS BY THE AUDIT COMMITTEE**

The Audit Committee of the Board consists of all INEDs, namely Ms. Wong Wan Lung, Prof. Lau Chi Pang *J.P.* and Mr. Wang Xiaolong. The major functions of the Audit Committee are, among other things, to review and supervise the financial reporting process and internal control of the Group. The Audit Committee had reviewed this report and the unaudited financial results of the Group for the Period and considered that they were prepared in compliance with the relevant accounting standards, and that the Company has made appropriate disclosure thereof under the requirement of the Listing Rules.

By Order of the Board  
**Future Bright Mining Holdings Limited**  
**Xue Yunfei**  
*Executive Director*

Hong Kong, 26 August 2024

## **INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

For the six months ended 30 June 2024

	Notes	<b>2024</b> <b>(unaudited)</b> <b>RMB'000</b>	2023 (unaudited) RMB'000
<b>REVENUE</b>	4	<b>44,895</b>	11,526
Cost of sales		<b>(43,804)</b>	(11,480)
<b>Gross profit</b>		<b>1,091</b>	46
Other income	5	<b>123</b>	64
Administrative expenses		<b>(7,626)</b>	(6,532)
Losses on changes in fair value of financial assets at fair value through profit or loss		<b>(3)</b>	(62)
Other operating income/(expenses)		<b>109</b>	(3,151)
Finance costs	6	<b>(3,577)</b>	(484)
<b>LOSS BEFORE TAX</b>	7	<b>(9,883)</b>	(10,119)
Income tax credit	8	<b>172</b>	255
<b>LOSS FOR THE PERIOD</b>		<b>(9,711)</b>	(9,864)

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS (CONTINUED)***For the six months ended 30 June 2024*

	Note	2024 <b>(unaudited)</b> RMB'000	2023 (unaudited) RMB'000
(Loss)/Profit attributable to:			
Owners of the Company		<b>(9,742)</b>	(9,622)
Non-controlling interests		<b>31</b>	(242)
		<b><u>(9,711)</u></b>	<b><u>(9,864)</u></b>
<b>LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY</b>			
Basic and diluted (RMB cents)	9	<b><u>0.940</u></b>	<b><u>1.10</u></b>



## **INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the six months ended 30 June 2024

	<b>2024</b> <b>(unaudited)</b> <b>RMB'000</b>	2023 (unaudited) RMB'000
<b>LOSS FOR THE PERIOD</b>	<b>(9,711)</b>	(9,864)
<b>OTHER COMPREHENSIVE INCOME</b>		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	<b>105</b>	495
Realisation of exchange reserve upon deregistration of a subsidiary	<b>1</b>	122
<b>OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX</b>	<b>106</b>	617
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>(9,605)</b>	(9,247)
Attributable to:		
Owners of the Company	<b>(9,636)</b>	(9,004)
Non-controlling interests	<b>31</b>	(243)
	<b>(9,605)</b>	(9,247)

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2024

		<b>30 June 2024 (unaudited) RMB'000</b>	31 December 2023 (audited) RMB'000
	Notes		
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	11	<b>15,342</b>	16,018
Right-of-use assets	11	<b>1,408</b>	2,879
Other intangible assets	11	<b>100,255</b>	100,255
<b>Total non-current assets</b>		<b>117,005</b>	119,152
<b>CURRENT ASSETS</b>			
Inventories		<b>531</b>	531
Prepayments, deposits and other receivables	12	<b>4,895</b>	5,041
Financial assets at fair value through profit or loss		<b>30</b>	33
Cash and cash equivalents	13	<b>44,583</b>	13,092
<b>Total current assets</b>		<b>50,039</b>	18,697
<b>CURRENT LIABILITIES</b>			
Trade payables	14	<b>496</b>	492
Other payables and accruals		<b>23,779</b>	9,855
Short-term borrowings	15	<b>12,478</b>	–
Amount due to a director	19	<b>10</b>	10
Amount due to the ultimate controlling shareholder	19	<b>–</b>	544
Tax payable		<b>–</b>	21
Lease liabilities	16	<b>127</b>	1,860
<b>Total current liabilities</b>		<b>36,890</b>	12,782

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)**

30 June 2024

		<b>30 June 2024 (unaudited) RMB'000</b>	31 December 2023 (audited) RMB'000
	Notes		
<b>NET CURRENT ASSETS</b>		<b>13,149</b>	5,915
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>130,154</b>	125,067
<b>NON-CURRENT LIABILITIES</b>			
Long-term borrowings	15	<b>46,708</b>	58,124
Amount due to the ultimate controlling shareholder	19	–	7,385
Other payables and accruals		<b>2,772</b>	2,596
Deferred tax liabilities		<b>332</b>	529
Mining right payable		<b>22,967</b>	21,636
Provision for rehabilitation	17	<b>1,690</b>	1,635
<b>Total non-current liabilities</b>		<b>74,469</b>	91,905
<b>Net assets</b>		<b>55,685</b>	33,162
<b>EQUITY</b>			
Equity attributable to owners of the Company			
Share capital	18	<b>4,323</b>	3,524
Reserves		<b>51,362</b>	29,669
		<b>55,685</b>	33,193
<b>Non-controlling interests</b>		–	(31)
<b>Total equity</b>		<b>55,685</b>	33,162

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2024

	Attributable to owners of the Company										
	Share capital RMB'000 (Note 18)	Share premium RMB'000	Capital reserve RMB'000	Contributed reserve RMB'000	Safety fund surplus reserve RMB'000	Statutory reserve fund RMB'000	Foreign currency translation Reserve RMB'000	Accumulated losses RMB'000	Total RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
At 1 January 2024 (audited)	3,524	130,899	24,216	34,152	47	238	4,715	(164,598)	33,193	(31)	33,162
(Loss)/Profit for the Period	-	-	-	-	-	-	-	(9,742)	(9,742)	31	(9,711)
Other comprehensive income for the Period:											
Exchange differences on translation of foreign operations	-	-	-	-	-	-	105	-	105	-	105
Realisation of exchange reserve upon deregistration of a subsidiary	-	-	-	-	-	-	1	-	1	-	1
Total comprehensive loss for the Period	-	-	-	-	-	-	106	(9,742)	(9,636)	31	(9,605)
Share placing (Note 18)	799	31,951	-	-	-	-	-	-	32,750	-	32,750
Share issue expenses (Note 18)	-	(622)	-	-	-	-	-	-	(622)	-	(622)
At 30 June 2024 (unaudited)	<u>4,323</u>	<u>162,228</u>	<u>24,216</u>	<u>34,152</u>	<u>47</u>	<u>238</u>	<u>4,821</u>	<u>(174,340)</u>	<u>55,685</u>	<u>-</u>	<u>55,685</u>

	Attributable to owners of the Company										
	Share capital RMB'000 (Note 18)	Share premium RMB'000	Capital reserve RMB'000	Contributed reserve RMB'000	Safety fund surplus reserve RMB'000	Statutory reserve fund RMB'000	Foreign currency translation reserve RMB'000	Accumulated losses RMB'000	Total RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
At 1 January 2023 (audited)	3,524	130,899	24,216	34,152	51	238	4,447	(144,994)	52,533	(1,990)	50,543
Loss for the Period	-	-	-	-	-	-	-	(9,622)	(9,622)	(242)	(9,864)
Other comprehensive income for the Period:											
Exchange differences on translation of foreign operations	-	-	-	-	-	-	496	-	496	(1)	495
Realisation of exchange reserve upon deregistration of a subsidiary	-	-	-	-	-	-	122	-	122	-	122
Total comprehensive loss for the Period	-	-	-	-	-	-	618	(9,622)	(9,004)	(243)	(9,247)
Derecognition of non-controlling interest upon deregistration of a subsidiary	-	-	-	-	-	-	-	-	-	2,208	2,208
At 30 June 2023 (unaudited)	<u>3,524</u>	<u>130,899</u>	<u>24,216</u>	<u>34,512</u>	<u>51</u>	<u>238</u>	<u>5,065</u>	<u>(154,616)</u>	<u>43,529</u>	<u>(25)</u>	<u>43,504</u>



## INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2024

	Notes	2024 (unaudited) RMB'000	2023 (unaudited) RMB'000
<b>Cash flows from operating activities</b>			
Loss before tax		<b>(9,883)</b>	(10,119)
Adjustments for:			
Finance costs	6	<b>3,577</b>	484
Interest income	5	<b>(120)</b>	(55)
Unrealised fair value losses of financial assets at fair value through profit or loss	7	<b>3</b>	62
Loss on deregistration of a subsidiary	7	<b>1</b>	2,335
Depreciation of property, plant and equipment	7, 11	<b>711</b>	163
Depreciation of right-of-use assets	7, 11	<b>1,478</b>	1,809
Gain on disposal of property, plant and equipment	7	<b>(271)</b>	–
Written off of property, plant and equipment	7, 11	<b>6</b>	1
		<b>(4,498)</b>	(5,320)

## **INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)**

For the six months ended 30 June 2024

		<b>2024</b>	2023
		<b>(unaudited)</b>	(unaudited)
	Notes	<b>RMB'000</b>	RMB'000
Increase in trade receivables		–	(24)
Decrease/(increase) in prepayments, deposits and other receivables		<b>163</b>	(3,105)
Increase/(decrease) in other payables and accruals and amount due to related parties		<b>6,005</b>	(422)
Cash from/(used in) operations		<b>1,670</b>	(8,871)
Cash payments for the interest portion of the lease liabilities	6	<b>(44)</b>	(182)
Income taxes paid		<b>(46)</b>	(961)
<b>Net cash flows from/(used in) operating activities</b>		<b>1,580</b>	(10,014)
<b>Cash flows from investing activities</b>			
Interest received	5	<b>120</b>	55
Purchase of items of property, plant and equipment	11	<b>(18)</b>	–
Proceeds from disposal of property, plant and equipment		<b>271</b>	–
<b>Net cash flows from investing activities</b>		<b>373</b>	55

## **INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)**

For the six months ended 30 June 2024

	2024 (unaudited) RMB'000	2023 (unaudited) RMB'000
Notes		
<b>Cash flows from financing activities</b>		
Net proceeds from placing of shares	32,128	–
Proceeds from borrowings	15,860	9,712
Repayment of loans	(14,905)	–
Loan interest paid	(1,897)	–
Principal portion of lease payments	(1,739)	(1,865)
	<u>29,447</u>	<u>7,847</u>
<b>Net cash flows from in financing activities</b>	<u>29,447</u>	<u>7,847</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>31,400</b>	(2,112)
Cash and cash equivalents at beginning of Period	13,092	31,223
Effect of foreign exchange rate changes, net	<u>91</u>	<u>47</u>
<b>Cash and cash equivalents at end of Period</b>	<u><u>44,583</u></u>	<u><u>29,158</u></u>
<b>Analysis of balances of cash and cash equivalents</b>		
Cash and cash equivalents as stated in the statement of financial position and statement of cash flows	<u><u>44,583</u></u>	<u><u>29,158</u></u>

## **NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION**

30 June 2024

### **1. CORPORATE INFORMATION**

The Company was incorporated as an exempted company with limited liability in the Cayman Islands on 23 August 2013 under the Companies Law, Chapter 22 of the Cayman Islands. The registered office address of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands.

The Company is an investment holding company. During the six months ended 30 June 2024 (the “**Period**”), the Group was principally engaged in the following activities:

- excavation and sale of marble blocks;
- production and sale of marble related products;
- trading of mineral commodities; and
- trading of coals.

In the opinion of the Directors, for the period from 1 January 2024 to 22 January 2024, the holding company of the Company was Zhong Ke Jiu Tai Technology Group Limited, a private company incorporated in Hong Kong, and the ultimate controlling shareholder of the Company was Mr. Li Yuguo. On 23 January 2024, Zhong Ke Jiu Tai Technology Group Limited and Mr. Li Yuguo ceased to be the holding company and the ultimate controlling shareholder of the Company respectively. There is no controlling shareholder of the Company subsequently and up to the date of this report.



## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 1. CORPORATE INFORMATION (CONTINUED)

#### Information about subsidiaries

Particulars of the Company's principal subsidiaries at the end of the Period are as follows:

Name	Place of incorporation/ registration and business	Issued ordinary/ registered share capital	Percentage of equity attributable to the Company		Principal activities
			Direct	Indirect	
Gold Title Investments Limited	British Virgin Islands	USD50,000	100	–	Investment holding
World Harvest Group Limited	British Virgin Islands	USD1	100	–	Investment holding
Future Bright (H.K.) Investment Limited	Hong Kong	HKD10,000	–	100	Commodity trading
Main Pacific Investment Limited	Hong Kong	HKD1	–	100	Investment holding
Xiangyang Future Bright Mining Limited*	PRC/Mainland China	RMB20,000,000	–	100	Mining, ore processing and sale of marble products

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 1. CORPORATE INFORMATION (CONTINUED)

#### Information about subsidiaries (continued)

Name	Place of incorporation/ registration and business	Issued ordinary/ registered share capital	Percentage of equity attributable to the Company		Principal activities
			Direct	Indirect	
Main Pacific (Shenzhen) Technology Limited*	PRC/Mainland China	RMB1,000,000	–	100	New energy technology and mineral products technology development, technology transfer, service and consulting
Inner Mongolia Main Pacific Energy Company Ltd.**	PRC/Mainland China	RMB10,000,000	–	100	Sales of coals and coals products

\* Registered as a wholly-foreign-owned enterprise under PRC law.

\*\* Limited liability company wholly owned by a PRC subsidiary under PRC law.

The above table lists the subsidiaries of the Company which, in the opinion of the directors, principally affected the results for the Period or formed a substantial portion of the net assets of the Group. To give details of other subsidiaries would, in the opinion of the directors, result in particulars of excessive length.

## **NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)**

30 June 2024

### **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **2.1 Basis of preparation**

The interim condensed consolidated financial information for the six months ended 30 June 2024 has been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting (“IAS 34”). The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2023.

#### **2.2 New standards, interpretations and amendment adopted by the Group**

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2023, except for the adoption of new and revised International Financial Reporting Standards (“IFRSs”) effective for the annual period beginning on or after 1 January 2024:

Amendments to IAS 1	<i>Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants</i>
Amendments to IFRS 16	<i>Lease Liability in a Sale and Leaseback</i>
Amendments to IAS 7 and IFRS 7	<i>Supplier Finance Arrangements</i>

The adoption of these amendments to IFRSs does not have a material impact on the interim condensed consolidated financial statements of the Group. The Group has not early adopted any other standards, interpretation or amendments that have been issued but are not yet effective.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)**

30 June 2024

**3. OPERATING SEGMENT INFORMATION**

**Six months ended 30 June 2024**

	<b>Marble block (unaudited) RMB'000</b>	<b>Commodity trading (unaudited) RMB'000</b>	<b>Total (unaudited) RMB'000</b>
<b>Segment revenue:</b>			
Sales to external customers	–	44,895	<u>44,895</u>
<b>Revenue</b>			<u><u>44,895</u></u>
<b>Segment results</b>	<b>(1,480)</b>	<b>616</b>	<b>(864)</b>
<i>Reconciliation:</i>			
Interest income			120
Finance costs (Other than interest on lease liabilities)			<u>(3,534)</u>
Corporate and other unallocated expenses			<u>(5,605)</u>
Loss before tax			<u><u>(9,883)</u></u>



**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)**

30 June 2024

**3. OPERATING SEGMENT INFORMATION (CONTINUED)**

Six months ended 30 June 2023

	Marble block (unaudited) RMB'000	Commodity trading (unaudited) RMB'000	Total (unaudited) RMB'000
<b>Segment revenue:</b>			
Sales to external customers	–	11,526	<u>11,526</u>
<b>Revenue</b>			<u><u>11,526</u></u>
<b>Segment results</b>	(1,174)	(436)	(1,610)
<i>Reconciliation:</i>			
Interest income			55
Finance costs (Other than interest on lease liabilities)			(302)
Corporate and other unallocated expenses			<u>(8,262)</u>
Loss before tax			<u><u>(10,119)</u></u>

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 3. OPERATING SEGMENT INFORMATION (CONTINUED)

The following table presents the asset and liability information of the Group's operating segments as at 30 June 2024 and 31 December 2023, respectively.

#### 30 June 2024

	Marble block (unaudited) RMB'000	Commodity trading (unaudited) RMB'000	Total (unaudited) RMB'000
<b>Segment assets:</b>	<b>115,980</b>	<b>21,172</b>	<b>137,152</b>
<i>Reconciliation:</i>			
Elimination of intersegment receivables			<b>(17,988)</b>
Corporate and other unallocated assets			<b>47,880</b>
Total assets			<b>167,044</b>
<b>Segment liabilities:</b>	<b>100,302</b>	<b>736</b>	<b>101,038</b>
<i>Reconciliation:</i>			
Elimination of intersegment payables			<b>(17,988)</b>
Corporate and other unallocated liabilities			<b>28,309</b>
Total liabilities			<b>111,359</b>

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)**

30 June 2024

**3. OPERATING SEGMENT INFORMATION (CONTINUED)**

31 December 2023

	Marble block (audited) RMB'000	Commodity trading (audited) RMB'000	Total (audited) RMB'000
<b>Segment assets:</b>	114,342	22,820	137,162
<i>Reconciliation:</i>			
Elimination of intersegment receivables			(17,986)
Corporate and other unallocated assets			<u>18,673</u>
Total assets			<u><u>137,849</u></u>
<b>Segment liabilities:</b>	87,641	4,417	92,058
<i>Reconciliation:</i>			
Elimination of intersegment payables			(17,986)
Corporate and other unallocated liabilities			<u>30,615</u>
Total liabilities			<u><u>104,687</u></u>

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 4. REVENUE

An analysis of revenue is as follows:

	For the six months ended 30 June	
	2024	2023
	(unaudited)	(unaudited)
	RMB'000	RMB'000
<b>Revenue from contracts with customers</b>		
Sale of goods	<u>44,895</u>	<u>11,526</u>

### Disaggregated revenue information for revenue from contracts with customers

For the six months ended 30 June 2024

Segments	Marble block (unaudited) RMB'000	Commodity trading (unaudited) RMB'000	Total (unaudited) RMB'000
<b>Type of goods or services</b>			
Sale of coals	<u>–</u>	<u>44,895</u>	<u>44,895</u>
<b>Geographical markets</b>			
Mainland China	<u>–</u>	<u>44,895</u>	<u>44,895</u>
<b>Timing of revenue recognition</b>			
Goods transferred at a point in time	<u>–</u>	<u>44,895</u>	<u>44,895</u>

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)**

30 June 2024

**4. REVENUE (CONTINUED)****Disaggregated revenue information for revenue from contracts with customers** (continued)

For the six months ended 30 June 2023

<b>Segments</b>	Marble block (unaudited) RMB'000	Commodity trading (unaudited) RMB'000	Total (unaudited) RMB'000
<b>Type of goods or services</b>			
Sale of coals	–	11,526	11,526
	<u>–</u>	<u>11,526</u>	<u>11,526</u>
<b>Geographical markets</b>			
Mainland China	–	11,526	11,526
	<u>–</u>	<u>11,526</u>	<u>11,526</u>
<b>Timing of revenue recognition</b>			
Goods transferred at a point in time	–	11,526	11,526
	<u>–</u>	<u>11,526</u>	<u>11,526</u>



## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 4. REVENUE (CONTINUED)

#### Disaggregated revenue information for revenue from contracts with customers (continued)

Set out below is the reconciliation of the revenue from contracts with customers to the amounts disclosed in the segment information:

#### For the six months ended 30 June 2024

Segments	Marble block (unaudited) RMB'000	Commodity trading (unaudited) RMB'000	Total (unaudited) RMB'000
<b>Revenue from contracts with customers</b>			
External customers	—	<u>44,895</u>	<u>44,895</u>

#### For the six months ended 30 June 2023

Segments	Marble block (unaudited) RMB'000	Commodity trading (unaudited) RMB'000	Total (unaudited) RMB'000
<b>Revenue from contracts with customers</b>			
External customers	—	<u>11,526</u>	<u>11,526</u>

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 5. OTHER INCOME

An analysis of other income is as follows:

	For the six months ended 30 June	
	2024	2023
	(unaudited)	(unaudited)
	RMB'000	RMB'000
Bank interest income	120	55
Others	3	9
	<u>123</u>	<u>64</u>

### 6. FINANCE COSTS

	For the six months ended 30 June	
	2024	2023
	(unaudited)	(unaudited)
	RMB'000	RMB'000
Interest on lease liabilities	44	182
Interest on discounted provision for rehabilitation (Note 17)	55	52
Interest on borrowings	2,147	250
Interest on mining right payable	1,331	–
	<u>3,577</u>	<u>484</u>

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 7. LOSS BEFORE TAX

The Group's loss before tax is arrived at after charging/(crediting):

	For the six months ended 30 June	
	2024 (unaudited) RMB'000	2023 (unaudited) RMB'000
Cost of inventories sold	43,804	11,480
Staff costs (including directors' remuneration)		
Wages and salaries	3,098	2,567
Pension scheme contributions	219	220
	<u>3,317</u>	<u>2,787</u>
Depreciation of property, plant and equipment (Note 11)	711	163
Depreciation of right-of-use assets (Note 11)	1,478	1,809
Foreign exchange difference, net	134	797
Gain on disposal of property, plant and equipment	(271)	–
Losses on changes in fair value of financial assets at fair value through profit or loss:		
— Unrealised fair value losses of financial assets at fair value through profit or loss	3	62
Loss on deregistration of a subsidiary	1	2,335
Lease payments not included in the measurement of lease liabilities	7	9
Written off of property, plant and equipment (Note 11)	6	1
	<u>6</u>	<u>1</u>

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 8. INCOME TAX

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operate. Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands, the Group is not subject to any income tax in the Cayman Islands and the British Virgin Islands.

No provision for Hong Kong profits tax has been made as the Group had no assessable profits derived from Hong Kong during the Period (six months ended 30 June 2023: nil).

Provision for the PRC corporate income tax ("CIT") is based on the CIT rate applicable to the subsidiaries located in Mainland China as determined in accordance with the relevant income tax rules and regulations of the PRC for the Period. The Group's subsidiaries located in Mainland China were generally subject to the PRC CIT at the rate of 25% (six months ended 30 June 2023), except for subsidiaries which are eligible as Small Low-profit Enterprise\* (小型微利企業). From 1 January 2023, a Small Low-profit Enterprise with an annual taxable profit of less than RMB1 million, is subject to CIT calculated at 25% of its taxable profit at a tax rate of 20%; for annual taxable profit within RMB1 million to RMB3 million, is subject to CIT calculated at 25% of its taxable profit at a tax rate of 20%. During the Period, one subsidiary (six months ended 30 June 2023: nil) is subject to the relevant preferential tax treatments.

	For the six months ended 30 June	
	2024 (unaudited) RMB'000	2023 (unaudited) RMB'000
Current — Mainland China		
Provision for the Period	25	—
Deferred		
Tax credit for the Period	(197)	(255)
Total tax credit for the Period	<u>(172)</u>	<u>(255)</u>

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 9. LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

The calculation of the basic loss per share is based on the loss for the Period attributable to ordinary equity holders of the Company, and the weighted average number of ordinary shares of 1,035,897,785 (six months ended 30 June 2023: 877,716,000) in issue during the Period.

The basic and diluted loss per share are the same as there is no potentially dilutive ordinary shares in issue for the six months ended 30 June 2024 and 2023.

The calculations of basic and diluted loss per share are based on:

	<b>For the six months ended 30 June</b>	
	<b>2024</b>	2023
	<b>(unaudited)</b>	(unaudited)
	<b>RMB'000</b>	RMB'000
<b>Loss</b>		
Loss attributable to ordinary equity holders of the Company	<u><b>(9,742)</b></u>	<u>(9,622)</u>
	<b>Number of shares</b>	
	<b>For the six months ended 30 June</b>	
	<b>2024</b>	2023
	<b>(unaudited)</b>	(unaudited)
<b>Shares</b>		
Weighted average number of ordinary shares in issue during the Period used in the basic loss per share calculation	<u><b>1,035,897,785</b></u>	<u>877,716,000</u>



## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 10. DIVIDEND

The Board did not declare or recommend the payment of an interim dividend for the six months ended 30 June 2024 (six months ended 30 June 2023: nil).

### 11. PROPERTY, PLANT AND EQUIPMENT, RIGHT-OF-USE ASSETS AND OTHER INTANGIBLE ASSETS

Movements in property, plant and equipment, right-of-use assets and other intangible assets during the six months ended 30 June 2024 are as follows:

	Property, plant and equipment RMB'000	Right- of-use assets RMB'000	Other intangible assets RMB'000
Carrying amount at			
1 January 2024 (audited)	16,018	2,879	100,255
Additions	18	-	-
Written off	(6)	-	-
Depreciation/amortisation charged			
for the Period	(711)	(1,478)	-
Exchange realignment	23	7	-
	<u>15,342</u>	<u>1,408</u>	<u>100,255</u>
Carrying amount at			
30 June 2024 (unaudited)	<u>15,342</u>	<u>1,408</u>	<u>100,255</u>

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 12. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	<b>30 June 2024 (unaudited) RMB'000</b>	31 December 2023 (audited) RMB'000
Prepayments	<b>2,170</b>	578
Deposits and other receivables	<b>2,725</b>	4,463
	<b>4,895</b>	5,041

As at 30 June 2024, the loss allowance of the financial assets included in the above balances relating to receivables was assessed to be minimal (31 December 2023: nil).

### 13. CASH AND CASH EQUIVALENTS

	<b>30 June 2024 (unaudited) RMB'000</b>	31 December 2023 (audited) RMB'000
Cash and bank balances	<b>21,766</b>	13,092
Time deposit	<b>22,817</b>	–
	<b>44,583</b>	13,092

As at 30 June 2024, the fixed time deposit will mature in August 2024 (31 December 2023: nil).

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 14. TRADE PAYABLES

	<b>30 June 2024 (unaudited) RMB'000</b>	31 December 2023 (audited) RMB'000
Over 3 months	<u>496</u>	<u>492</u>

### 15. BORROWINGS

	<b>30 June 2024 (unaudited) RMB'000</b>	31 December 2023 (audited) RMB'000
Short-term borrowings — unsecured	<b>12,478</b>	–
Long-term borrowings — unsecured	<u>46,708</u>	<u>58,124</u>
	<u><b>59,186</b></u>	<u>58,124</u>

As at 30 June 2024, borrowings from third parties to the Group amounted to RMB59,186,000 (31 December 2023: RMB58,124,000). Borrowings of approximately RMB46,708,000 (31 December 2023: RMB40,000,000) were unsecured, without guarantee, interest bearing at 3% to 10% (31 December 2023: 10%) per annum and repayable between 25 January 2027 and 9 July 2028. Borrowing of approximately HKD13,671,000 (equivalent to approximately RMB12,478,000) (31 December 2023: HKD20,000,000 (equivalent to approximately RMB18,124,000)) was unsecured, without guarantee, interest bearing at 5% (31 December 2023: 5%) per annum and repayable on 14 February 2025.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 16. LEASE LIABILITIES

	<b>30 June 2024 (unaudited) RMB'000</b>	31 December 2023 (audited) RMB'000
Current	<b>127</b>	1,860
Non-current	<u>—</u>	<u>—</u>
	<b><u>127</u></b>	<b><u>1,860</u></b>

### 17. PROVISION FOR REHABILITATION

	<b>30 June 2024 (unaudited) RMB'000</b>	31 December 2023 (audited) RMB'000
At the beginning of Period	<b>1,635</b>	1,535
Unwinding of discount (Note 6)	<u>55</u>	<u>100</u>
At the end of Period	<b><u>1,690</u></b>	<b><u>1,635</u></b>

A provision for rehabilitation is mainly recognised for the present value of estimated costs to be incurred for the restoration of tailing ponds and the removal of the processing plants in complying with the Group's obligations for the closure and environmental restoration and clean-up on completion of the Group's mining activities. These costs are expected to be incurred on mine closure, based on the estimated rehabilitation expenditures at the mine when the mining permit expires, and are discounted at a discount rate of 6.55%. Changes in assumptions could significantly affect these estimates. Over the time, the discounted provision is increased for the change in present value based on the discount rate that reflects current market assessments and risks specific to the provision. The periodic unwinding of the discount is recognised in profit or loss as part of the interest expenses.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)**  
30 June 2024

**18. SHARE CAPITAL**

	<b>30 June 2024 (unaudited) RMB'000</b>	31 December 2023 (audited) RMB'000
Issued and fully paid:		
1,053,259,200 (31 December 2023: 877,716,000) ordinary shares of HKD0.005 each	<b>4,323</b>	<b>3,524</b>

A summary of the Company's share capital is as follows:

	<b>Number of shares in issue</b>	<b>Share capital RMB'000</b>	<b>Share premium RMB'000</b>	<b>Total RMB'000</b>
At 31 December 2023 and 1 January 2024 (audited)	<b>877,716,000</b>	<b>3,524</b>	<b>130,899</b>	<b>134,423</b>
Share placing (a)	<b>175,543,200</b>	<b>799</b>	<b>31,951</b>	<b>32,750</b>
Share issue expenses (b)	<b>-</b>	<b>-</b>	<b>(622)</b>	<b>(622)</b>
At 30 June 2024 (unaudited)	<b>1,053,259,200</b>	<b>4,323</b>	<b>162,228</b>	<b>166,551</b>

- (a) On 19 January 2024, the Company completed the share placing of the year. A total of 175,543,200 placing shares have been placed at the placing price of HKD0.205 per placing share, for a cash consideration of approximately HKD35,986,000 (equivalent to approximately RMB32,750,000) before share issue expenses. The proceeds of approximately HKD878,000 (equivalent to approximately RMB799,000) representing the par value have been credited to the Company's share capital and the remaining proceeds of approximately HKD35,108,000 (equivalent to approximately RMB31,951,000) have been credited to the share premium.
- (b) The share issue expenses related to the share placing of the year were approximately HKD682,000 (equivalent to approximately RMB622,000).



## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 19. RELATED PARTY TRANSACTIONS

(a) Outstanding balances with related parties

	<b>30 June 2024 (unaudited) RMB'000</b>	31 December 2023 (audited) RMB'000
Due to a director (Note 1)	<b>10</b>	10
Due to the ultimate controlling shareholder		
— Current portion (Note 2)	—	544
— Non-current portion (Note 3)	—	7,385
	<u>—</u>	<u>7,929</u>
	<b><u>10</u></b>	<b><u>7,939</u></b>

Notes:

- (1) The balances due to a director are unsecured, interest-free, repayable on demand and denominated in RMB.
- (2) The balances due to the ultimate controlling shareholder are unsecured, interest-free, repayable on demand and denominated in HKD. The balances were fully settled during the Period.
- (3) The balances due to the ultimate controlling shareholder are unsecured, interest-free, repayable on 17 July 2025 and denominated in HKD. The balances were fully settled during the Period.

(b) Compensation of key management personnel of the Group:

	<b>For the six months ended 30 June</b>	
	<b>2024 (unaudited) RMB'000</b>	2023 (unaudited) RMB'000
Salaries, allowances and benefits in kind	<b>1,879</b>	1,495
Pension scheme contributions	<b>50</b>	44
	<b><u>1,929</u></b>	<b><u>1,539</u></b>

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 20. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

The carrying amounts and fair values of the Group's financial instruments, other than those with carrying amounts that reasonably approximate to fair values, are as follows:

	Carrying Amounts		Fair values	
	30 June 2024 (unaudited) RMB'000	31 December 2023 (audited) RMB'000	30 June 2024 (unaudited) RMB'000	31 December 2023 (audited) RMB'000
<b>Financial assets</b>				
Financial assets at fair value through profit or loss	<u>30</u>	<u>33</u>	<u>30</u>	<u>33</u>

Management has assessed that the fair values of current financial assets including cash and cash equivalents, deposits and other receivables, and current financial liabilities including trade payables, other payables and accruals, short-term borrowings, amount due to a director and amount due to the ultimate controlling shareholder approximate to their carrying amounts largely due to the short-term maturities of these instruments.

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The fair values of listed equity investments are based on quoted market prices.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)

30 June 2024

### 20. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (CONTINUED)

#### Fair value hierarchy

The following table illustrates the fair value measurement hierarchy of the Group's financial instruments:

*Assets measured at fair value:*

**As at 30 June 2024**

	Fair value measurement using			Total (unaudited) RMB'000
	Quoted prices in active markets (Level 1) (unaudited) RMB'000	Significant observable inputs (Level 2) (unaudited) RMB'000	Significant unobservable inputs (Level 3) (unaudited) RMB'000	
Financial assets at fair value through profit or loss	<u>30</u>	<u>-</u>	<u>-</u>	<u>30</u>

As at 31 December 2023

	Fair value measurement using			Total (audited) RMB'000
	Quoted prices in active markets (Level 1) (audited) RMB'000	Significant observable inputs (Level 2) (audited) RMB'000	Significant unobservable inputs (Level 3) (audited) RMB'000	
Financial assets at fair value through profit or loss	<u>33</u>	<u>-</u>	<u>-</u>	<u>33</u>

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (CONTINUED)**

*30 June 2024*

**21. EVENTS AFTER THE REPORTING PERIOD**

The Directors are not aware of any significant event requiring disclosure that has taken place subsequent to 30 June 2024 and up to the date of this report.

**22. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

The interim condensed consolidated financial statements were approved and authorised for issue by the Board on 26 August 2024.